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STATE OF INDIANA)
) SS:
COUNTY OF MARION) COMMISSIONER OF INSURANCE

First Farm Mutual Insurance Company of Jackson County
760 N 500 E
Seymour, Indiana 47274

Examination of: **First Farm Mutual Insurance Company of Jackson County**

FINDINGS AND FINAL ORDER

The Indiana Department of Insurance conducted an examination into the affairs of the First Farm Mutual Insurance Company of Jackson County (hereinafter “Company”) for the time period January 1, 2019, through December 31, 2023.

The Verified Report of Examination was filed with the Commissioner of the Department of Insurance (hereinafter “Commissioner”) by the Examiner on August 25, 2026.

A copy of the Verified Report of Examination, along with a Notice of Opportunity to Make Written Submission or Rebuttal, was mailed to the Company via Certified Mail on September 3, 2026, and was received by the Company on September 22, 2026.

The Company did not file any objections.

NOW THEREFORE, based on the Verified Report of Examination, I hereby make the following **FINDINGS**:

1. That the Verified Report of Examination is a true and accurate report of the financial condition and affairs of the First Farm Mutual Insurance Company of Jackson County as of December 31, 2023.
2. That the Examiner's Recommendations are reasonable and necessary in order for the First Farm Mutual Insurance Company of Jackson County to comply with the laws of the State of Indiana.

Based on the FINDINGS, the Commissioner does hereby ORDER:

1. Pursuant to Ind. Code § 27-1-3.1-11(a)(1), the Verified Report of Examination is adopted and shall be filed. Hereafter the Verified Report of Examination, may constitute prima facie evidence of the facts contained therein in any action or proceeding taken by the Indiana Department of Insurance against the Company, its officers, directors, or agents.
2. The Company shall comply with the Examiner's Recommendations enumerated in summary form and throughout the text of the Verified Report of Examination. A written response to these recommendations should be provided to the Department within 30 days of receipt of this order.
3. Compliance with the Examiner's recommendations shall be completed on or before the filing of the subsequent annual statement. In the event it is not feasible to comply with a recommendation before the filing of the subsequent annual statement, the Company shall submit a written explanation as to why it was not feasible with the filing of the annual statement.

Signed this 6th day of October, 2026.



Holly W. Lambert
Insurance Commissioner
Indiana Department of Insurance

ABOUT AFFIRMATIONS

The following pages for affirmations need to be signed by each Board Member and returned to the Indiana Department of Insurance within thirty (30) days in accordance with I.C. §27-1-3.1-12(b).

If your affirmations list individuals that are no longer on your Board of Directors, you may simply retype the form on plain white paper with the correct names and a line to the right for signature. If the names are misspelled, you may do the same, simply re-type the corrected form with a line to the right for signature.

Should you have any questions or difficulties with these forms or you require additional time past the thirty (30) day requirement, please do not hesitate to contact this department at (317) 232-2390.

STATE OF INDIANA
Department of Insurance
REPORT OF EXAMINATION
OF
FIRST FARM MUTUAL INSURANCE COMPANY OF
JACKSON COUNTY
NAIC Co. CODE 92306

As of
December 31, 2023

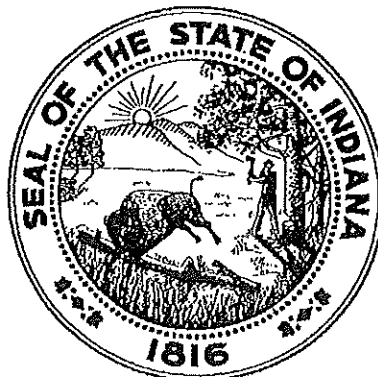


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STATE OF INDIANA

MIKE BRAUN, GOVERNOR

Indiana Department of Insurance

Holly W. Lambert, Commissioner
311 W. Washington Street, Suite 103
Indianapolis, Indiana 46204-2787
Telephone: 317-232-3520
Fax: 317-232-5251
Website: in.gov/idoi

August 24, 2026

Honorable Holly W. Lambert, Commissioner
Indiana Department of Insurance
311 West Washington Street, Suite 300
Indianapolis, Indiana 46204-2787

Dear Commissioner:

Pursuant to the authority vested in Appointment Number 4204, an examination has been made of the affairs and financial condition of:

First Farm Mutual Insurance Company of Jackson County
760 N 500 E
Seymour, Indiana 47274

First Farm Mutual Insurance Company of Jackson County (the Company) is an Indiana domiciled, farm mutual insurance company.

