

**BEFORE THE COMMISSIONER OF INSURANCE
OF THE STATE OF KANSAS**

In the Matter of the Proposed Adoption)	
of the Financial Condition Examination)	
Report as of December 31, 2011)	Docket No. 4584-ER
Midwest Builders' Casualty Mutual Company)	
NAIC No. 13126)	

CONSENT ORDER

NOW COMES on for formal disposition the matter of the proposed adoption of the financial condition examination report as of December 31, 2011 of Midwest Builders' Casualty Mutual Company ("Midwest Builders"), a Kansas corporation. This matter is brought before the Commissioner of Insurance ("Commissioner") for adoption, rejection, or modification pursuant to the provisions of K.S.A. 40-222.

The Kansas Insurance Department ("KID") and Midwest Builders' wish to resolve this matter by entering into this Consent Order. Midwest Builders' hereby waives any and all rights to further administrative adjudication or review of this matter, including any and all rights conferred upon it under K.S.A. 77-501 *et seq.* This Consent Order constitutes the Final Order in this matter.

The Commissioner, having fully considered and reviewed the financial condition examination report, together with all written submissions, applicable rebuttals, and all relevant portions of the examiners' work papers, and further, being fully advised on all premises, finds:

Policy Reasons

It is stated policy of the State of Kansas that whenever the Commissioner deems it necessary, an examination of the affairs and financial condition of any insurance

company in the process of organization, applying for admission, or doing business in this State can be undertaken. In all cases, such an examination must occur once every five (5) years. Through the examination process, the insurance consuming public will be well served and protected.

Findings of Fact

1. The Commissioner has jurisdiction over this matter pursuant to K.S.A. 40-222.
2. An examination of Midwest Builders' was undertaken by the KID and was completed on May 7, 2013.
3. The examiner-in-charge tendered and filed with the KID a verified written report of the examination within thirty (30) days following completion of the examination, to wit; May 7, 2013.
4. Following receipt of the verified report, the KID transmitted the report to Midwest Builders' on May 29, 2013, with a duly executed notice advising the company of its opportunity to prepare and submit to the KID a written submission or rebuttal with respect to any and all matters contained in the report. Midwest Builders' was further advised that any written submission or rebuttal needed to be filed with the KID no later than thirty (30) days after receipt of the verified report.
5. Midwest Builders' filed a written acceptance (via e-mail) of the verified report on June 4, 2013.
6. Based upon the written submission tendered by Midwest Builders', the company took no exceptions to matters contained in the verified report.

7. Within thirty (30) days of the end of the time period allowed for written submission or rebuttal, the Commissioner fully reviewed the report, together with all written submissions and rebuttals provided by Midwest Builders'. The Commissioner further reviewed all relevant workpapers.

8. No other written submissions or rebuttals were submitted by Midwest Builders'.

Conclusion of Law

9. K.S.A. 40-222(k)(2) provides:

Within 30 days of the end of the period allowed for the receipt of written submissions or rebuttals, the commissioner shall fully consider and review the report, together with any written submissions or rebuttals and any relevant portions of the examiners workpapers and enter an order:

- (A) Adopting the examination report as filed or with modification or corrections. If the examination report reveals that the company is operating in violation of any law, regulation or prior order of the commissioner, the commissioner may order the company to take any action the commissioner considers necessary and appropriate to cure such violations; or
- (B) rejecting the examination report with directions to the examiners to reopen the examination for purposes of obtaining additional data, documentation or information, and refiling pursuant to subsection (k); or
- (C) call and conduct a fact-finding hearing in accordance with K.S.A. 40-281 and amendments thereto for purposes of obtaining additional documentation, data, information and testimony.

10. Based upon the stated Policy Reasons and the Findings of Fact enumerated in paragraphs #1 through #8 above, the financial condition examination report as of December 31, 2011 of Midwest Builders' should be adopted.

THEREFORE, BY AGREEMENT OF THE PARTIES, THE COMMISSIONER OF INSURANCE ORDERS THAT:

1. The financial condition examination report as of December 31, 2011 of Midwest Builders' Casualty Mutual Company is hereby adopted.

2. The Commissioner of Insurance retains jurisdiction over this matter to issue any and all further Orders deemed appropriate or to take such further action necessary to dispose of this matter.

IT IS SO ORDERED THIS __21st__ DAY OF __JUNE__, 2013 IN THE CITY OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



_____/s/ Sandy Praeger_____
Sandy Praeger
Commissioner of Insurance

BY:

_____/s/ John Wine_____
John Wine
General Counsel

Midwest Builders' Casualty Mutual Company

BY:

_____/s/ John Crowley, Jr._____
John Crowley, Jr.
President

Certificate of Service

The undersigned hereby certifies that he served a true and correct copy of the above and foregoing **Consent Order** on this ___21st___ day of ___June___, 2013, by causing the same to be placed in the United States Mail, first class postage prepaid, addressed to the following:

Mr. John Crowley, Jr., President
Midwest Builders' Casualty Mutual Company
1100 Walnut Street, Suite 3010
Kansas City, MO 64106-2186

_____/s/ Kenneth Abitz_____

Kenneth Abitz
Director, Financial Surveillance