

Department of Port Control

Ordinance: 1251-2025

Council Summary

The Department of Port Control ("Department") is requesting authority to enter into one or more professional service contracts for Brokerage Services for an Owners Control Insurance Program (OCIP) for the Terminal Modernization Development Program (TMDP), for a period of seven years.

Background/Purpose:

The Airport seeks a qualified insurance brokerage firm to market and provide insurance brokerage and administrative services for a planned Owner-Controlled Insurance Program (OCIP) for the Terminal Modernization Development Program (TMDP). The total Project budget is approximately \$1.6 billion, including hard and soft costs, furniture/fixtures, temporary construction, and public art.

Scope of Work:

Market and place insurance policies to provide insurance and OCIP program administration for the \$1.6B TMDP.

Provide brokerage and administrative services for a planned Owner-Controlled Insurance Program (OCIP) for the Terminal Modernization Development Program including but not limited to:

- Insurance Program Design and Marketing
- Risk Control Services
- Contractor Bidding Services
- Claims Management Services
- OCIP Administration Services
- Loss Control and Safety Services
- Risk Management Information System Services
- OCIP Close-Out Services

Coverage includes General Liability, Umbrella Liability, On-Site Automobile, Workers Compensation, Builders Risk, Subcontractor Default and Professional Liability.

Justification:

Procuring insurance for the overall program is significantly more cost-effective than each individual contractor procuring insurance coverage for their work. In addition, savings are often realized by reducing incidents on-site and managing and closing claims efficiently.

Anticipated Cost:

\$45M including all premiums for insurance coverage and loss reserves for the TMDP.

Schedule or Term:

Seven years.