MarksNelson Advisors conducted the examination remotely with the cooperation of the Company.

The Report of Examination, reflecting the status of the Company as of December 31, 2023, is respectfully submitted.

ACCREDITED BY THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS

AGENCY SERVICES	COMPANY COMPLIANCE	CONSUMER SERVICES	FINANCIAL SERVICES	MEDICAL MALPRACTICE	COMPANY RECORDS	STATE HEALTH INSURANCE PROGRAM
317-232-2389	317-232-3495	317-232-2395/1-800-622-4461	317-232-2390	317-232-5253	317-232-2383	1-800-452-4800

SCOPE OF EXAMINATION

Representatives of the Indiana Department of Insurance (the Department) last examined First Farm Mutual Insurance Company of Jackson County (the Company) for the period ending December 31, 2018. MarksNelson Advisors, formerly known as Ingardus, LLC, conducted the present risk-focused examination for the period from January 1, 2019 through December 31, 2023. The examination included all material transactions and events occurring subsequent to the examination date and noted during the course of this examination.

The examination was conducted in accordance with the NAIC *Financial Condition Examiners Handbook* (Handbook). The Handbook requires that we plan and perform the examination to evaluate the financial condition and identify prospective risks of the Company by obtaining information about the Company, including corporate governance, identifying and assessing inherent risks within the Company, and evaluating system controls and procedures used to mitigate those risks. The examination included assessing the principles used and significant estimates made by management. Additionally, the examination evaluated the overall financial statement presentation, management's compliance with Statutory Accounting Principles, and Annual Statement instructions, when applicable to domestic state regulations.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. There may be other items identified during the examination that, due to their nature (e.g., subjective conclusions, proprietary information, etc.), are not included within the examination report but were separately communicated to the Department and/or the management of the Company.

HISTORY

The Company was organized in 1881 and elected to operate under Chapter 145, Acts 1919, during 1924, which was repealed by Acts 1972, P.L. 129-2003 and restated as Indiana Code (IC) 27-5.1, which applies to farm mutual insurance companies.

The purpose of the Company, as stipulated within its Constitution and Bylaws, is to insure the property of its members against loss or damage by fire or lightning and to distribute among all of its members, on the mutual plan, such losses or damage as may occur by fire or lightning by assessing each member his prorated share of such loss or damage. The company insures the farm property of its members, including livestock, grain, hay, and machinery, against loss or damage by collision, fire, lightning, theft or wind.

SURPLUS

As of December 31, 2023, the Company had surplus of \$596,239 and 338 policyholders, who are the owners of the Company.

TERRITORY AND PLAN OF OPERATION

The Company provides personal lines coverage, primarily for homes and farms. The Company conducts business in the Indiana counties of Bartholomew, Jackson, Jennings, Lawrence, Orange, Scott, and Washington.

GROWTH OF THE COMPANY

The following exhibit summarizes the financial results of the Company during the examination period. All amounts were adjusted, per the examination. See the Comments on the Financial Statements section of this Report of Examination.

Year	Admitted Assets	Liabilities	Surplus
2023	\$962,334	\$ 366,095	\$ 596,239
2022	866,926	201,651	665,275
2021	1,242,637	353,546	889,091
2020	1,222,490	352,838	869,652
2019	1,258,278	334,773	932,505

MANAGEMENT AND CONTROL

Directors

The business of the Company is managed by a Board of Directors (Board) consisting of seven (7) directors. Each director serves for a term of one (1) year. The directors are elected at the annual meeting of the Company's members. The following is a listing of persons serving as directors as of December 31, 2023:

Name	City
Kevin Benter	Brownstown, Indiana
Sarah Benter	Seymour, Indiana
Gary Darlage	Brownstown, Indiana
James Schneider	Brownstown, Indiana
Brian Stuckwisch	Seymour, Indiana
Jane Stuckwisch	Seymour, Indiana
Milton Stuckwisch	Seymour, Indiana

Officers

The officers of this Company are a President, a Vice President, a Treasurer, and a Secretary. The following is a listing of the persons serving as officers of the Company as of December 31, 2023:

Name	Office
Milton Stuckwisch	President
Gary Darlage	Vice President
Sarah Benter	Secretary
Jane Stuckwisch	Treasurer

CONFLICT OF INTEREST

Directors and officers are required to review and sign Conflict of Interest statements annually. The Examiners were unable to determine whether any directors and officers listed in the Management and Control section of this Report of Examination have reviewed and signed their statements as of December 31, 2023.

