

PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2021
OF THE CONDITION AND AFFAIRS OF THE
ERIE INSURANCE EXCHANGE

NAIC Group Code 213 213 NAIC Company Code 26271 Employer's ID Number 25-6038677
Organized under the Laws of the State of PENNSYLVANIA State of Domicile or Port of Entry PENNSYLVANIA
Country of Domicile U.S. Incorporated Commenced Business April 20, 1925
Statutory Home Office 100 Erie Insurance Place Erie, PA 16530
Main Administrative Office 100 Erie Insurance Place Erie, PA 16530 814-870-2000
Mail Address 100 Erie Insurance Place Erie, PA 16530
Primary Location of Books and Records 100 Erie Insurance Place Erie, PA 16530 814-870-2000
Internet Website Address www.erieinsurance.com
Statutory Statement Contact Jorie Lee Novacek 814-870-2000 x4248
Jorie.Novacek@erieinsurance.com 814-870-4040

DIRECTORS+

John Ralph Borneman, Jr. Eugene Charles Connell Salvatore Correnti LuAnn Datesh
Jonathan Hirt Hagen, Vice Chair Thomas Bailey Hagen, Chairman Charles Scott Hartz Brian Arden Hudson, Sr.
George Raymond Lucore Thomas Warren Palmer Elizabeth Ann Vorsheck

+The individuals listed are directors of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

EXECUTIVE OFFICERS\*

President Timothy Gerard NeCastro Executive Vice President Gregory John Gutting
& Chief Executive Officer:
Executive Vice President Robert Coleman Ingram, III Executive Vice President: Lorianne Feltz
& Chief Information Officer: Douglas Edward Smith
Executive Vice President:

Senior Vice President & Chief Actuary: Robert John Zehr#
Senior Vice President & Controller: Julie Marie Pelkowski
Senior Vice President, Secretary & General Counsel: Brian William Bolash
Senior Vice President & Chief Investment Officer: Ronald Steven Habursky
Vice President & Corporate Treasurer: Robert Wayne McNutt

\*The individuals listed are officers of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

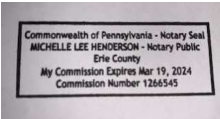
State of Pennsylvania / SS
County of Erie

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Timothy Gerard NeCastro Brian William Bolash Gregory John Gutting
President & CEO Senior Vice President, Secretary & General Counsel Executive Vice President & CFO

Subscribed and sworn to before me this 15th day of February, 2022.
(a) Is this an original filing? Yes (X) No ()
(b) If no: (i) State the amendment number:
(ii) Date filed:
(iii) Number of pages attached:

