

FILED
08-25-2026
CIRCUIT COURT
DANE COUNTY, WI
2023CV001310

STATE OF WISCONSIN : CIRCUIT COURT : DANE COUNTY
BRANCH 15

In the Matter of the Liquidation of:

Case No. 2023CV1310

Wisconsin Reinsurance Corporation and 1st Auto &
Casualty Insurance Company

Case Code: 30703

LIQUIDATOR’S THIRD REPORT REGARDING CLAIMS

The Commissioner of Insurance of the State of Wisconsin, Nathan Houdek, as Liquidator of Wisconsin Reinsurance Corporation and 1st Auto & Casualty Insurance Company (the “Liquidator”), pursuant to Wis. Stat. §§ 645.71 and 645.51(1), submits the following report of claims submitted in the liquidation as of June 30, 2026. This report updates the Liquidator’s most recent report of August 25, 2025 (Dkt. No. 85).

Wisconsin Reinsurance Corporation

A total of 355 proofs of claim, including twenty-eight late-filed claims, have been submitted in the liquidation of Wisconsin Reinsurance Corporation (the “WRC Claims”). While the amount of some claims remains undetermined, the determinable claims total \$16,541,106.33. The Liquidator has adjudicated nearly all the WRC Claims and sent determination letters to those claimants informing them of the Liquidator’s determinations and of the claimants’ right to object. The Liquidator’s evaluation of the remaining WRC Claims is ongoing. The Liquidator is presently negotiating commutation and release agreements with certain mutual insurance companies and the Wisconsin Insurance Security Fund resolving WRC’s liability with respect to certain open claims which shall be filed with Court for approval.

As authorized by prior order of this Court, the Liquidator has paid a total of \$8,983,161.46 to certain claimants.

Attached hereto as Exhibit A is a chart of the timely filed WRC Claims, and attached hereto as Exhibit A-1 is a chart of the late-filed WRC Claims. Each chart sets forth for each claim: (i) the claimant's name and address;¹ (ii) the nature of the claim; and (iii) the claim amount. Each chart also sets forth the Liquidator's conclusions as to the claim's classification and the allowable amount for each claim the Liquidator has evaluated as of June 30, 2026. Finally, Exhibit A also sets forth the amounts paid to certain claimants. Note that the classifications and allowable amounts shown in the charts do not account for deductibles and subordinations required by Wis. Stat. §§ 645.68(3), (4), and (8).

1st Auto & Casualty Insurance Company

A total of 456 proofs of claim, including thirty-four late-filed claims, have been submitted in the liquidation of 1st Auto & Casualty Insurance Company (the "1st Auto Claims"). While the amount of some claims remains undetermined, the determinable claims total \$21,853,523.17. The Liquidator has adjudicated nearly all of the 1st Auto Claims and sent determination letters to those claimants informing them of the Liquidator's determinations and of the claimants' right to object. The Liquidator's evaluation of the remaining 1st Auto Claims is ongoing.

As authorized by prior order of this Court, the Liquidator has paid a total of \$2,318,277.34 to certain claimants.

¹ In the interest of privacy, all charts attached as exhibits hereto omit the addresses of natural persons who submitted proofs of claim.

Attached hereto as Exhibit B is a chart of the timely filed 1st Auto Claims, and attached hereto as Exhibit B-1 is a chart of the late-filed 1st Auto Claims. Each chart sets forth for each claim: (i) the claimant's name and address; (ii) the nature of the claim; and (iii) the claim amount. Each chart also sets forth the Liquidator's conclusions as to the claim's classification and the allowable amount for each claim the Liquidator has evaluated as of June 30, 2026. Finally, Exhibit B also sets forth the amounts paid to certain claimants. Note that the classifications and allowable amounts shown in the charts do not account for deductibles and subordinations required by Wis. Stat. §§ 645.68(3), (4), and (8).

For both WRC and 1st Auto claimants, the Liquidator's ability to pay the allowable amount for each claim, and the amount of any such payment, is dependent on the claims paying resources available from the estate of each company and on the application of Wis. Stat. § 645.68, which establishes the order of distribution and deductibles applicable to certain claims.

Dated this 25th day of August, 2026.

Respectfully submitted,

GODFREY & KAHN, S.C.

By: Electronically signed by Anthony S. Baish

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