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

IN THE MATTER OF:	)	
	)	**No.: 09-025**
STATE VOLUNTEER MUTUAL INSURANCE COMPANY	)	
	)	

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES

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 the State Volunteer Mutual Insurance Company ("Company"), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of December, 2007, the examiner-in-charge filed with the Division, on the 12th day of June, 2009, a verified, written report on the examination, and a copy of that report has been sent to the State Volunteer Mutual Insurance Company. (The Report on Examination of the State Volunteer Mutual Insurance Company is attached hereto and marked as Exhibit A). The Division received no written rebuttal to said examination report from the Company. The Company waived any right to rebuttal with respect to the Report on Examination of the State Volunteer Mutual Insurance Company filed with the Division on the 23rd of June, 2009. (The letter waiving rebuttal is attached hereto and marked as Exhibit B.)

Pursuant to Tenn. Code Ann. § 56-1-411, said examination report regarding the affairs of the State Volunteer Mutual Insurance Company, filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 12th day of June, 2009, is hereby **ADOPTED** as filed with the following **DIRECTIVE**:

1. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-53-111(b)(1)(A) by amending its insurance application form to include a "fraud warning" to Tennessee applicants.

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 State Volunteer 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 29th day of June, 2009.

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

PREPARED FOR ENTRY:

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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, and mailed, first class, postage prepaid, to the State Volunteer Mutual Insurance Company, 101 Westpark Drive, Brentwood, Tennessee 37027, on this the 29th day of June, 2009.

Tony Greer
Certifying Attorney