

Sedgwick Declares Bankruptcy in Filing that Traces the Law Firm's Downfall

Sedgwick, the dissolved law firm, filed for bankruptcy Tuesday in federal bankruptcy court in San Francisco, reports the ***ABA Journal***.

“The firm generally estimates its liabilities at up to \$50 million and says in a declaration that there are about \$32.6 million in claims from the termination of office leases as well as about \$9.2 million owed in accounts payable. The firm had assets of about \$1.56 million in cash and recoverable accounts receivable of about \$1.5 million, the declaration says.”

“The firm is analyzing whether it has clawback claims against former partners.”

“Sedgwick had its best year in 2012 with \$212 million in gross revenue ... According to the bankruptcy declaration, Sedgwick ‘established a well-deserved reputation for high-end insurance work and as one of the pre-eminent product liability firms in the country.’”

Read the ABA Journal article.