Committee Report

Management Committee

METROPOLITAN COUNCIL

Committee meeting date: Sept. 10, 2025 **For the Metropolitan Council:** Sept. 24, 2025

Business Item: 2025-234

Green Line Extension Builder's Risk Property Insurance

Proposed action

That the Metropolitan Council authorizes binding Builder's Risk Property Insurance, related to the Green Line Extension, in an amount not to exceed $1,950,000.

Summary of Management Committee discussion/questions

There were no substantive comments or questions.

Motion by Osman, seconded by Jenkins. Motion carried.

Business Item

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Green Line Extension Builder's Risk Property Insurance

District(s), Member(s): All

Policy/Legal Reference: Council Policy RF 3-1, Risk Management

Staff Prepared/Presented: Ray Engler, Director, Risk Management 651-602-1787

Division/Department: Regional Administration / Risk Management

Proposed Action

That the Metropolitan Council authorizes binding Builder's Risk Property Insurance, related to the Green Line Extension, in an amount not to exceed $1,950,000.

Background

A Builder's Risk Property 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.

This policy was originally procured in 2018 and amended in 2023.

Since the policy was amended in 2023, the Council approved the updated budget of $2.86 billion and acknowledged a revised Project schedule that anticipates revenue service beginning in 2027 (BI 2024-330).

Rationale

Given the change in the project's construction values and timeline since the Builder's Risk Property Insurance policy was amended in 2023 the policy 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

On Feb. 12, 2025, the Council adopted Imagine 2050, which builds on policy direction in Thrive MSP 2040. Under the Thrive lens, the Green Line Extension insurance renewal supports the Thrive principle of Stewardship by securing the required insurance in the most cost-effective manner.

Funding

The cost for this insurance is a METRO Green Line Extension Project (61001) eligible cost. Funds are available in the Project (No. 61001) budget and included in the Council's authorized capital budget.

Small Business Inclusion

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