Michelle L. Henderson



ANNUAL STATEMENT FOR THE YEAR 2021 OF THE ERIE INSURANCE EXCHANGE

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 – 2)	Net Admitted Assets
1. Bonds (Schedule D) .....	11,053,488,710		11,053,488,710	10,003,310,925
2. Stocks (Schedule D):				
2.1 Preferred stocks .....	58,326,219		58,326,219	337,341,086
2.2 Common stocks .....	5,501,935,079		5,501,935,079	5,167,623,643
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....				
3.2 Other than first liens .....				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ .....				
encumbrances) .....	29,183,420		29,183,420	108,779,833
4.2 Properties held for the production of income (less				
\$ ..... encumbrances) .....	6,439,271	6,439,271		
4.3 Properties held for sale (less \$ .....				
encumbrances) .....				
5. Cash (\$ .....(115,760,405) , Schedule E – Part 1), cash equivalents				
(\$ .....762,737,382 , Schedule E – Part 2) and short-term				
investments (\$ .....110,331,536 , Schedule DA) .....	757,308,513		757,308,513	647,192,747
6. Contract loans (including \$ ..... premium notes) .....				
7. Derivatives (Schedule DB) .....	13,261,000		13,261,000	4,392,000
8. Other invested assets (Schedule BA) .....	1,935,024,749	19,381,780	1,915,642,969	1,383,477,932
9. Receivable for securities .....	36,556,837		36,556,837	27,733,300
10. Securities lending reinvested collateral assets (Schedule DL) .....	1,062,245,683		1,062,245,683	1,160,620,192
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	20,453,769,481	25,821,051	20,427,948,430	18,840,471,659
13. Title plants less \$ ..... charged off (for Title insurers				
only) .....				
14. Investment income due and accrued .....	91,144,361	75,852	91,068,509	91,157,461
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	180,786,596	23,968,701	156,817,895	137,883,887
15.2 Deferred premiums and agents' balances and installments booked but				
deferred and not yet due (including \$ .....				
earned but unbilled premiums) .....	1,769,996,895		1,769,996,895	1,778,605,391
15.3 Accrued retrospective premiums (\$ ..... ) and				
contracts subject to redetermination (\$ ..... ) .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	1,895,861		1,895,861	877,808
16.2 Funds held by or deposited with reinsured companies .....	4,140,029		4,140,029	1,897,288
16.3 Other amounts receivable under reinsurance contracts .....	63,357		63,357	
17. Amounts receivable relating to uninsured plans .....				
18.1 Current federal and foreign income tax recoverable and interest thereon .....	47,412,439		47,412,439	
18.2 Net deferred tax asset .....				
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....	8,756,520	5,893,008	2,863,512	2,191,601
21. Furniture and equipment, including health care delivery assets				
(\$ ..... ) .....	3,263,274	3,263,274		
22. Net adjustment in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	4,586,724		4,586,724	765,091
24. Health care (\$ ..... ) and other amounts receivable .....				
25. Aggregate write-ins for other than invested assets .....	2,642,847	697,203	1,945,644	3,206,681
26. Total assets excluding Separate Accounts, Segregated Accounts and				
Protected Cell Accounts (Lines 12 to 25) .....	22,568,458,382	59,719,089	22,508,739,293	20,857,056,867
27. From Separate Accounts, Segregated Accounts and Protected Cell				
Accounts .....				
28. Total (Lines 26 and 27) .....	22,568,458,382	59,719,089	22,508,739,293	20,857,056,867
DETAILS OF WRITE-INS				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....				
2501. Premium Tax Credits and Other .....	875,369		875,369	2,119,011
2502. Equities & Deposits in Pools and Associations .....	1,070,275		1,070,275	1,087,670
2503. Prepaid Disbursements .....	697,203	697,203		
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	2,642,847	697,203	1,945,644	3,206,681

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE ERIE INSURANCE EXCHANGE

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	4,354,014,856	3,803,174,446
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	737,600,424	719,325,442
4. Commissions payable, contingent commissions and other similar charges .....		100,714
5. Other expenses (excluding taxes, licenses and fees) .....	12,102,684	11,364,588
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	42,167,561	37,408,444
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		18,205,215
7.2 Net deferred tax liability .....	368,329,315	327,783,179
8. Borrowed money \$ .....251,546,648 and interest thereon \$ .....25,094 .....	251,546,648	251,584,034
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ .....204,347,504 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	3,171,099,442	3,013,149,822
10. Advance premium .....	61,520,808	42,901,326
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....	8,121,688	8,756,035
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	110,373,801	108,243,009
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....	227,702	104,351
14. Amounts withheld or retained by company for account of others .....	59,617,561	52,463,747
15. Remittances and items not allocated .....	751,124	357,954
16. Provision for reinsurance (including \$ ..... certified) (Schedule F, Part 3, Column 78) .....	2,176,000	74,000
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....	1,886,652	2,785,606
20. Derivatives .....		
21. Payable for securities .....	63,800,363	84,167,084
22. Payable for securities lending .....	1,062,245,683	1,160,620,201
23. Liability for amounts held under uninsured plans .....		
24. Capital notes \$ ..... and interest thereon \$ ..... .....		
25. Aggregate write-ins for liabilities .....	456,081,276	470,569,140
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	10,763,663,590	10,113,138,337
27. Protected cell liabilities .....		
28. Total liabilities (Lines 26 and 27) .....	10,763,663,590	10,113,138,337
29. Aggregate write-ins for special surplus funds .....		
30. Common capital stock .....		
31. Preferred capital stock .....		
32. Aggregate write-ins for other than special surplus funds .....		
33. Surplus notes .....		
34. Gross paid in and contributed surplus .....		
35. Unassigned funds (surplus) .....	11,745,075,703	10,743,918,530
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....	11,745,075,703	10,743,918,530
38. TOTALS (Page 2, Line 28, Col. 3) .....	22,508,739,293	20,857,056,867
DETAILS OF WRITE-INS		
2501. Compensation Due Attorney-In-Fact .....	456,081,276	470,569,140
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	456,081,276	470,569,140
2901. ....		
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page .....		
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above) .....		
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page .....		
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above) .....		