OATH OF OFFICE

IC 27-1-7-10(i) stipulates that every director, when elected, shall take and subscribe to an oath stating that he or she will faithfully, honestly, and diligently administer the affairs of the company and will not knowingly violate any of the laws applicable to such company. The Examiners were unable to determine whether any directors listed in the Management and Control section of this Report of Examination subscribed to an oath as of December 31, 2023.

CORPORATE RECORDS

Articles of Incorporation

There were no amendments made to the Articles of Incorporation during the examination period.

Bylaws

There were no amendments to the Bylaws during the examination period.

Minutes

The Board minutes and the minutes from the annual meeting of the members were reviewed for the period under examination, through January 2024. No subsequent meeting minutes were available for review. No significant issues or events were noted.

AFFILIATED COMPANIES

The Company does not have any affiliated companies.

FIDELITY BOND AND OTHER INSURANCE

The Company protects itself against loss from any fraudulent or dishonest acts through the purchase of a fidelity crime bond issued by Travelers Casualty and Surety Company of America. The bond has a policy aggregate limit of liability of \$25,000. The fidelity bond is adequate to meet the prescribed minimum coverage specified by the NAIC.

STATUTORY DEPOSITS

As a farm mutual insurer, the Company is not required to maintain a statutory deposit with the state of Indiana.

REINSURANCE

During the examination period, the Company purchased reinsurance from Guy Carpenter Reinsurance Company (Guy Carpenter) as follows:

- *Property First Surplus Reinsurance Contract* – This coverage limits the Company's liability on an individual occurrence to a minimum net retention of \$5,000 and a maximum of \$270,000 on any one risk, subject to a limit of 0.2% of the Company's insurance in force.
- *Property Facultative Pro Rata Reinsurance Contract* – This coverage limits the Company's liability on an individual occurrence of loss to a minimum net retention limit of \$30,000.
- *Aggregate Excess of Loss Reinsurance* – The reinsurer's liability is 100% of the Ultimate Net Loss over and above an initial Ultimate Net Loss equal to \$9.25 per \$1,000 of Average Net Fire Insurance in Force, subject to a limit of liability to the reinsurer of 100% of \$150.00 per \$1,000 of Average Net Fire Insurance in Force.

ACCOUNTS AND RECORDS

The Company's accounting procedures, practices, account records, and supporting data were reviewed and tested to the extent deemed necessary. The trial balances prepared from the Company's general ledger for the years ended December 31, 2022 and 2023, were agreed to the respective Annual Statements.

FIRST FARM MUTUAL INSURANCE COMPANY OF JACKSON COUNTY
Assets, Liabilities and Surplus
As of December 31, 2023

	Per Annual Statement	Examination Adjustments*	Per Examination
ASSETS			
Bonds	\$ 165,203	\$ (135,192)	\$ 30,011
PTP Investments	3,071	-	3,071
Stocks	264,949	-	264,949
Bank balances:			
Subject to check	254,413	-	254,413
On interest	202,793	137,888	340,681
Unpaid premiums	2,725	-	2,725
Reinsurance receivable	62,090	-	62,090
Accrued interest	4,394	-	4,394
Total Assets	<u>\$ 959,638</u>	<u>\$ 2,696</u>	<u>\$ 962,334</u>
LIABILITIES AND SURPLUS			
Liabilities			
Unpaid claims	\$ 47,126	\$ -	\$ 47,126
Less: Reinsurance recoverable	(36,125)	-	(36,125)
Net unpaid claims	11,001	-	11,001
Ceded reinsurance balances payable	156,730	-	156,730
Unearned premium reserve	197,296	-	197,296
Taxes payable	605	-	605
Payroll taxes withheld	463	-	463
Total Liabilities	366,095	-	366,095
Surplus	593,543	2,696	596,239
Total Liabilities and Surplus	<u>\$ 959,638</u>	<u>\$ 2,696</u>	<u>\$ 962,334</u>

* The Company incorrectly reported bonds held at other than cost and also reported a certificate of deposit within bonds. See the Comments on the Financial Statements section of this Report of Examination.

