



DEPARTMENT OF COMMERCE & INSURANCE

P.O. Box 690, Jefferson City, Mo. 65102-0690

ORDER

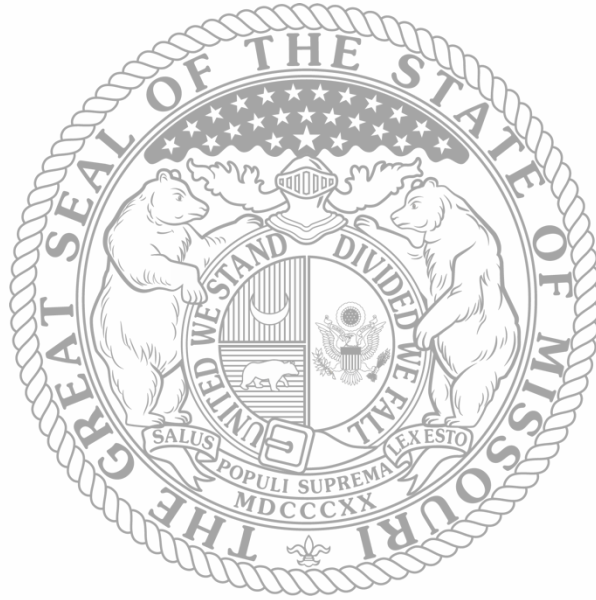
After full consideration and review of the report of the financial examination of The Farmers Mutual Fire Insurance Company of Platte County, Missouri for the period ended December 31, 2024, together with any written submissions or rebuttals and any relevant portions of the examiner's workpapers, I, Angela L. Nelson, Director, Missouri Department of Commerce and Insurance pursuant to section 380.491, RSMo, adopt such report. The findings and conclusions of the report are incorporated by reference herein and are deemed to be my findings and conclusions.

Based on such findings and conclusions, I hereby ORDER The Farmers Mutual Fire Insurance Company of Platte County, Missouri to take the following action or actions, which I consider necessary to cure any violation of law, regulation or prior order of the Director revealed in such report: (1) account for its financial condition and affairs in a manner consistent with the Director's findings and conclusions; and (2) submit a signed copy of the minutes of the meeting which reflect a corporate resolution to the effect the Examination Report has been reviewed and accepted.

So ordered, signed and official seal affixed this 30th day of July, 2026.



Angela L. Nelson, Director
Department of Commerce and Insurance



REPORT OF
FINANCIAL EXAMINATION OF

THE FARMERS MUTUAL FIRE INSURANCE COMPANY OF PLATTE COUNTY, MISSOURI

AS OF
DECEMBER 31, 2024

**STATE OF MISSOURI
DEPARTMENT OF COMMERCE & INSURANCE**

JEFFERSON CITY, MISSOURI

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Platte City, MO
May 21, 2026

Honorable Angela L. Nelson, Director
Missouri Department of Commerce and Insurance
301 West High Street, Room 530
Jefferson City, Missouri 65101

Director Nelson:

In accordance with your financial examination warrant, a full-scope financial examination has been made of the records, affairs, and financial condition of

The Farmers Mutual Fire Insurance Company of Platte County, Missouri

hereinafter referred to as such, as FMFICPC, or as the Company. Its administrative office is located at 257 Main Street (P.O. Box 2480), Platte City, Missouri 64079, telephone number (816) 858-251. The fieldwork for this examination began on May 20, 2026, and concluded on the above date.

SCOPE OF EXAMINATION

Period Covered

The Missouri Department of Commerce and Insurance (Department) has performed a single-state financial examination of The Farmers Mutual Fire Insurance Company of Platte County. The last examination of the Company by the Department covered the period of January 1, 2015, through December 31, 2019. The current examination covers the period of January 1, 2020, through December 31, 2024, as well as a review of any material transactions and events occurring subsequent to the examination period through the date of this report.

