July 15, 2019

SUBJECT: REQUEST FOR PROPOSAL PERFORMANCE OF EXPERT PROFESSIONAL COST ESTIMATING AND SCHEDULING SERVICES INDEFINITE QUANTITY SERVICES CONTRACTS (IQC) FOR FEDERALLY FUNDED MAJOR CAPITAL PROJECTS ON AN “AS NEEDED” BASIS DURING 2019 THROUGH 2022 (RFP# 57732) - ADDENDUM # 2

Dear Sir or Madam,

1) Delete Attachment F -Insurance Requirements in its entirety and replace it with revised Attachment F dated 7/15/19.

2) The following questions were received from a Request for Proposals (RFP) recipients(s). The questions and the corresponding Authority answers are provided for your information and use, as appropriate.

Question 1: Can you confirm whether or not Financial Statements and Federal Forms (Sections H and M) are required for subconsultants or the prime only?

Answer 1: Proposers should see the RFP letter, page 8, Section M, entitled “Federal Submission Requirements” for information about which certifications and forms must be submitted with the proposals, and by whom. Exhibits IA, IB and IC contain more detailed information. In addition to the firms that need to be submitted by both Consultants and their subconsultants/subcontractors, several of the certifications require Consultants to include provisions in their subcontracts, and obtain certifications from their contractors, and in that case the Proposer should submit such forms/certifications from their known subconsultants/subcontractors at the time of proposal submission.

Question 2: The insurance requirements listed in Attachment F of the subject RFP appear to be applicable for a contractor or Construction Manager. An estimating and/or scheduling consultant has no field construction responsibilities (or design related responsibilities) thus the specified requirements for additional insurance for items such as working within 50 feet of a railroad, maritime coverage, etc. appear excessive and will limit the firms that can respond to the RFP. Additionally the $5M Professional Liability coverage, which is appropriate for a design team, will also limit the pool of consultants who can respond.

Is there, and can there be, any consideration to modifying the required insurances to allow more firms such as ours to respond.

Answer 2: Refer to item 1 above.

If you have any questions, please contact Mr. Thomas Lal, Sr. Contract Specialist, at TLAL@panynj.gov

Sincerely,

Joann Spirito
Manager, Construction/ Federal Procurement & Compliance
Procurement Department
ATTACHMENT F – INSURANCE REQUIREMENTS

REQUEST FOR PROPOSALS FOR INDEFINITE QUANTITY CONTRACTS (IQCs) FOR INDEFINITE QUANTITY CONTRACTS (IQCs) FOR PERFORMANCE OF EXPERT PROFESSIONAL COST ESTIMATING AND SCHEDULING SERVICES FOR FEDERALLY FUNDED MAJOR CAPITAL PROJECTS ON AN “AS-NEEDED” BASIS DURING 2019 THROUGH 2022 (RFP # 57732)

LIABILITY INSURANCE AND WORKERS’ COMPENSATION INSURANCE

A. Commercial Liability Insurance:

1) The Consultant(s), and all of its/their Sub-consultants shall take out, maintain, and pay the premiums on Commercial General Liability Insurance for the life of the Agreement and such Insurance and shall be written on an ISO occurrence form CG 00 01 0413 or its equivalent covering the obligations assumed by the Consultant(s) under this Agreement, including, but not limited to, Premises-Operations, Products and Completed Operations, and Independent Contractor’s coverages, with contractual liability language covering the obligations assumed by the Consultant(s) with insurance covering against claims for injuries to persons or damages to property which may arise from or in connection with products and materials supplied to the Agency in limits of not less than $5,000,000 combined single limit per occurrence and in the annual aggregate. If vehicles are to be used to carry out the performance of this Agreement, then the Consultant(s) shall also take out, maintain and pay the premiums on Automobile Liability Insurance covering all owned, non-owned and hired autos in not less than $5,000,000 combined single limit per accident for bodily injury and property damage. Please note: Any Airside Work at Port Authority Airports requires $25 Million CGL & Auto Liability Insurance.

