

***World Trade Center Construction Owners'  
Controlled Insurance Program- National  
September 11<sup>th</sup> Memorial & Museum  
Extension and Analysis***

***Committee on Finance***

**December 6, 2012**

## ***National September 11 Memorial and Museum***

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<b><u>Coverage</u></b>	<b><u>Expiration</u></b>	<b><u>Extension Period</u></b>
<b>General Liability</b>	<b>12/31/12</b>	<b>October 31, 2015</b>
<b>Builders' Risk</b>	<b>12/31/12</b>	<b>August 31, 2013</b>
<b>Workers Compensation</b>	<b>9/30/14</b>	
<b>Environmental</b>	<b>3/31/14</b>	
<b>Terrorism</b>	<b>12/31/15</b>	

# **WTC OCIP – NS11MM Extension**

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## **General Liability (GL) and Builders' Risk (BR)**

- **Extension Assumptions**

- Extension for construction completion to Mid-2014 based on WTCC IMS 64
- Increase in original “hard cost” construction estimate of \$512M to \$788.6M reported in the Total Cost-to-Complete Report of May 2012 prepared by Navigant

- **Preliminary Negotiations - GL**

- GL rates equal to those provided at the time of 1/31/2011 extensions on the other WTCC projects
- No additional premium to extend coverage to 10/31/15
- Estimated additional premium range of \$9-11 million

- **Preliminary Negotiations - BR**

- BR rates originally were to be reduced by an average of 10% from 12/31/2010 extensions rates
- Post Hurricane Sandy, certain markets not willing to extend coverage; only extend through T1 coverage expiration of 8/31/13
- BR premium of 1.9 million through 8/31/13- 100% increase
- Port Authority may need to self-insure gaps created post - Sandy