FIRST FARM MUTUAL INSURANCE COMPANY OF JACKSON COUNTY
Income Statement and Change in Surplus
For the year ended December 31, 2023

	Per Annual Statement	Examination Adjustments**	Per Examination
INCOME			
Net premiums:			
Direct premiums written	\$ 249,732	\$ -	\$ 249,732
Less: Reinsurance premiums ceded	(156,730)	-	(156,730)
Total net premiums written	93,002	-	93,002
Aggregate excess loss reinsurance paid	(31,636)	-	(31,636)
Total net premiums	61,366	-	61,366
Income from investments	11,922	-	11,922
Other income	65	-	65
Total income	73,353	-	73,353
DISBURSEMENTS			
Net losses paid:			
Direct losses	287,495	-	287,495
Less: Reinsurance recovered	(197,495)	-	(197,495)
Net losses paid	90,000	-	90,000
Operating expenses	76,393	-	76,393
Non-operating expenses	31,566	-	31,566
Total disbursements	197,959	-	197,959
CHANGE IN SURPLUS			
Net income	(124,606)	-	(124,606)
Change in accrued assets and liabilities	82,400	-	82,400
Change in unrealized gains (losses)	(29,526)	2,696	(26,830)
Surplus, beginning of period	665,275	-	665,275
Surplus, end of period	\$ 593,543	\$ 2,696	\$ 596,239

** The Company incorrectly reported bonds held at other than cost and also reported a certificate of deposit within bonds. See the Comments on the Financial Statements section of this Report of Examination.

COMMENTS ON THE FINANCIAL STATEMENTS

The Company misstated its bond balance by reporting them at other than cost, which approximates amortized cost. An adjustment was made to increase bonds, surplus and change in unrealized gains (losses) by \$2,696 in this Report of Examination.

The Company misstated its bond balance by incorrectly including a certificate of deposit in the balance. An adjustment was made to correct this error in this Report of Examination by decreasing the bond balance by \$138,000, increasing bank balances on interest by \$137,888 and decreasing surplus and change in unrealized gains (losses) by \$112 to account for the decrease in the certificate's value.

OTHER SIGNIFICANT ISSUES

There were no other significant issues noted requiring disclosure in this Report of Examination.

SUBSEQUENT EVENTS

The Examiners received notification from the Department that in November 2025, the Company's policyholders voted to dissolve the Company. No further information on the dissolution has been received to date.

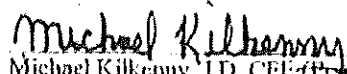
AFFIDAVIT

This is to certify that the undersigned is a duly qualified Examiner-in-Charge appointed by the Indiana Department of Insurance and that she, in coordination with assistance from MarksNelson Advisors, hereinafter collectively referred to as the "Examiners", performed an examination of the First Farm Mutual Insurance Company of Jackson County, as of December 31, 2023.

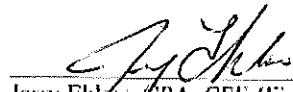
The Indiana Department of Insurance is accredited under the National Association of Insurance Commissioners Financial Regulation Accreditation Standards.

This examination was performed in accordance with those procedures required by the NAIC Financial Condition Examiners Handbook and other procedures tailored for this examination by the Indiana Department of Insurance. Such procedures performed on this examination do not constitute an audit made in accordance with generally accepted auditing standards and no audit opinion is expressed on the financial statements contained in this report.

The attached Report of Examination is a true and complete report of condition of First Farm Mutual Insurance Company of Jackson County as of December 31, 2023, as determined by the undersigned.


Michael Kilkenny, J.D. CFE (Financial), MCM
MarksNelson Advisors

Under the Supervision of:


Jerry Ehlers, CPA, CFE (Financial), AFS
Examiner-in-Charge
Indiana Department of Insurance

On this 6 day of October, 2026, before me personally appeared, Michael Kilkenny and Jerry Ehlers, to sign this document.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal in said County and State, the day and year last above written.

My commission expires: 12/20/2030

Notary Public

Indiana Department of Insurance
NAIC Accredited

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First Farm Mutual Insurance Company of Jackson County
Financial Examination as of 12/31/2023

