



INSURANCE BOARD
Partners in Protection

Insuring God's Blessings Strategic. Stronger. Together.

INSURANCE BOARD | 2022 ANNUAL REPORT



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STRATEGIC

With diverse risk management resources, Insurance Board is well-equipped to protect your specific ministry's needs. We offer a **strategic** mix of our offerings that best serve you and your church communities.

STRONGER

Insurance Board is committed to finding ways to help manage risks. Our resources available through Safety Central are to help protect and mitigate against the impact of a loss. Ultimately, this will reduce claims and strengthen the covenantal relationships which make ALL our church communities **stronger**.

TOGETHER

Insurance Board offers resources to best protect your property, people, building, liability protection and more. When we utilize our resources **together**, we can reduce claims, maintain our properties, and protect the church communities, so our focus can remain on serving God and our ministries.

A Message From Our President

2022 continued the trend of turbulence within the property and casualty insurance environment. According to leading reinsurance publications, the property reinsurance marketplace was the “hardest” in recent memory. This hardness is evidenced by increasing premiums, reduced capacity (supply), and increasing pressure on the adequacy of property valuations. A recent article in ***Risk and Insurance*** titled, “Underinsured Properties are Crushing Reinsurers. Why Proper Valuations Will Be a Focus for Years to Come,” says it all.

Water damage claims also continue to plague the industry. For Insurance Board, 40% of all property claims in 2022 were attributed to water damage. Overwhelming evidence continues to show that deferred property maintenance is the leading driver of the costs related to water damage claims. This means that many such claims are preventable.

Despite the less-than-favorable property and casualty insurance environment, Insurance Board posted a consolidated net income of \$3.2M on \$73M in revenues. This is inclusive of losses in Insurance Board’s bond portfolio correlated with bond market indexes which were the worst in

more than a decade. Despite the headwinds, these results suggest that our business initiatives are generating a positive impact on operations. Among these initiatives include the continued deployment of water sensors for churches, appropriate leveling of deductibles, and various loss control and underwriting strategies designed to improve risk quality. We also continue to invest in technology to improve the efficiency of our business operations.

For 37 years, Insurance Board has continued to provide one of the most robust property and liability insurance products for churches in the industry. We have protected churches against the adverse financial consequences of weather, fire, floods, earthquakes, and the like, as well as from liability incurred in the course of conducting church business. Your work is foundational to a healthy society, and insuring God’s Blessings remains the central focus of our business. We will continue to be **strategic** in our work to support you, and we are **stronger** when we work **together**.



Timothy Harris, CPCU
President & CEO

A Message From Our Board

I'm pleased to present to you the annual report of the Insurance Board. It is a privilege to have the opportunity to serve Insurance Board. This past year has been one of challenge but progress for our organization, and we are proud to provide an overview of our program with you.

As the Executive Director of the Hawaii Conference Foundation, and a lawyer who has represented and served the Hawaii Conference of the United Church of Christ and its associations and churches for my entire career, I have had the opportunity to see firsthand how important it is for our churches and organizations to have access to good insurance products and services. Our church participants invest significant time and resources into building communities of fellowship and places to gather--shelters from storms. But we live in turbulent times and storms come (in many forms), so it is important to protect what we've built. Insurance Board has a robust program that is tailored specifically to the needs of churches and church auxiliary organizations and is eager to partner with you to help protect your church's investment.

Providing you with this program has been no easy feat. Claims have been on the rise, investment markets have been volatile, and the insurance market has been hardening, all of which increases

our costs and places upward pressure on premium. To mitigate these costs, we have expanded our efforts to help our insureds with loss control and prevention, and we have begun efforts to restructure our program that will improve our underwriting process and provide a more tailored product for each of our insured's needs. We have also commenced a **strategic** planning process which will help us to chart and navigate a course for the next five years.

None of the accomplishments of Insurance Board in the last year would have been possible without the hard work and dedication of the talented Insurance Board staff, so I take this opportunity to thank them for their good work. I am also grateful for the leadership of our outgoing Chair, Rev. David Crittenden and our board members who volunteer extensive time and knowledge to the organization. Most importantly, though, I am grateful for the loyalty of our church community which participates in our program. By joining **together**, it **strengthens** us all, so I extend my thanks to all of our program participants.



Andrew Bunn, JD

Chair of the Board
Executive Director,
Hawaii Conference Foundation
Hawaii Conference, UCC



Insurance Board has numerous ways to protect your ministries. When utilizing our Safety Central guide, access relevant topics through our resources on common trends in our church communities. Learn best practices to keep your properties and people safe.

WATER SENSORS

Water damage claims at churches have represented more than 44% of all property claims at Insurance Board. Since the implementation of the [water sensor program](#) in 2020, we have estimated claim cost savings of almost \$1.5M. Protect your church with our proven water sensors monitoring services.



