



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

IN THE MATTER OF:)
)
FARMERS MUTUAL INSURANCE COMPANY)
OF GILES COUNTY) **TID No.: 23-047**
)
)
)

ORDER ADOPTING EXAMINATION REPORT

Pursuant to Tenn. Code Ann. § 56-22-115, the Insurance Division of the State of Tennessee, Department of Commerce and Insurance (“Division”) has examined certain affairs of Farmers Mutual Insurance Company of Giles County (“Company”), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of December 31, 2021, the examiner-in-charge filed a verified, written report on the examination with the Division on April 5, 2023. 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 12, 2023. (The written response submitted by the Company is attached hereto and marked as Exhibit B).

Pursuant to Tenn. Code Ann. § 56-22-115, the examination report regarding the affairs of the Company filed with the Division, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

1. The Company is **DIRECTED** to obtain the Company Board’s approval for the

Company's investment transactions in compliance with Tenn. Code Ann. § 56-3-408(b)(1).

2. The Company is **DIRECTED** to obtain the Company Board's approval of custodial agreements in compliance with Tenn. Comp. R. & Regs. 0780-01-46-.02(2).

3. The Company is **DIRECTED** to maintain Company committee meeting minutes in compliance with Tenn. Code Ann. § 48-66-101(a).

4. The Company is **DIRECTED** to hold and convey real property in compliance with Tenn. Code Ann. § 56-3-405(1).

5. The Company is **DIRECTED** to file annual statements correctly in compliance with Tenn. Code Ann. § 56-22-109.

6. The Company is **DIRECTED** to correctly account for unclaimed property in compliance with Tenn. Comp. R. & Regs. 1700-02-01 and Tenn. Code Ann. § 66-29-101 et seq.

7. The Company is **DIRECTED** to properly account for loss adjustment expenses in compliance with SSAP No. 55 and Tenn. Code Ann. § 56-22-109.

8. The Company is **DIRECTED** to file its rates and forms in accordance with Tenn. Code Ann. § 56-5-105(a).

9. The Company is **DIRECTED** to properly maintain marketing and performance records and to maintain a complete record of complaint information in compliance with Tenn. Code Ann. §§ 56-8-104(10) and (11).


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 Tennessee insurance law which may be revealed in the examination report, it being the intent of this Order merely to adopt the

examination report filed by the examiner-in-charge.

It is so **ORDERED**.

ENTERED AND EXECUTED June 20, 2023.


Carter Lawrence (Jun 20, 2023 11:52 CDT)

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

PREPARED FOR ENTRY:


Jenny Taylor (Jun 15, 2023 09:19 CDT)

Jenny Taylor (BPR# 027264)
Associate General Counsel
Department of Commerce and Insurance
Davy Crockett Tower
500 James Robertson Parkway
Nashville, Tennessee 37243
(615) 426-1084
Jenny.Taylor@tn.gov

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 Farmers Mutual Insurance Company of Giles County, 1029 W. College St., Pulaski, Tennessee 38478, on June 20, 2023.

Jenny Taylor

Jenny Taylor (Jun 15, 2023 09:19 CDT)

Jenny Taylor
Associate General Counsel