BEFORE THE COMMISSIONER OF COMMERCE AND INSURANCE OF THE STATE OF TENNESSEE

IN THE MATTER OF:	)	
	)	
FARMERS MUTUAL FIRE INSURANCE	)	
COMPANY OF BRADLEY COUNTY	)	**TID No.: 15-087**
	)	

ORDER ADOPTING EXAMINATION REPORT

Pursuant to Tenn. Code Ann. § 56-22-101 *et seq.*, the Insurance Division of the State of Tennessee Department of Commerce and Insurance ("Division") has examined certain affairs of Farmers Mutual Fire Insurance Company of Bradley County ("Company"), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of December 31, 2013, the examiner-in-charge filed with the Division, on June 24, 2015, a verified, written report on the examination, and a copy of that report has been sent to the Company. (The Report on Examination of Farmers Mutual Fire Insurance Company of Bradley County is attached hereto and marked as Exhibit A.) The Division received a response regarding the report from the Company on June 25, 2015. (The written response submitted by the Company is attached hereto and marked as Exhibit B.)

Pursuant to Tenn. Code Ann. § 56-1-411, the examination report regarding the affairs of Farmers Mutual Fire Insurance Company of Bradley County filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on June 24, 2015, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

1. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109(a)(4) by accounting for prepaid reinsurance premiums in accordance with the National Association of Insurance Commissioners ("NAIC") Statement of

Statutory Accounting Principles ("SSAP") Number ("No.") 62.

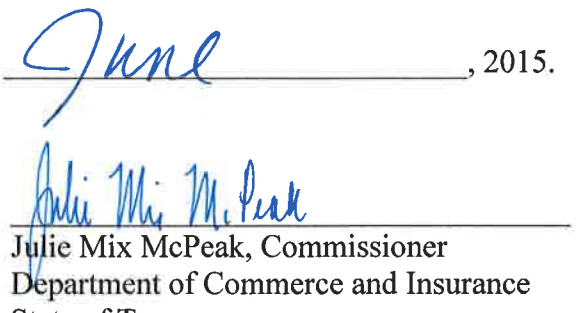
2. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109(a)(4) by accounting for unearned premiums in accordance with the NAIC SSAP No. 53 and the annual statement instructions for Tennessee county mutual insurance companies.
3. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109(a)(4) by reporting advance premium in accordance with annual statement instructions for Tennessee county mutual insurance companies.
4. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109(a)(4) by reporting taxes, licenses, and fees payable in accordance with annual statement instructions for Tennessee county mutual insurance companies.

The company shall comply with the Directives contained in this Order within 30 days of its entry.

The adoption of this examination report shall not preclude the Department from imposing sanctions against Farmers Mutual Fire Insurance Company of Bradley County for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

ENTERED this the 30th day of June, 2015.



Julie Mix McPeak, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

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CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report has been messenger mailed to: Chlora Lindley-Myers, Deputy Commissioner, Department of Commerce and Insurance; Joy Little, Insurance Examinations Director/Chief Examiner, Department of Commerce and Insurance; Mark Jaquish, Insurance Analysis Director, Department of Commerce and Insurance; and mailed first class, postage prepaid, to Farmers Mutual Fire Insurance Company of Bradley County, 915 25th Street Northwest, Cleveland, Tennessee 37311, on this the 30th day of June 2015.

Kathleen Dixon

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