Procedures

We conducted our examination in accordance with the National Association of Insurance Commissioners (NAIC) *Financial Condition Examiners Handbook (Handbook)*, except where practices, procedures, and applicable regulations of the Department or statutes of the state of Missouri prevailed. The *Handbook* requires that we plan and perform the examination to evaluate the financial condition, assess corporate governance, identify current and prospective risks of the Company, and evaluate system controls and procedures used to mitigate those risks. An examination also includes the identification and evaluation of significant risks that could cause the Company's surplus to be materially misstated, both on a current and prospective basis.

This examination report includes significant findings of fact, as mentioned in Section 374.205 RSMo (Examination, director may conduct, when...) and general information about the Company and its financial condition. 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 are separately communicated to other regulators and/or the Company.

SUMMARY OF SIGNIFICANT FINDINGS

There were no material adverse findings, significant non-compliance issues, or material changes to the financial statements noted during the examination.

COMPANY HISTORY

General

The Company was originally organized and incorporated on March 24, 1892, as The Farmers Mutual Fire Insurance Company of Platte County, Missouri. Effective September 22, 2005, the Company converted to an Extended Missouri Mutual Company operating under Sections 380.201 through 380.611, RSMo (Extended Missouri Mutual Insurance Companies). The Company has a Certificate of Authority dated September 22, 2005, which is renewed annually.

MANAGEMENT AND CONTROL

Board of Directors

In accordance with the Articles of Incorporation, the annual meeting of the Company's members is held on the first Saturday of March each year at the home office of the Company or at such other place as may be designated by the Board of Directors. Special meetings of the members may be called upon the petition of one-fourth of the membership. Eight members represented shall constitute a quorum at any membership meeting.

The management of the Company is vested in a Board of Directors that are elected from the general membership. The Board of Directors consists of eight members, serving staggered three-year terms. All directors must be policyholders of the Company. The Board of Directors meets at least annually.

Members serving on the Board of Directors as of December 31, 2024, were as follows:

<u>Name and Address</u>	<u>Principal Occupation</u>
Larry Furbeck Dearborn, Missouri	Farmer
Michael Roberts Weston, Missouri	Farmer
Gary Anderson Weston, Missouri	Farmer
John Cozad Platte City, Missouri	Lobbyist
Carl Myers Weatherby Lake, Missouri	Physician
Bartlett Ball Camden Point, Missouri	Farmer
Gary Oberdiek Platte City, Missouri	Farmer
Doug Gutshall Platte City, Missouri	Banker

Officers

The officers elected and serving, as of December 31, 2024, were as follows:

<u>Name</u>	<u>Office</u>
Larry Furbeck	President
Michael Roberts	Vice-President
Carl C. Donnelly	Secretary/Treasurer

Conflict of Interest

The Company has written conflict of interest procedures for the disclosure of material conflicts of interest or affiliations by its directors and officers. The Company's directors and officers sign conflict of interest statements on an annual basis.

Corporate Records

The Company's Articles of Incorporation and Bylaws were reviewed. No amendments were made to the Company's bylaws during the exam period. In 2022, the Articles of Incorporation were amended to change the date of the annual meeting, the minimum size of the Board of Directors, and notice requirements for special meetings. The minutes of the annual membership meeting and the Board of Directors' meetings were reviewed for the period under examination.

EMPLOYEE BENEFITS

The Company has no employees and operates under a management contract with the Miller-Donnelly Agency. The Company offers no employee benefits under the management contract.

INSURANCE PRODUCTS AND RELATED PRACTICES

Territory and Plan of Operations

The Company is licensed by the Missouri Department of Commerce and Insurance as an Extended Missouri Mutual Company operating under Sections 380.201 through 380.611, RSMo (Extended Missouri Mutual Companies). The Company is authorized to write fire, wind, and liability insurance in all counties in the State of Missouri. The Company's policies are sold by the Miller-Donnelly Agency, as the exclusive agency, through a management contract. Under the provisions of the contract, the agency receives a monthly management fee and receives a 15% commission on all new and renewal policies written.

