

RE: SC United Methodist Conference
Henderson, Mark W. <MHenderson@churchmutual.com>
1/12/2023 8:46 AM

To: jrutland@bellsouth.net

Good morning Mr. Rutland,
This is what we have drafted and are sending out our UMC's of SC
Hope this helps.

1/12/2022

RE: Separation agreement.

Dear Walnut Grove United Methodist Church Spartanburg District South Carolina District 0214374,

This summary of coverage expectation is provided for the church council as you navigate through the possibility of separation from the South Carolina United Methodist Conference.

The coverage type, occurrence, aggregate limits and effective dates are subject to underwriter approval and are not guaranteed.

The following coverages will be considered and or recommended for the new entity.

1. Commercial General Liability limits range from \$25,000 to \$2,000,000 per occurrence. The maximum annual aggregate limit option is \$10,000,000. This coverage is issued on an occurrence basis with no retroactive date. No deductible applies.
2. Professional Pastoral Counselling limits range from \$25,000 to \$2,000,000 per occurrence. The maximum annual aggregate limit option is \$10,000,000. This coverage is issued on an occurrence basis with no retroactive date. Typically no deductible applies but options range from \$250.00 to \$100,000.
3. Sexual Misconduct and Molestation limits range from \$50,000 to \$1,000,000 per occurrence. The maximum annual aggregate limit option is \$1,000,000. This coverage is issued on an occurrence basis with no retroactive date. Typically no deductible applies but options range from \$250.00 to \$100,000.
4. Employment Practices Liability limits range from \$100,000 to \$5,000,000 per occurrence. Maximum annual aggregate limit is \$10,000,000. This coverage is issued on a claims made basis. NOTE* For newly formed entities incorporated in South Carolina, the retroactive dates of coverage do not apply.
5. Management Protection (Directors, Officers and Trustees) limits range from \$100,000 to \$5,000,000 per occurrence. Maximum annual aggregate limit is \$10,000,000. This coverage is issued on a claims made basis. NOTE* For newly formed entities incorporated in South Carolina, the retroactive dates of coverage do not apply.

6. Extending retroactive dates for newly formed entities is not normal or customary with in the commercial insurance industry.
7. Standard form ISO wording states the “incident” was committed in the “covered territory” during the policy period.

If the separation agreement is approved by Advent UMC, Church Mutual Insurance Company, S.I. will not agree to list the South Carolina Conference of the United Methodist Church nor its board of trustees, and their respective past and present agents, members, officers, directors, trustees, employees, affiliates, assignees, volunteers, successors and predecessors as additional insured or unrestricted additional named insured. This is not applicable to issues of disaffiliation and is not normal or customary with in the commercial insurance industry.

Adding and or extending coverage to meet past retroactive dates that do not apply to the organization is not customary.

Tail Coverage for Commercial Liability will be available for a maximum of three years and is subject to underwriter approval.

Information and documentation required for disaffiliation and creation of a separate entity must include but not limited to:

- Articles of Incorporation and bylaws.
- Tax ID.
- Documentation of legal ownership of insurable property.
- Disaffiliation documentation from the South Carolina Conference approving or agreeing to the separation.

Church Mutual Insurance Company, S.I. has received an “A” rating from AM Best for 60 consecutive years.

Let me know if you have any questions.

Respectfully,

Mark W Henderson, AAI
Regional Representative – Southeast
Church Mutual Insurance Company, S.I.
c 803.243.0048 / w 1.800.554.2642 Option 4 Ext 6188

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