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE ERIE INSURANCE EXCHANGE

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	7,398,952,351	7,179,756,118
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	4,942,000,934	3,902,212,148
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	720,065,810	666,565,663
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	2,056,636,451	1,988,198,473
5. Aggregate write-ins for underwriting deductions	1,471,405	3,001,981
6. Total underwriting deductions (Lines 2 through 5)	7,720,174,599	6,559,978,265
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(321,222,248)	619,777,852
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	662,922,761	502,291,512
10. Net realized capital gains or (losses) less capital gains tax of \$ 152,668,283 (Exhibit of Capital Gains (Losses) )	635,688,713	120,957,102
11. Net investment gain (loss) (Lines 9 + 10)	1,298,611,474	623,248,614
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 15,890,185 amount charged off \$ 32,287,379 )	(16,397,194)	(29,102,366)
13. Finance and service charges not included in premiums		
14. Aggregate write-ins for miscellaneous income	607,785	2,083,016
15. Total other income (Lines 12 through 14)	(15,789,409)	(27,019,350)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	961,599,817	1,216,007,116
17. Dividends to policyholders	9,881,290	189,502,000
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	951,718,527	1,026,505,116
19. Federal and foreign income taxes incurred	73,777,646	177,307,387
20. Net income (Line 18 minus Line 19)(to Line 22)	877,940,881	849,197,729
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	10,743,918,530	9,485,295,192
22. Net income (from Line 20)	877,940,881	849,197,729
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 47,152,726	211,585,712	322,809,507
25. Change in net unrealized foreign exchange capital gain (loss)	(81,709,538)	77,267,162
26. Change in net deferred income tax	6,606,590	(363,580)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(11,164,472)	9,707,521
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(2,102,000)	5,000
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1 Paid in		
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in		
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	1,001,157,173	1,258,623,338
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	11,745,075,703	10,743,918,530
DETAILS OF WRITE-INS		
0501. LAD Program Expense	1,471,405	3,001,981
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)	1,471,405	3,001,981
1401. Miscellaneous Income - Reinsurance	398,022	1,059,265
1402. Miscellaneous Income	13,402	79,672
1403. Unidentified Claims Reimbursements	124,753	116,018
1498. Summary of remaining write-ins for Line 14 from overflow page	71,608	828,062
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	607,785	2,083,016
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)		

ANNUAL STATEMENT FOR THE YEAR 2021 OF THE ERIE INSURANCE EXCHANGE

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance .....	7,577,704,120	7,175,337,151
2. Net investment income .....	703,889,806	510,199,634
3. Miscellaneous income .....	(26,435,827)	(27,183,036)
4. Total (Lines 1 through 3) .....	8,255,158,100	7,658,353,750
5. Benefit and loss related payments .....	4,392,178,576	4,004,641,399
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....		
7. Commissions, expenses paid and aggregate write-ins for deductions .....	2,768,990,048	2,659,513,826
8. Dividends paid to policyholders .....	10,515,637	190,770,321
9. Federal and foreign income taxes paid (recovered) net of \$ .....196,907,252 tax on capital gains (losses) .....	292,063,582	171,512,002
10. Total (Lines 5 through 9) .....	7,463,747,843	7,026,437,547
11. Net cash from operations (Line 4 minus Line 10) .....	791,410,257	631,916,204
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	4,049,118,357	4,365,190,821
12.2 Stocks .....	2,687,964,244	2,143,134,140
12.3 Mortgage loans .....		
12.4 Real estate .....	96,514,977	327,197
12.5 Other invested assets .....	284,245,563	154,633,375
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	(431,979)	26,642
12.7 Miscellaneous proceeds .....	98,713,900	61,198,154
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	7,216,125,062	6,724,510,332
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	5,039,966,749	5,152,791,773
13.2 Stocks .....	2,095,403,360	1,911,534,447
13.3 Mortgage loans .....		
13.4 Real estate .....	4,905,673	715,316
13.5 Other invested assets .....	637,579,856	473,590,046
13.6 Miscellaneous applications .....	31,424,142	149,184,818
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	7,809,279,780	7,687,816,400
14. Net increase (decrease) in contract loans and premium notes .....		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(593,154,719)	(963,306,069)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....		
16.2 Capital and paid in surplus, less treasury stock .....		
16.3 Borrowed funds .....	(37,386)	249,945,022
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....		
16.5 Dividends to stockholders .....		
16.6 Other cash provided (applied) .....	(88,102,386)	137,184,666
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(88,139,772)	387,129,688
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	110,115,766	55,739,823
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	647,192,747	591,452,924
19.2 End of period (Line 18 plus Line 19.1) .....	757,308,513	647,192,747

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001. Transfer of investments from short-term investments to bonds .....		737,252
20.0002. Transfer of investments from limited partnerships to common stock .....		52,164,697
20.0003. Transfer of investments from bonds to other invested assets .....		2,835,841