

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

<b>IN THE MATTER OF:</b>	)	
	)	
<b>FARMERS MUTUAL FIRE INSURANCE</b>	)	<b>TID No.: 18-086</b>
<b>COMPANY OF GREENE COUNTY</b>	)	
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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 Farmers Mutual Fire Insurance Company of Greene County (“Company”), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of December 31, 2016, the examiner-in-charge filed a verified, written report on the examination with the Division on March 8, 2018. A copy of that report was sent to the Company. (The Report on Examination of Farmers Mutual Fire Insurance Company of Greene County is attached hereto and marked as Exhibit A.) The Division received a response regarding the report from the Company dated June 28, 2018. (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 March 8, 2018, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

1. The Company is **DIRECTED** to comply with Tenn. Code Ann. §§ 56-3-401 through 56-6-407 by divesting from any non-permitted investments and reinvesting in approved investment types.

2. The Company is **DIRECTED** to discontinue the practice of accepting premium payments for Farmers Mutual of Tennessee's (FMT) liability policies or enter into a written agreement with FMT which provides how FMT's funds should be held by the Company and for the monthly settlement of premiums.
3. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-6-113(b) by discontinuing the practice of accepting commissions on policies sold on behalf of other companies.

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

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.

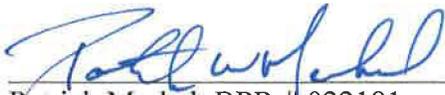
It is so **ORDERED**.

**ENTERED** this the 29 day of June, 2018.



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

**PREPARED FOR ENTRY:**



Patrick Merkel, BPR # 022191  
Assistant General Counsel for Insurance  
Tennessee Department of Commerce and Insurance  
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Nashville, Tennessee 37243

**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: Lorrie K. Brouse, Deputy Commissioner and General Counsel, Department of Commerce and Insurance; and Joy Little, Insurance Examinations Director/Chief Examiner, Department of Commerce and Insurance; and mailed first class, postage prepaid, to Farmers Mutual Fire Insurance Company of Greene County, 921 W Main Street, Greeneville, Tennessee 37743, on this the 29<sup>th</sup> day of June 2018.

  
Patrick Merkel