

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

CONTACT YOUR LOCAL AGENT

AIC, LLC	Sussex	262/246-6868
Jim and Debra Stein		
Security Insurance Agency	Pewaukee	262/691-4800
The Silbernagel Group Insurance Services, LLC	Kewaskum	262/628-8892
Gretchen Hefner-Evans		
Harms Insurance Group	Lake Mills	920/648-8016
Saxby Insurance Agency, LLC	Watertown	920/261-3334
LCMI Agency	Lebanon	877/791-2380
Avid Risk Solutions, Inc.	Watertown	920/261-5403
Joe Boese Agency	Madison	608/249-7380
Associated Agencies, Inc.	Waunakee	608/241-2516
Nolan Anderson		
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	Fond du Lac	920/948-7619
Todd Luedtke		
Watertown Insurance, LLC	Watertown	920/261-3633
Quamme Insurance Services, Inc.	Columbus	920/623-5787
Republic Associates of WI, 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, 2021 and 2020, 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 14, 2022



2021

Lebanon Clyman Mutual Insurance Company

Annual Report to the Policyholders (Unaudited)

134th Year

Annual Meeting
February 12, 2022

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

OFFICERS AND DIRECTORS

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

Lebanon Clyman Mutual Insurance Company
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www.lebanonclymanmutual.com

STATUTORY BALANCE SHEETS
December 31, 2021 and 2020

	2021	2020
ADMITTED ASSETS		
Cash and investments:		
Cash in checking	\$ 460,315	\$ 280,080
Invested cash	299,961	296,092
Bonds	748,144	906,958
Common stocks	384,120	834,375
Preferred stocks	289,125	495,051
Mutual funds	1,030,318	146,829
Real estate occupied by the Company	170,550	173,414
Cash and investments	3,382,533	3,132,799
Accrued investment income	8,067	11,843
Premiums receivable	12,822	10,696
Reinsurance recoverable on paid losses	9,423	17,349
Reinsurance commission receivable	16,836	7,059
Reinsurance premium recoverable	8,378	-
Computer equipment, net	17,126	16,039
Federal income taxes receivable	663	5,085
Total admitted assets	\$ 3,455,848	\$ 3,200,870
LIABILITIES AND SURPLUS		
Liabilities:		
Net unearned premiums	\$ 485,411	\$ 488,183
Net unpaid losses	150,520	91,845
Net unpaid loss adjustment expenses	10,074	2,776
Commissions payable	16,033	18,002
Fire department dues payable	39	137
Premium received in advance	48,505	55,302
Reinsurance premium payable	-	50,041
Other liabilities	19,911	16,048
Total liabilities	730,493	722,334
Surplus	2,725,355	2,478,536
Total liabilities and surplus	\$ 3,455,848	\$ 3,200,870

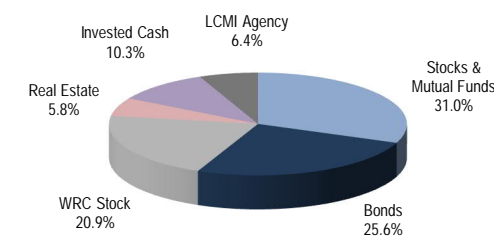
STATUTORY STATEMENTS
OF INCOME AND CHANGES IN SURPLUS
Years Ended December 31, 2021 and 2020

	2021	2020
UNDERWRITING OPERATIONS		
Net premiums earned:		
Direct premiums earned	\$ 1,544,668	\$ 1,528,911
Reinsurance ceded	(601,029)	(547,455)
943,639	981,456	
Net losses incurred:		
Direct losses paid (net of subrogation)	283,770	1,272,895
Change in liability for unpaid losses	92,829	(305,789)
Reinsurance recoveries	(98,973)	(492,108)
277,626	474,998	
Operating expenses incurred (net of reinsurance):		
Loss adjustment expenses	35,165	61,693
Underwriting expenses	454,569	452,908
489,734	514,601	
Underwriting gain (loss)	176,279	(8,143)
INVESTMENT AND OTHER INCOME		
Investment income earned	66,079	81,355
Investment expenses	(44,027)	(42,532)
Net realized capital gains (losses)	19,808	(6,623)
Other income	24,248	23,171
Investment and other income	66,108	55,371
Net income before federal income taxes	242,387	47,228
Federal income tax expense	11,422	8,895
Net income	230,965	38,333
Change in net unrealized capital gain (loss)	28,783	23,992
Change in nonadmitted assets	(12,929)	(170,187)
Net change in surplus	246,819	(107,862)
Surplus, beginning of year	2,478,536	2,586,398
Surplus, end of year	\$ 2,725,355	\$ 2,478,536

STATUTORY SCHEDULES OF EXPENSES INCURRED
Years Ended December 31, 2021 and 2020

	2021	2020
Net loss adjusting expenses	\$ (3,936)	\$ 25,046
Commissions to agents	228,401	229,713
Reinsurance commission income	(83,681)	(57,170)
Directors' fees and expenses	18,850	15,900
Personnel expenses	162,503	155,616
Real estate expenses	15,549	16,032
Office expenses	60,224	60,209
Other expenses	135,851	111,787
Total expenses incurred	\$ 533,761	\$ 557,133
Loss adjustment expenses	\$ 35,165	\$ 61,693
Underwriting expenses	454,569	452,908
Investment expenses	44,027	42,532
Total expenses incurred	\$ 533,761	\$ 557,133

INVESTMENT PORTFOLIO MIX



COST PER DOLLAR OF NET PREMIUM EARNED