The insurance shall be written on an occurrence basis, as distinguished from a “claims made” basis, and shall not include any exclusions for “action over claims” (insured vs. insured) and minimally arranged to provide and encompass at lease the following coverages:

- Contractual Liability to cover liability assumed under the Agreement.
- The insurance coverage (including primary, excess and/or umbrella) hereinafter afforded by the Consultant(s) and Sub-consultant(s) shall be primary insurance and non-contributory with respect to the additional insureds.
- Excess/umbrella policies shall “follow form” to the underlying policies;
- Excess/umbrella policies shall have a liberalization clause with drop down provision;
- To the extent any coverage the Consultant(s) and Sub-consultant(s) obtains and/or maintains under this Agreement contains “Other Insurance” language or provisions shall not be applicable to the additional insureds or to any insurance coverage maintained by the additional insureds.
- All insurance policies shall include a waiver of subrogation, as allowed by law, in favor of the additional insureds.
- Defense costs must be outside of policy limits. Eroding limits policies are not permitted.
- In the event the Consultant(s) and/or its Sub-consultant(s) obtains and/or maintains
broader coverage and/or insurance in an amount greater than the minimum limits required under this Agreement, then the full limits of that insurance coverage will be available to respond to any claims asserted against the additional insureds that arises out of or is in any way connected with this Agreement.

- Additional insureds coverage shall not be restricted to vicarious liability unless required by controlling law.

In addition, the liability policy(ies) shall be written on a form at least as broad as ISO Form CG 20 10 10 01 (for ongoing operations work) together with ISO Form CG 20 37 10 01 (for completed operations work) or their equivalent and endorses to name “The Port Authority of New York and New Jersey, and its related entities, their Commissioners, Directors, Superintendents, officers, partners, employees, agents, their affiliates, successors or assigns”, The Gateway Program Development Corporation, Silverstein Properties Inc; Silverstein 2/3/4 WTC Redevelopment LLC; WTC Redevelopment LLC; World Trade Center Properties LLC; 4 World Trade Center LLC; Net Lessees ’Association of the World Trade Center; WTC Management and Development LLC; Silverstein WTC Mgmt. Co. LLC. Silverstein WTC Mgmt. Co II LLC; Silverstein WTC Properties LLC; Silverstein WTC Management and Development LLC; Silverstein WTC LLC.; WTC Investors LLC.; 4 WTC Holdings LLC; WTC Investors Management and Development LLC; World Trade Center Holdco LLC; 4 WTC Mezz LLC. for operations in the World Trade Center Site as “Insured” (as defined in the policy or in an additional insured endorsement amending the policy’s “Who Is An Insured” language as the particular policy may provide) on its liabilities policies with respect to liability arising out of work or operations performed by or on behalf of the Consultant(s) including, but not limited to, materials, parts or equipment furnished in connection with such work or operations. The “Insured” shall be afforded coverage and defense as broad as if they are the first named insured and regardless of whether they are otherwise identified as additional insureds under the liability policies, including but not limited to premises-operations, products-completed operations of the Commercial General Liability Policy. Such additional insureds status shall be provided regardless of privity of contract between parties. The liability policy(ies) and certificate of insurance shall contain cross-liability language providing severability of interests so that coverage will respond as if separate policies were in force for each insured. An act or omission of one of the insureds shall not reduce or void coverage to the other insureds. The Consultant(s) is/are responsible for all deductibles or losses not covered by commercially procured insurance. Any portion of the coverage to be provided under a Self-Insured Retention (SIR) of the Consultant(s) is/are subject to the review and approval of the General Manager, Risk Financing. Furthermore, any insurance or self-insurance maintained by the above additional insureds shall not contribute to any loss or claim.

Any self-insured retention shall cover any liability imposed upon the Consultant(s) and any and all subsidiaries with respect to all operations and obligations assumed by the Consultant(s) and any and all subsidiaries. The undersigned represents that such program provides the Additional Insureds (as defined in the Agreement) with all rights, immunities and protections that would be provided by traditional independent insurance required under the Agreement, including, but not limited to, the defense obligations that insurers are required to undertake in liability policies pursuant to the terms of the Agreement.
If any of the Work is to be done on or at Port Authority facilities by the Sub-consultants and, if the Consultant(s) requires its Sub-consultant(s) to procure and maintain such insurance in the name of the Consultant(s), then such insurance as is required herein shall include and cover the additional insureds and it must have insurance limits not lower than those set forth by the Port Authority herein, along with all the insurance requirements in this “Insurance” section.

Further, it is the Consultant’s responsibility to maintain, enforce and ensure that the type of coverages and all limits maintained by it and any of all Sub-consultants are accurate, adequate and in compliance with the Port Authority requirement. All certificates of insurance shall be turned over to the Port Authority prior to the start of work, and upon completion of the Agreement.

