



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

**IN THE MATTER OF:**

**WHITE COUNTY FARMERS MUTUAL  
FIRE INSURANCE COMPANY**

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**TID No.: 21-078**

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**ORDER ADOPTING EXAMINATION REPORT**

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Pursuant to Tenn. Code Ann. § 56-1-401 *et seq.*, the Insurance Division of the State of Tennessee Department of Commerce and Insurance (“Division”) has examined certain affairs of White County Farmers Mutual Fire Insurance Company (“Company”), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of December 31, 2019, the examiner-in-charge filed a verified, written report on the examination with the Division on April 28, 2021. A copy of that report was sent to the Company. (The Report on Examination of the Company is attached hereto and marked as Exhibit A).

The Division received a response regarding the report from the Company dated June 22, 2021. (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 the Company filed with the Division on April 28, 2021, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

1. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-3-408(b)(1) by ensuring all investment activities are reviewed and approved by the Board.


2. The Company is **DIRECTED** to comply with SSAP No. 6, paragraph 9 by correctly accounting for and reporting non-admit premiums over ninety (90) days past due.
3. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109 and SSAP No. 19 by complying with the Instructions and accounting for its “Furniture, equipment, and supplies” correctly.
4. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109 by completing “Line 14: Net income after dividends to policyholders and before federal income taxes” per the Instructions on its 2019 annual statement.
5. The Company is **DIRECTED** to comply with the Instructions by completing “Part 3 – Director Compensation (Payroll Taxes Included).”
6. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109 and the Instructions by correctly accounting for and reporting its investments.
7. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-22-109 and the Instructions by correctly answering question one (1) of the General Interrogatories in its annual statements.
8. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-53-111 by adding the fraud statement to the disclosures on its applications.
9. The Company is **DIRECTED** to comply with Tenn. Code Ann. §§ 56-8-104 and 56-8-104(11) by creating formal complaint procedures and a complaint log.

The Company shall comply with the Directives contained in this Order within thirty (30) days of its entry and execution.

The adoption of this examination report shall not preclude the Department from imposing sanctions against the Company 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 AND EXECUTED** June 25, 2021.

  
Carter Lawrence (Jun 25, 2021 08:14 CDT)

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Carter Lawrence, Commissioner  
Department of Commerce and Insurance  
State of Tennessee

**PREPARED FOR ENTRY:**

  
Jenny Taylor (Jun 24, 2021 10:50 CDT)

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Jenny Taylor (BPR# 027264)  
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## CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report as filed has been emailed to Bill Huddleston, Assistant Commissioner for Insurance, Department of Commerce and Insurance at bill.huddleston@tn.gov; and mailed first class, postage prepaid, to White County Farmers Mutual Fire Insurance Company, 336 North Spring Street, Sparta, Tennessee 38583, on June 25, 2021.

*Jenny Taylor*

Jenny Taylor (Jun 24, 2021 10:50 CDT)

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Jenny Taylor  
Associate General Counsel and  
Supervising Attorney