THE STEWARD, Quarterly Newsletter

Stay current on relevant topics impacting ministries by subscribing to The Steward, our quarterly newsletter. Learn best practices on how to keep your community and property safe. Access all editions and [sign up](#) here.



EPL RISK MANAGER

Reference access to an exclusive resource through Insurance Board's partnership with AIG and collaboration with Littler Mendelson. The [EPL Pak Premier](#) is an industry-leading loss prevention tool including handbooks and policies, a human resource forms library, employment law reference manuals, legal reference materials, employment law training, news alerts, and more. We are committed to providing materials that bring value and convenience to your ministry's operational needs.



Safety Central

From maintaining houses of worship to protecting church communities, Insurance Board is your one-stop resource guide with our Safety Central site. Our goal is to be preventive, but in the event of an occurrence, we are here to support you when you need us most.

ABUSE PREVENTION

At Insurance Board, we have the materials needed to protect your ministries. We partner with the experts at Praesidium, the nation's leading provider in abuse prevention. Church communities have access to discounted background checks and screenings, best practices and policies, and training on protecting your house of worship.

In addition, Insurance Board policyholders have exclusive access to C.A.S.E. (Creating A Safe Environment) training to provide practical solutions on handling abuse within your congregation.

Our ministries have access to a range of resources available through Insurance Board's Safety Central portal:

- ⇒ [Abuse Prevention](#)
- ⇒ [Water Damage Prevention](#)
- ⇒ [Cyber Security Toolkit & Resource](#)
- ⇒ [Resources for Employee | Volunteer | Board management](#)
- ⇒ [Preventing Slips | Trips | Falls](#)
- ⇒ [Activity and Event Planning](#)

Insuring God's Blessings

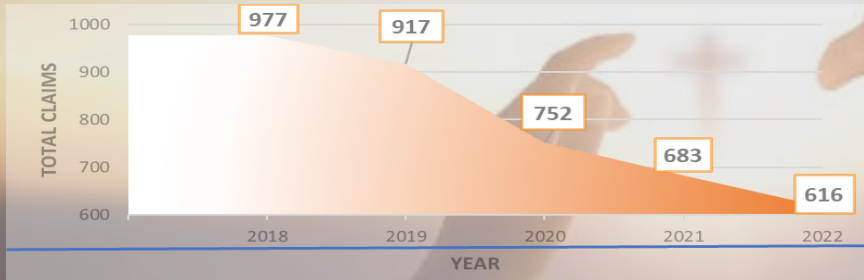
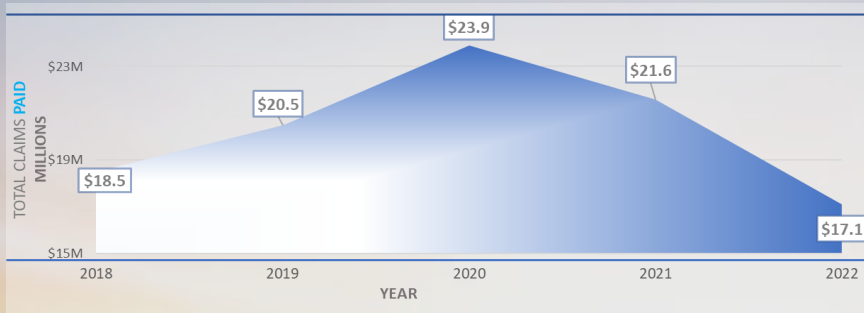
Strategic. Stronger. Together.

INSURANCE BOARD | 2022 ANNUAL REPORT

2022 FINANCIAL STATEMENTS

United Church Insurance Association and Subsidiary

| As of and for the years ended: | December 31, | | | | |
|--|---------------------|----------------------|----------------------|---------------------|---------------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| Consolidated Statements of Financial Position | | | | | |
| Assets | | | | | |
| Cash and short-term investments | \$23,896,498 | \$25,717,274 | \$32,197,334 | \$34,766,157 | \$29,417,400 |
| Investments | 41,800,719 | 41,895,614 | 30,048,225 | 28,295,596 | 27,051,858 |
| Accounts receivable and other assets | 1,288,288 | 721,961 | 717,917 | 726,167 | 776,006 |
| Right to use leased asset | 729,078 | - | - | - | - |
| Furniture and equipment | 364,653 | 613,589 | 753,352 | 597,276 | 668,798 |
| Total Assets | \$68,079,236 | \$68,948,438 | \$63,716,828 | \$64,385,196 | \$57,914,062 |
| Liabilities | | | | | |
| Line of credit | \$2,000,000 | \$2,554,787 | \$4,804,787 | \$ - | \$ - |
| Lease obligation | 747,926 | - | - | - | - |
| Accrued expenses | 7,266,329 | 8,195,605 | 10,525,953 | 8,611,170 | 5,151,972 |
| Deferred revenue | 3,330,662 | 8,110,018 | 1,213,035 | 8,985,152 | 7,842,219 |
| Reserve for losses | 36,024,710 | 34,611,490 | 28,043,666 | 22,357,143 | 19,517,500 |
| Net Assets without Donor Restrictions | 18,709,609 | 15,476,538 | 19,129,387 | 24,431,731 | 25,402,371 |
| Total Liabilities and Net Assets | \$68,079,236 | \$68,948,438 | \$63,716,828 | \$64,385,196 | \$57,914,062 |
| Consolidated Statements of Activities | | | | | |
| Program revenue | \$73,108,065 | \$67,103,123 | \$56,029,484 | \$50,759,218 | \$47,293,847 |
| Program costs | 69,874,994 | 70,755,972 | 61,331,828 | 51,729,858 | 47,360,203 |
| Change in Net Assets without Donor Restrictions | \$3,233,071 | \$(3,652,849) | \$(5,302,344) | \$ (970,640) | \$(66,356) |



