

STATE OF MINNESOTA
COMMISSIONER OF COMMERCE

State of Minnesota
Dept. of Commerce

JAN 16 2013
Rec'd \$ 5000

In the Matter of the
Certificate of Authority of
American Family Mutual Insurance
NAIC ID: 19275

CONSENT ORDER

TO: Vanessa Mosely
American Family Mutual Insurance
6000 American Parkway
Madison, WI 53783

Commissioner of Commerce Michael Rothman (hereinafter "Commissioner") has determined as follows:

1. The Commissioner has advised American Family Mutual Insurance (hereinafter "Respondent") that as a result of an investigation by the Commissioner concerning Respondent's conduct as a corporation engaged in the business of insurance in Minnesota, the Commissioner is prepared to commence formal proceedings in accordance with the provisions of Minn. Stat. §45.027 (2012) against Respondent's Certificate of Authority to engage in the business of insurance of Minnesota based on allegations that Respondent failed to provide proper notice to its insured at least 60 days before the effective date of the nonrenewal of the insured's homeowner policy in violation of Minn. Stat. §65A.01, subd. 3c (c).

2. Respondent acknowledges that it has been advised of its rights to a hearing in this matter, to present argument to the Commissioner and to appeal from any adverse determination after a hearing, and Respondent hereby expressly waives those rights. Respondent further acknowledges that it has been represented by legal counsel throughout these proceedings, or has been advised of its right to be represented by legal counsel, which right it hereby waives.

3. Respondent has agreed to informal disposition of this matter without a hearing as provided under Minn. Stat. §14.59 (2012) and Minn. Rule 1400.5900 (2011).

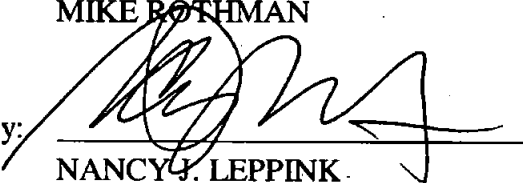
4. The following Order is in the public interest.

NOW, THEREFORE, IT IS HEREBY ORDERED, that Respondent shall pay the State of Minnesota a civil penalty of \$5,000.00 dollars.

This Order shall be effective upon signature on behalf of the Commissioner.

Dated: 2/28/2013

MIKE BATHMAN

By: 
NANCY J. LEPPINK
Assistant Commissioner - Enforcement

Minnesota Department of Commerce
85 7th Place East, Suite 500
St. Paul, Minnesota 55101
Telephone: (651) 296-2488

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Assistant Commissioner - Enforcement

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CONSENT TO ENTRY OF ORDER

The undersigned, acting on behalf of American Family Mutual Insurance Company states that he/she has read the foregoing Consent Order; that he/she knows and fully understands its contents and effect; that he/she is authorized to execute this Consent to Entry of Order on behalf of the Respondent; that he/she has been advised of the Respondent's right to a hearing; that Respondent has been represented by legal counsel in this matter; or that he/she has been advised of Respondent's right to be represented by legal counsel and that he/she has waived this right; and that he/she consents to entry of this Order by the Commissioner of Commerce. It is further expressly understood that this Order constitutes the entire settlement agreement between the parties hereto, there being no other promises or agreements, either expressed or implied.

American Family Mutual Insurance Company

Leslie A. Even

By: Leslie A. Even

Its: Compliance Director

STATE OF WISCONSIN
COUNTY OF DANE

This instrument was acknowledged before me on January 14, 2013, by Leslie A. Even as Compliance Director (type of authority, e.g., officer, trustee etc.) of American Family Mutual Insurance Company.

(stamp)

Bill Kaye-Ryan
(Signature of notary officer)

Assistant General Counsel
Title (and Rank)

My Commission expires: n/a