



MEMO

To: Pastors, Priest Administrators, Pastoral Assistants for Administration and Principals

From: Frank Feeman and Mary Santi

Date: June 24, 2014

Subject: Improvement in Property and Liability Insurance Program

Effective July 1, 2014, following a thorough review process and in consultation with the Archdiocesan Finance Council, Archbishop Sartain has approved the change of our insurance relationship from Catholic Mutual to Arthur J. Gallagher and Company.

Arthur J. Gallagher Risk Management Services, Inc. is a global Insurance Brokerage and Risk Management Firm serving over 85 Dioceses in the US. Over the past fifty years, Gallagher has established itself as a leader in serving the Church by supporting the strategic design and placement of insurance, local parish and deanery training, risk control and claims advocacy. Gallagher serves over 24,000 nonprofits through their Religious & Nonprofit Practice service teams.

The Gallagher team located in Bellevue, WA will have the primary responsibility of taking care of our insurance and risk management servicing, working with us on our day to day needs and concerns. There are 5 Bellevue service team members who have many years of experience working with Nonprofits. The local team will be led by Judy Graf, Vice President and will be supported by Gallagher's National Religious & Nonprofit Practice.

This change will not impact billing amounts for insurance or deductibles for parishes and schools for fiscal year 2014-15. The new program will provide significantly higher coverage amounts for liability and property (including earthquake and flood coverage) losses, as well as many other significant and important enhancements including Risk Management and Loss Control education. The new program is based upon analysis of data related to our claims history, and is designed with the intent to reduce premium escalation in the future as well as to provide a comprehensive approach to risk management efforts, thereby reducing claims.

Procedures for reporting claims under property and liability coverage will change effective July 1, 2014. These new procedures will be similar to those presently followed for workers' compensation claims. The contact for all claims (workers' compensation and all other claims) is Sedgwick Claims Management Services at (866) 471 9518.

Ed Williams will be staying on board at the Chancery as our Insurance Program Manager for the next few months to assist with the transition to Arthur Gallagher. If you have questions or require assistance, please contact Ed at 206-382-4529. We are excited about this new venture as we believe it will improve our ability to be good stewards of our resources in support of our ministries.

Thank you for your service to the Church in Western Washington.

Sincerely in Christ,



Frank Feeman
Chief Financial Officer



Mary E. Santi
Chancellor/Director of Human Resources