

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

IN THE MATTER OF:)	
)	
FARMERS MUTUAL FIRE INSURANCE)	TID No.: 20-112
COMPANY OF UNION COUNTY)	
)	

ORDER ADOPTING EXAMINATION REPORT

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 Union County (“Company”), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of December 31, 2018, the examiner-in-charge filed a verified, written report on the examination with the Division on March 4, 2020. 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 23, 2020. (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 4, 2020, is hereby **ADOPTED** as filed with the following

DIRECTIVES:

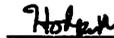
1. The Company is **DIRECTED** to comply with Tenn. Comp. R. and Regs. 0780-1-78-.04 by ensuring its compensation expense ratio does not exceed thirty percent (30%).

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 29, 2020.


Hodgen Mainda (Jun 29 2020 18:00 CDT)

Hodgen Mainda, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:


Nikita Hampton (Jun 28 2020 08:55 CDT)

Nikita Hampton, BPR #0033327
Associate General Counsel
Department of Commerce and Insurance
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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: Rachel Jade-Rice, Assistant Commissioner for Insurance, Department of Commerce and Insurance at rachel.jrade-rice@tn.gov; and mailed first class, postage prepaid, to Farmers Mutual Fire Insurance Company of Union County, 140 Court Street, Maynardville, Tennessee 37807, on July 2 , 2020.

Nikita Hampton

Nikita Hampton (Jun 29, 2020 09:55 CDT)

Nikita Hampton
Associate General Counsel