Policy Forms and Underwriting Practices

The Company utilizes American Association of Insurance Services (AAIS) policy forms. The policies are written on a continuous basis and renewed annually. Property inspections are performed by the management agency and independent inspectors. Claims adjusting is performed by independent adjusters. Rates are determined by the Board of Directors.

GROWTH OF COMPANY AND LOSS EXPERIENCE

(\$000s omitted)

Year	Admitted Assets	Liabilities	Gross Written Premiums	Gross Paid Losses	Investment Income (Loss)	Underwriting Income (Loss)	Net Income (Loss)
2024	\$ 7,405	\$ 527	\$ 817	\$ 194	\$ 301	\$ (146)	\$ 84
2023	7,232	414	743	35	242	231	424
2022	6,726	337	661	99	135	202	315
2021	6,467	343	647	46	147	220	348
2020	6,083	311	627	70	134	231	350

At year-end 2024, there were 536 policies in force.

REINSURANCE**General**

The Company's premium activity on a direct written, assumed, and ceded basis for the period under examination is detailed below:

(\$000s omitted)

Premium Type	2020	2021	2022	2023	2024
Direct Premiums Written	\$ 620	\$ 635	\$ 654	\$ 733	\$ 817
Reinsurance Assumed:	-	-	-	-	-
Reinsurance Ceded:	(155)	(158)	(178)	(242)	(446)
Net Premiums Written	\$ 465	\$ 477	\$ 476	\$ 491	\$ 371

Assumed Reinsurance

The Company does not reinsure other companies.

Ceded Reinsurance

The Company has all of its reinsurance through Grinnell Mutual Reinsurance Company (the reinsurer) under separate reinsurance agreements for property and liability risks.

The property reinsurance agreement includes per-risk excess of loss and aggregate excess of loss coverages. Under the per-risk section of the agreement, the Company retains \$175,000 per property risk, subject to a maximum reinsurance recovery of \$10 million for each risk. Under the aggregate excess of loss section, the reinsurer is liable for 100% of the Company's annual aggregate ultimate net losses in excess of an amount equal to a 116% loss ratio.

Under the liability reinsurance agreement, the Company cedes 100% of the liability risks and premium to the reinsurer and receives a 20% ceding commission.

The Company is contingently liable for all reinsurance losses ceded to others. This contingent liability would become an actual liability in the event that an assuming reinsurer fails to perform its obligations under the reinsurance contract.

ACCOUNTS AND RECORDS

The accounting records are maintained by the Company on a modified-accrual basis. The CPA firm of Harden Cummins Moss & Miller, LLC, of Maryville, Missouri, performs an annual compilation of the Company's financial statements and prepares the Company's tax filings.

FINANCIAL STATEMENTS

The following financial statements are based on the statutory financial statements filed by the Company with the Department and present the financial condition of the Company for the period ending December 31, 2024. The accompanying comments on financial statements reflect any examination adjustments to the amounts reported in the financial statements and should be considered an integral part of the financial statements. The failure of any column of numbers to add to its respective total is due to rounding or truncation.

There may have been additional differences found in the course of this examination, which are not shown in the “Comments on Financial Statement Items.” These differences were determined to be immaterial concerning their effect on the financial statements, and therefore were only communicated to the Company and noted in the workpapers for each individual key activity.

ASSETS

As of December 31, 2024

Bonds – Book Value	\$ 3,617,105
Mutual Funds	232,442
Real Estate – Book Value	12,926
Cash on Deposit	3,470,551
Premium/Assessments/Agent's Balances Uncollected	4,828
Interest Due and Accrued	65,520
Prepaid Insurance	1,496
TOTAL ASSETS	\$ 7,404,868

