

## **Catholic Pastoral Center**

## **NEWS**

Contact: Office of Communications Diocese of New Ulm (507) 233-5332 dnu@dnu.org NOTICE TO AREA MEDIA For Immediate Release Release #505 March 3, 2017

## Statement by Bishop John LeVoir on behalf of the Diocese of New Ulm Regarding Financial Reorganization

**NEW ULM (March 3, 2017)** – Bishop John LeVoir today directed attorneys representing the Diocese of New Ulm to file for financial reorganization under Chapter 11 of the U.S. Bankruptcy Code. The Diocese of New Ulm is the third diocese in Minnesota to file for reorganization following the enactment of the Minnesota Child Victims Act, which temporarily lifted the civil statute of limitations on historical childhood sexual abuse claims for a three-year period, which ended on May 25, 2016. Under that Act, a total of 101 lawsuits have been filed against the Diocese and some parishes within the geographic area the Diocese serves.

The reorganization filing does not include parishes, Catholic schools or other Catholic organizations located in the geographic area served by the Diocese. Parishes and other Catholic organizations are separate corporations under Minnesota law.

"The Diocese has carefully reviewed how best to meet our financial obligations and determined that reorganization is the fairest way to resolve sexual abuse claims while allowing the Church to continue its essential work of serving people in our local communities. This includes meeting the pastoral needs of the nearly 55,000 Catholics living in the 15 counties within the Diocese of New Ulm."

"I again extend my deepest apologies on behalf of the Diocese of New Ulm to victims and survivors of clergy sexual abuse as minors. Victims and survivors have shown incredible courage by stepping forward to help prevent such a tragedy from ever happening again. Victims and survivors must be treated with dignity and just compensation is owed them, as well as our daily prayers. These are integral to the healing process."

You can find more information about the financial reorganization, along with Bishop LeVoir's video message, *Hope, Healing, and Peace*, on the diocesan website, www.dnu.org.