

TO: ARKANSAS AGENTS

Property Serviced By Subscription Fire Departments

Grain Dealers Mutual Insurance Company has been advised by the Arkansas Insurance Department that insurers and agents are prohibited from giving reduced insurance rates to any risk located in a subscription fire protection district, or located in an area protected by a subscription fire department, unless they receive evidence that current dues or subscription payments have been made.

The evidence required by Grain Dealers Mutual is a receipt, cancelled check, or some other valid proof of payment that is attached to the application.

Property risks, both commercial and personal, located in subscription fire protection districts that do not pay for fire protection will most likely be declined or nonrenewed.

Pamela L. Holliday
State Filings Coordinator

PLH/po

5-31-06