



The City of San Diego

MEMORANDUM

DATE: 12/6/2021
TO: Distribution
FROM: James Nagelvoort, Director and City Engineer, Engineering & Capital Projects
Julio Canizal, Risk Management Director
SUBJECT: New Insurance Requirements in City Contracts and Agreements

Starting January 1, 2022, the City of San Diego will incorporate revised minimum insurance requirements in all new Public Works Construction Contracts over the value of \$250,000.00 and all A&E Professional Consultant Agreements, when applicable, as shown in the table below:

Table with 3 columns: Insurance Type, Construction Contract Liability Limits, and A&E Professional Consultant Agreement Liability Limit. Rows include Commercial General Liability, Automobile Liability, Workers Compensation, Employer Liability, Professional Liability (Errors and Omissions Insurance) *, Pollution Liability, and Hazardous Transporters Pollution Liability Insurance.

*For Design Build Construction Contracts Professional Liability minimum requirements will follow the A&E Professional Consultant Agreement Requirements.

New Public Works Construction Contracts with a value at and below \$250,000.00 will be subject to minimum insurance requirements in all contracts, when applicable, as shown in the table below:

<u>Insurance Type</u>	<u>Construction Contract Liability Limits</u>
Commercial General Liability	\$1 Million Per Occurrence \$2 Million Aggregate
Automobile Liability	\$1 Million
Workers Compensation	Statute
Employer Liability	\$1 Million
Professional Liability (Errors and Omissions Insurance)	\$1 Million Per Occurrence \$2 Million Aggregate
Pollution Liability	\$2 Million Per Occurrence
Hazardous Transporters Pollution Liability Insurance	2 Million Per Occurrence \$2 Million Aggregate

Insurance requirements may also be increased, as needed, on a project-to-project basis. Additional insurance requirements such as, but not limited to: Builders Risk Property Insurance; Railroad Liability; Workers' Compensation in, Over, Alongside Navigable Waters; and Cyber Liability may also be required.



The City of San Diego

M E M O R A N D U M

All contract documents and agreements yet to be advertised by January 1st, 2022 must reflect the new requirements. If you need additional information, please contact Engineering & Capital Projects Department at engineering@sandiego.gov or Risk Management at riskmanagement@sandiego.gov.


James Nagelvoort, PE C-55919
Director and City Engineer


Julio Canizal
Risk Management Director

Distribution List:

Honorable Mara Elliott, City Attorney
Paola Avila, Chief of Staff, Office of the Mayor
Jay Goldstone, Chief Operating Officer
Alia Khouri, Deputy Chief Operating Officer
Kristina Peralta, Deputy Chief Operating Officer
Jeff Sturak, Deputy Chief Operating Officer
Christiana Gauger, Chief Compliance Officer
Mathew Vespi, Chief Financial Officer
David Nisleit, Chief, Police Department
Colin Stowell, Chief, Fire-Rescue Department
Claudia Abarca, Director, Purchasing & Contracting
CIPRAC Members
Deputy City Engineers