“The Consultant, its Sub-consultant(s) and its insurer(s) shall not, without obtaining the express advance written permission from the General Counsel of the Port Authority, raise any defense involving in any way the jurisdiction of the Tribunal over the person of the Port Authority, the immunity of the Port Authority, its Commissioners, officers, agents or employees, the governmental nature of the Port Authority, or the provisions of any statutes respecting suits against the Port Authority.”

2) Workers’ Compensation Insurance:

The Consultant(s) and its/sub consultant(s) shall take out, maintain and pay premiums on Workers’ Compensation Insurance in accordance with the requirements of law in the state(s) where work will take place, and Employer’s Liability Insurance with limits of not less than $1,000,000 each accident. Such policy shall include a waiver of subrogation endorsement in the benefit of the additional insureds.

3) Professional Liability Insurance:

The Consultant(s) shall take out, maintain and pay premiums on Professional Liability Insurance in limits of not less than $5,000,000 each occurrence, covering acts, errors, mistakes, and omissions arising out of the work or services performed by Consultant(s), or any person employed by Consultant(s). All endorsements and exclusions shall be evidenced on the certificate of insurance. The coverage shall be written on an occurrence basis or may be written on a claims made basis with a minimum of a three-year reporting/discovery period.

Each policy above shall contain an endorsement that the policy may not be canceled, terminated or modified without thirty (30) days’ prior written notice to the Project Manager, at the location where the work will take place with a copy to the General Manager, Risk Financing.

The Port Authority may, at any time during the term of this Agreement, change or modify the limits and coverages of insurance. Should the modification or change result in an additional premium, the General Manager, Risk Financing for the Port Authority may consider such cost as an out-of-pocket expense.

Within five (5) days after award of this Agreement and prior to the start of work at the site, the Consultant(s) must submit an original certificate of insurance, to the Project Manager at the
location where the work will take place. This certificate of insurance MUST show evidence of the
above insurance policy(ies), including, but not limited to, the title of this Agreement, the P. A.
Agreement number, the notice of cancellation provisions, prior to the start of work. The
Consultant(s) is/are also responsible for maintaining and conforming to all insurance requirements
from the additional insureds and their successors and assigns. The General Manager, Risk
Financing must approve the certificate(s) of insurance before any work can begin. Upon request
of the General Manager, Risk Financing/Treasury, the Consultant shall furnish to the Authority a
certified copy of each policy itself, including the provisions establishing premiums.

Renewal certificates of insurance or policies shall be delivered to the Authority’s Project Manager,
and upon request from the additional insureds, their successors or assigns at least fifteen (15) days
prior to the expiration date of each expiring policy. The General Manager, Risk Financing must
approve the renewal certificate(s) of insurance before work can resume on the facility. If at any
time any of the certificates or policies shall become unsatisfactory to the Authority, the
Consultant(s) shall promptly obtain a new and satisfactory certificate and policy and provide same
to the Port Authority.

If at any time the above liability insurance should be canceled, terminated, or modified so that the
insurance is not in effect as above required, then, the Consultant(s) and all Sub-consultants shall
suspend performance of the Agreement at the premises until a satisfactory insurance policy(ies)
and certificate of insurance is provided to and approved by Risk Financing, unless the Facility or
Project Manager directs the Consultant(s), in writing, to continue to performing work under the
Agreement. If the Agreement is so suspended, no extension of time shall be due on account thereof.

Failure by the Consultant(s) to meet any of the insurance requirements, including the requirement
that the Port Authority be afforded the full extent of the insurance obtained under this Agreement
without limitation, shall be deemed a material breach of Agreement and may be a basis for
termination of this Agreement by the Port Authority.

The requirements for insurance procured by the Consultant(s) shall not in any way be construed
as a limitation on the nature or extent of the contractual obligations assumed by the Consultant(s)
under this Agreement. The insurance requirements are not a representation by the Authority as to
the adequacy of the insurance to protect the Consultant against the obligations imposed on them
by law or by this or any other Agreement.

All insurance coverage shall be provided by the Consultant(s) and/or by or for any of its/their Sub-
consultant(s) at no additional expense to the Port Authority and its related entities. A copy of this
“Insurance” section shall be given to your insurance agent and Sub-consultant(s) and shall form a
part of the covered Agreement for insurance purposes in furtherance of the insurance requirements
of this Agreement.