

Business Item

Metropolitan Council



For the Metropolitan Council: March 8, 2023

Business Item: 2023-63

Southwest Light Rail Builders Risk Property Insurance extension

District(s), Member(s): All
Policy/Legal Reference:
Staff Prepared/Presented: Phil Walljasper, Enterprise Risk Officer, 651-602-1787
Division/Department: Regional Administration / Risk Management

Proposed Action

That the Metropolitan Council authorizes to extend the existing Builders Risk Property Insurance Policy related to the Green Line Extension LRT project, in an amount not to exceed \$3,800,000.

Background

A Builder's Risk insurance policy provides coverage for damage to property/materials related to a construction project. The Council is contractually obligated to maintain the policy, which provides coverage for work on the project and mitigates any delay that may result from a covered loss.

Rationale

Given the change in the project's construction values and timeline, the builders risk insurance policy, which was originally procured in 2018, needs to be extended. As segments of the project are completed and accepted, the Council will look to transition coverage to its permanent property insurance program.

Thrive Lens Analysis

Authorization to extend the Builders Risk Property insurance supports the Thrive principle of Stewardship by securing the required insurance in the most cost-effective manner.

Funding

Funds for the premium are included in the project budget.

Small Business Inclusion

There are no certified small businesses that provide the level of service required.