LIABILITIES, SURPLUS AND OTHER FUNDS

As of December 31, 2024

Gross Losses Unpaid, Less Reinsurance Recoverable	\$ 64,974
Ceded Reinsurance Premium Payable	48,824
Unearned Premiums	394,369
Federal Income Tax Payable	18,792
Accounts Payable (Other)	53
TOTAL LIABILITIES	\$ 527,012
Guaranty Fund	150,000
Other Surplus	6,727,856
TOTAL POLICYHOLDER SURPLUS	\$ 6,877,856
TOTAL LIABILITIES AND SURPLUS	\$ 7,404,868

STATEMENT OF INCOME
For the Year Ended December 31, 2024

Net Earned Assessment/Premium Income	\$ 329,920
Other Insurance Income	-
Net Losses & Loss Adjustment Expense	(265,954)
Underwriting Expenses	(209,582)
Underwriting Income (Loss)	\$ (145,616)
Investment Income	301,132
Investment Expenses	7,384
Interest Expense	-
Net Investment Income (Loss)	\$ 293,748
Other Income	-
Gross Profit (Loss)	\$ 148,132
Federal Income Tax	(63,685)
NET INCOME (LOSS)	\$ 84,447

RECONCILIATION OF CAPITAL AND SURPLUS
Changes from January 1, 2020, to December 31, 2024

(\$000s omitted)

	2020	2021	2022	2023	2024
Beginning Policyholder's Surplus	\$ 5,401	\$ 5,772	\$ 6,124	\$ 6,393	\$ 6,818
Net Profit or (Loss)	350	348	315	424	84
Mutual Funds Market Adjustment	21	4	(47)	2	(3)
Prior Period Adjustments	-	-	-	-	(22)
Ending Policyholder's Surplus	\$ 5,772	\$ 6,124	\$ 6,393	\$ 6,819	\$ 6,877

COMMENTS ON FINANCIAL STATEMENT ITEMS

None.

FINANCIAL STATEMENT CHANGES RESULTING FROM EXAMINATION

None.

SUMMARY OF RECOMMENDATIONS

None.

SUBSEQUENT EVENTS

None.

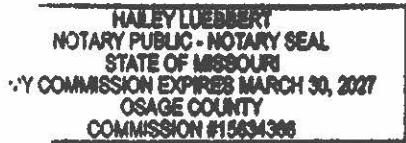
ACKNOWLEDGMENT

The assistance and cooperation extended by the officers and the employees of The Farmers Mutual Fire Insurance Company of Platte County, Missouri during the course of this examination is hereby acknowledged and appreciated.

VERIFICATION

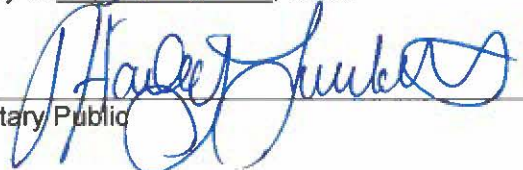
State of Missouri)
) ss
County of Cole)

I, Justin Lamb, on my oath swear that to the best of my knowledge and belief the above examination report is true and accurate and is comprised of only facts appearing upon the books, records, or other documents of the Company, its agents or other persons examined, or as ascertained from the testimony of its officers or agents or other persons examined concerning its affairs, and such conclusions and recommendations as the examiners find reasonably warranted from the facts.



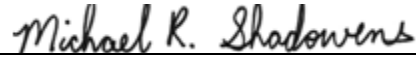

Justin Lamb
Examiner
Missouri Department of Commerce and Insurance

Sworn to and subscribed before me this 29th day of June, 2026.

My commission expires: March 30, 2027

Notary Public

SUPERVISION

The examination process has been monitored and supervised by the undersigned. The examination report and supporting workpapers have been reviewed and approved. Compliance with NAIC procedures and guidelines as contained in the *Financial Condition Examiners Handbook* has been confirmed, except where practices, procedures, and applicable regulations of the Missouri Department of Commerce and Insurance and statutes of the state of Missouri prevailed.



Michael R. Shadowens, CFE
Assistant Chief Financial Examiner
Missouri Department of Commerce and
Insurance