

JAN 10 2019

STATE OF ARIZONA

DEPARTMENT OF INSURANCE DEPT OF INSURANCE  
BY mek

In the Matter of the Surrender of the Certificate of )  
Authority of )  
Farmland Mutual Insurance Company )  
(NAIC No. 13838), )  
Petitioner. )

Docket No. 19A-002-INS

ORDER

Based upon reliable evidence provided to the Director of Insurance by the Assistant  
Director of the Financial Affairs Division of the Arizona Department of Insurance ("Department"),  
the Director finds as follows:

FINDINGS OF FACT

1. Farmland Mutual Insurance Company ("Petitioner") is an Iowa domiciled  
insurance company that received its certificate of authority to transact property and casualty  
insurance in Arizona effective November 24, 1998.

2. Effective January 1, 2019, Petitioner, the non-surviving entity, merged into  
Nationwide Mutual Insurance Company (NMIC), NAIC No. 23787, an Ohio domiciled insurer  
and the surviving entity. NMIC is authorized to transact insurance in Arizona. Petitioner  
voluntarily surrendered its certificate of authority to the Department.

3. The Insurance Commissioner of Iowa approved the merger of Petitioner into  
NMIC on October 25, 2018.

1 4. Petitioner has no outstanding obligations under any policy of insurance, whether  
2 written direct or through reinsurance ceded to it, to policyholders or claimants who are  
3 residents of this State.

4 5. Petitioner is not the subject of any pending investigation or market conduct  
5 examination and Petitioner does not owe this Department any filings or fees.

6 6. The Department holds a \$110,000 security deposit on behalf of the Petitioner.

7 7. Petitioner's 2018 Annual Statement and Annual Tax and Fees Report together  
8 with payment of all applicable fees are due to this Department March 1, 2019.

9 8. Petitioner has a \$100.00 deposit with the Insurance Examiners' Revolving Fund  
10 ("IERF").

#### 11 **CONCLUSIONS OF LAW**

12 1. Petitioner has complied with the provisions of A.R.S. § 20-217 and with A.A.C.  
13 R20-6-303 relating to the surrender of its Certificate of Authority.

14 2. Petitioner has complied with the provisions of A.R.S. § 20-588 and with A.A.C.  
15 R20-6-303 relating to the release of its \$110,000 security deposit.

#### 16 **ORDER**

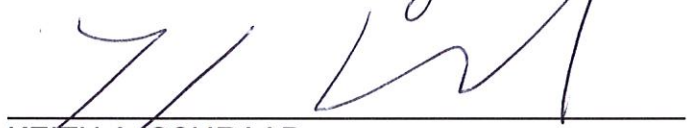
17 1. The surrender of the Petitioner's certificate of authority is accepted.

18 2. Petitioner shall file its 2018 Annual Statement and Annual Tax and Fees Report  
19 together with payment of all applicable fees.

20 3. The Department shall release the \$110,000 security deposit to the Petitioner  
21 after the Department receives Petitioner's 2018 Annual Statement and Annual Tax and Fees  
22 Report together with payment of all applicable fees. The Director has no personal liability for  
23 the release of such deposit so made by him in good faith as provided in A.R.S. §20-588(B).  
24

1 4. The Department shall refund to the Petitioner the sum of \$100.00 that was  
2 previously credited to the IERF pursuant to A.R.S. § 20-159.

3 Effective this 10<sup>th</sup> day of January, 2019,

4  
5   
6 **KEITH A. SCHRAAD**  
**Director of Insurance**

7 COPY of the foregoing mailed/delivered  
8 this 15<sup>th</sup> day of January, 2019, to:

9 Kion Bailey  
10 Nationwide  
One Nationwide Plaza, Mail Code 1-32-306  
Columbus, Ohio 43215-2220

11 Mary Kosinski, Regulatory Legal Affairs Officer  
12 Steven Fromholtz, Assistant Director  
13 Kurt A. Regner, CFE, Assistant Director  
14 Catherine O'Neil, Consumer Legal Affairs Officer  
Cary W. Cook, Chief Financial Compliance Officer  
15 Arizona Department of Insurance  
100 N. 15<sup>th</sup> Avenue, Suite 102  
16 Phoenix, Arizona 85007-2624

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