



LIMITED SCOPE EXAMINATION REPORT

OF

FFVA SELECT INSURANCE CO

NAIC Company Code: 16236

**Maitland, Florida
as of
December 31, 2019**

**BY THE
FLORIDA
OFFICE OF INSURANCE REGULATION**

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February 26, 2021

David Altmaier
Commissioner
Office of Insurance Regulation
State of Florida
Tallahassee, Florida 32399-0326

Dear Commissioner:

Pursuant to your instructions, in compliance with Section 624.316(2)(f), Florida Statutes, Rule 69O-138.005, Florida Administrative Code, in accordance with the practices and procedures promulgated by the National Association of Insurance Commissioners (NAIC), and for the reasons specified in the Scope section of this report, we have conducted a limited scope examination as of December 31, 2019 for:

FFVA Select Insurance Co.
800 Trafalgar Court, Suite 200
Maitland, Florida 32751

hereinafter referred to as “the Company.” Such report of examination is herewith respectfully submitted.

SCOPE OF EXAMINATION

Per Florida Statute 624.316(2)(f), there was a statutorily required limited scope examination of FFVA Select Insurance Company as directed by the Florida Office of Insurance Regulation (“the Office”), per 624. The Company was last examined by representatives of the Office as of December 31, 2018. To the extent applicable, the limited scope examination was conducted in accordance with the guidance of the National Association of Insurance Commissioners (NAIC) Financial Condition Examiner’s Handbook, the NAIC Accounting Practices and Procedures Manual, Florida Law, and the Florida Administrative Code. This examination was limited to particular risk areas of operational processes and the focus is less comprehensive than a full-scope examination. This report is for a limited-scope examination and is not intended to communicate all matters of importance for an understanding of the Company’s financial condition.

The fieldwork commenced on December 14, 2020 and concluded as of February 19, 2021. Our limited scope examination only included material events occurring subsequent to December 31, 2019 and noted during the course of the examination as they related solely to the areas within the limited scope of the examination detailed in the following paragraph.

This examination covered the following:

1. The Company’s corporate governance framework;
2. A review of the Company’s information technology system; and
3. A follow-up on any issues noted in the prior examination.

HISTORY

General

The Company was incorporated in Florida on August 16, 2017 and commenced business on October 26, 2017.

The Company is a wholly-owned subsidiary of FFVA Mutual Insurance Co (“FFVA Mutual”). FFVA Mutual owns 100% of all outstanding shares of the Company. The Company is also affiliated with FFVA-AIM, Inc. through a managing general agency agreement, per Section 624.10 as FFVA-AIM and the Company are under common managerial control. FFVA-AIM, Inc. is a wholly-owned subsidiary of the Florida Fruit and Vegetable Association.

The Company was authorized to transact insurance in the following states:

Florida	Georgia	Mississippi
North Carolina	South Carolina	Tennessee
Virginia		

The Company is currently authorized to write Workers' Compensation as of December 31, 2019.

FOLLOW-UP OF PRIOR EXAMINATION FINDINGS

Current Examination Findings

There were no new significant findings.

Previous Examination Findings

Finding

There was no documentation of investment transactions being reviewed and approved by the Board of Directors for the Company. This is a violation of Section 625.304, Florida Statutes.

Company Actions

The Company provided evidence of a review of the investments by the Board of Directors. However, no evidence of actual approval was noted.

CONCLUSION

This examination included practices and procedures of a limited-scope examination for **FFVA Select Insurance Co.** as of December 31, 2019, consistent with the insurance laws of the State of Florida. In addition to the undersigned, the following also participated in the examination:


Chad Mason	Examination Manager	Office
Marie Stuhlmuller	Examination Manager	Office
David Palmer, CFE, MCM	Supervising Examiner	Lewis & Ellis, Inc.
Lindsey Pittman, CFE, CPA, CISA, AES, MCM	IT Examiner	Lewis & Ellis, Inc.

Respectfully submitted,



Ryne Davison, CFE
Examiner-in-Charge
Lewis & Ellis, Inc.

Representing the Florida Office of Insurance Regulation



Daniel W. Applegarth, CFE, CPA, PIR
Chief Financial Examiner
Property & Casualty Financial Oversight
Florida Office of Insurance Regulation