

Providing insurance in Columbia, Dane, Dodge, Fond du Lac, Green Lake, Jefferson, Milwaukee, Ozaukee, Walworth, Washington, and Waukesha Counties.

CONTACT YOUR LOCAL AGENT

Security Insurance Agency	Pewaukee	262/695-0924
The Silbernagel Group Insurance Services, LLC Gretchen Hefner-Evans	Kewaskum	262/977-7444
Tricor	Lake Mills	920/648-8016
Saxby Insurance Agency, LLC	Watertown	920/261-3334
LCMI Agency, Inc.	Lebanon	877/791-2380
Assured Partners Great Plains	Middleton	608/827-4525
Joe Boese Agency	Madison	608/347-7380
Associated Agencies, Inc. Nolan Anderson	Madison	608/241-2516
Stroupe Insurance Agency, LLC	Fort Atkinson	920/563-4636
Richards Insurance of Watertown, LLC	Watertown	920/261-3402
Robert Eckhardt Insurance	Jefferson	920/674-5325
Luedtke Insurance Agency Todd Luedtke	Fond du Lac	920/602-4910
Watertown Insurance, LLC	Watertown	920/261-3633
Quamme Insurance Services, Inc.	Columbus	920/623-5787
Republic Associates of Wisconsin, Inc.	Elm Grove	414/258-0555

To the Board of Directors
Lebanon Clyman Mutual Insurance Company
Lebanon, Wisconsin

Management is responsible for the accompanying statutory financial statements of Lebanon Clyman Mutual Insurance Company (the Company), which are comprised of the statutory balance sheets as of December 31, 2023 and 2022, and the related statutory statements of income and changes in surplus for the years then ended, in accordance with accounting practices prescribed and permitted by the Office of the Commissioner of Insurance of the State of Wisconsin. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the statutory financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on the statutory financial statements.

The statutory financial statements are prepared in accordance with accounting practices prescribed and permitted by the Office of the Commissioner of Insurance of the State of Wisconsin, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit the statutory statements of cash flows and substantially all of the disclosures required by the statutory basis of accounting. If the statements of cash flows and omitted disclosures were included in the statutory financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the statutory financial statements are not designed for those who are not informed about such matters.

Supplementary Information

The supplementary information is presented for purposes of additional analysis and is not a required part of the basic statutory financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Madison, Wisconsin
January 16, 2024

2023

**Lebanon Clyman
Mutual Insurance Company**

**Annual Report
to the Policyholders**
(Unaudited)

136th Year

**Annual Meeting
February 10, 2024**

Time: 1:30 p.m. at Fireman's Hall in Lebanon

OFFICERS AND DIRECTORS

- Stan Grulke – President
- Audrey Wagie – Vice President
- **Sam Stangler – Treasurer
- **Robert Hill – Secretary
- Daryl Pernat – Director
- Sally Schoenike – Director
- Ellward Kuehl – Director
- **term expiring

Lebanon Clyman Mutual Insurance Company
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www.lebanonclymanmutual.com

STATUTORY BALANCE SHEETS
December 31, 2023 and 2022

	2023	2022
ADMITTED ASSETS		
Cash and investments:		
Cash in checking	\$ 180,668	\$ 391,347
Invested cash	432,081	300,935
Bonds	1,356,082	1,109,822
Common stocks	296,499	459,195
Preferred stocks	237,499	456,893
Mutual funds	394,960	314,172
Real estate occupied by the Company	161,428	165,989
Cash and investments	3,059,217	3,198,353
Accrued investment income	14,920	11,694
Premiums receivable	23,968	15,831
Reinsurance recoverable on paid losses	2,182	38,388
Reinsurance commission receivable	2,489	7,127
Computer equipment, net	1,746	7,529
Federal income taxes recoverable	6,344	3,009
Total admitted assets	<u>\$ 3,110,866</u>	<u>\$ 3,281,931</u>
LIABILITIES AND SURPLUS		
Liabilities:		
Net unearned premiums	\$ 736,755	\$ 496,505
Net unpaid losses	115,579	151,311
Net unpaid loss adjustment expenses	4,446	26,851
Commissions payable	20,706	16,145
Fire department dues payable	1,751	687
Premium received in advance	46,815	44,342
Reinsurance premium payable	122,748	46,439
Payable for securities	98,138	5,612
Other liabilities	24,106	24,003
Total liabilities	1,171,044	811,895
Surplus	<u>1,939,822</u>	<u>2,470,036</u>
Total liabilities and surplus	<u>\$ 3,110,866</u>	<u>\$ 3,281,931</u>

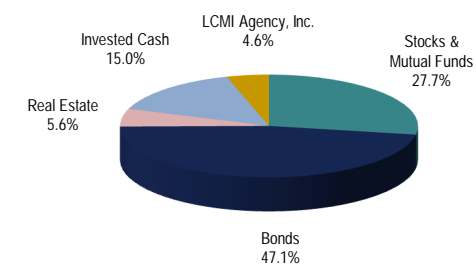
STATUTORY STATEMENTS
OF INCOME AND CHANGES IN SURPLUS
Years Ended December 31, 2023 and 2022

	2023	2022
UNDERWRITING OPERATIONS		
Net premiums earned:		
Direct premiums earned	\$ 1,766,682	\$ 1,604,976
Reinsurance ceded	(802,848)	(655,200)
Net losses incurred:	<u>963,834</u>	<u>949,776</u>
Direct losses paid (net of subrogation)	943,584	655,316
Change in liability for unpaid losses	301,042	72,554
Reinsurance recoveries	(643,326)	(249,127)
Operating expenses incurred (net of reinsurance):	<u>601,300</u>	<u>478,743</u>
Loss adjustment expenses	71,304	126,067
Underwriting expenses	490,431	464,939
Underwriting loss	<u>561,735</u>	<u>591,006</u>
Investment and other income (loss)	(176,297)	91,856
Net loss before federal income taxes	(375,498)	(28,117)
Federal income tax expense	6,665	9,654
Net loss	(382,163)	(37,771)
Change in net unrealized capital loss	(158,986)	(244,832)
Change in nonadmitted assets	10,935	27,284
Net change in surplus	(530,214)	(255,319)
Surplus, beginning of year	<u>2,470,036</u>	<u>2,725,355</u>
Surplus, end of year	<u>\$ 1,939,822</u>	<u>\$ 2,470,036</u>

STATUTORY SCHEDULES OF EXPENSES INCURRED
Years Ended December 31, 2023 and 2022

	2023	2022
Net loss adjusting expenses	\$ 25,676	\$ 83,214
Commissions to agents	279,086	239,745
Reinsurance commission income	(115,719)	(81,235)
Directors' fees and expenses	30,113	23,250
Personnel expenses	154,303	145,409
Real estate expenses	15,268	14,447
Office expenses	72,545	71,077
Other expenses	148,453	138,311
Total expenses incurred	<u>\$ 609,725</u>	<u>\$ 634,218</u>
Loss adjustment expenses	\$ 71,304	\$ 126,067
Underwriting expenses	490,431	464,939
Investment expenses	47,990	43,212
Total expenses incurred	<u>\$ 609,725</u>	<u>\$ 634,218</u>

INVESTMENT PORTFOLIO MIX



COST PER DOLLAR OF NET PREMIUM EARNED