*Report is valued from data on 5.5.23

Insurance Board Staff

Timothy S. Harris,
CPCU
President & CEO

Andrea Gauding, CPA
Senior Vice President &
CFO

Farnaz Ansari, ARM
Vice President,
Marketing/ Sales

James Howard
Vice President of
Operations

Jennifer R. Perri, CIC,
CISR
Assistant VP, UCIS

Dan Carrick
Director of
Underwriting

Lisa Gonzalez
Director, Loss Control

Cy McFarlin
Director, Claims
Administration

Monica B. Kornblum,
SHRM-CP
Chief of Staff

Jaime Moore*
Project Manager-
Executive

Kaili Simmons
Project Manager-
Operations

Jamila Brown, MBA
Marketing
Administrator

Dana Doheny*
Marketing
Administrator

Nick Schidowka
Underwriting
Administrator

Rosalind Davis
Customer Service
Representative

Sherry A. Denby
Senior Accountant/
Financial Systems
Analyst

Nik Fabianich
Underwriter

Amy Gibson
Underwriter

Cindy S. Howell,
CIC
Account Executive

Macrina Hummel,
CISR
Customer Service
Representative

Brian Klag
Loss Control
Coordinator

Kieziah
McCullough, MBA
Underwriter

Monroe Moore,
CCP
Senior Claims
Analyst

Aaron Pacanovsky
Junior Underwriter

Elizabeth Vance
Senior Loss Control
Representative

Mark A
Zimmerman, AINS
Senior Claims
Analyst

Proud To Serve You

*New Staff in 2023

Andrew Bunn, JD***
UCIA Chair of the Board
Hawaii Conference, UCC

Rev. David Crittenden**
UCIA Chair of the Board
Presbytery of Ohio
Valley, PC (USA)

Dr. Edith Guffey
Vice-Chair of the Board
Kansas-Oklahoma
Conference, UCC

Rev. David Ackerman
Penn West Conference

Robert Brautigam
Illinois Conference, UCC
UCIC Secretary

**Rev. Dr. Lataunya
Bynum**
Northern CA/ Nevada
Region, Disciples of
Christ

Duncan Draper
Indiana Region,
Disciples of Christ

Rev. Dr. Craig Howard
Presbyterian
Foundation

Rev. Shana Johnson
Illinois South
Conference,
UCC

Rev. Susan Krummel
The Presbytery of
Chicago

Rev. Joyce Lieberman
Synod of South
Atlantic,
PC (USA)

Thomas Mitchell,
CPCU, AMIM, AIM
Southeast Conference,
UCC

Rev. Terry Newland
Synod of Living
Waters, PC (USA)

Erick Reisinger
Indiana Region,
Disciples of Christ

Alan Relyea, CHI, CSP
Connecticut
Conference, UCC

Conrad Rocha, J.D.
Synod of the
Southwest

Howard Sewell
Kansas-Oklahoma
Conference, UCC

**Rev. Dr. Diane
Weible**
Vice-Chair of the
Board
Northern CA-NV
Conference, UCC

William Whitehead
Massachusetts
Conference, UCIC Chair

Rev. Bill Worley
Pennsylvania Southeast
Conference, UCC

Rev. James Moos
Secretary of the Board
Executive Director, Faith &
Finance Ministries
The Pension Boards, UCC

Rev. Phil Hodson*
Conference Minister
South Central Conference,
UCC

John Vertigan*
Conference Minister, UCC
Florida

*Denotes new board members

**Denotes outgoing position holder of the board

***Denotes incoming position holder of the board

MISSION

To support and protect churches and church ministries by offering superior Property and Casualty Risk and Insurance Management Services.

VISION

Become the program of choice for the denominations we serve.

VALUES

Choosing to be bound together in mutual care and concern, we will maintain: Integrity, Excellence, Exceptional Customer Service, Open Communication and Inclusiveness.

Our insurance serves you so you can serve God.

Serve God

1468 West 9th Street, Suite 350
Cleveland, OH 44113

PH: 800.437.8830 | FAX:
216.736.3239

www.InsuranceBoard.org



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