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

IN THE MATTER OF: )
) No.: 10-038
TENNESSEE VALLEY MUTUAL INSURANCE )
COMPANY )

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES

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 Tennessee Valley Mutual Insurance Company ("Company"), a county mutual insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of December, 2008, the examiner-in-charge filed with the Division, on the 25th day of May, 2010, a verified, written report on the examination, and a copy of that report has been sent to Tennessee Valley Mutual Insurance Company. (The Report on Examination of Tennessee Valley Mutual Insurance Company is attached as Exhibit A). The Division did not receive any written rebuttal to said examination report from the Company.

Pursuant to TENN. CODE ANN. § 56-1-411, the examination report regarding the affairs of Tennessee Valley Mutual Insurance Company filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 25th day of May, 2010, is hereby ADOPTED as filed with the following DIRECTIVES:

1. The Company is DIRECTED to maintain certificates of deposit at book value.

2. The Company is DIRECTED to comply with TENN. CODE, ANN. § 56-22-106(g) by using the words "county mutual insurance company" in their name or by displaying the words any time the company name is used. The company is further
directed that it shall not to use a name similar to any name already in use by any existing company organized and doing business in the United States, as to be confusing or misleading.

The adoption of this examination report shall not preclude the Department from imposing sanctions against Tennessee Valley Mutual Insurance 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 With Directives merely to adopt the examination report filed by the examiner-in-charge.

It is so ORDERED.

ENTERED this the 35th day of June, 2010.

[Signature]
Leslie A. Newman, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

[Signature]
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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 messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, James T. Pearce, Examiner-in-Charge, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to Tennessee Valley Mutual Insurance Company, at the address of 406 East Morris Blvd. Morristown, TN 37816; on this the ______ day of June 2010.

Matthew McCarthy
Certifying Attorney