



INSURANCE?

WHAT, ME
WORRY??



Prime-DBE Cooperative (PDC) Networking & Meeting Workshop

Insurance & Bonding

WILLIAM L. JOHNSON III, PE



BILL JOHNSON

- 45 Years In Heavy Civil Construction
- Chief Estimator Shimmick NW





Golden Gate Bridge
Retrofit Phase II

Types of Projects Managed & Estimated

- Bridges & Retaining Walls
- Water & Wastewater Plants
- Pump Stations & Pipelines
- Urban Improvements & BRT Systems
- Light & Heavy Rail Systems & Trackwork
- Rail Maintenance Facilities





Stony Gorge Dam
Modification Project

Shimmick Construction Company, Inc.

- 26 Years In Business
- Over 190+ Contracts
- \$5.7 Billion+ Total Value Of Contracts
- 3 Offices
- Currently 20+ Contracts, \$550+ Million Value





Illinois St. Movable Bridge

Shimmick Self-Performed Work

- Earthwork & Piling
- Utilities and Pipelines
- Concrete & Structural Steel
- Mechanical & Electrical





Dumbarton Bridge
Retrofit

Insurance Basics

➤ **SAFETY FIRST & SAFETY PAYS**

- It's Your Money
- It's The Law
- Helps Share Your Risks
- Sold Thru Brokers



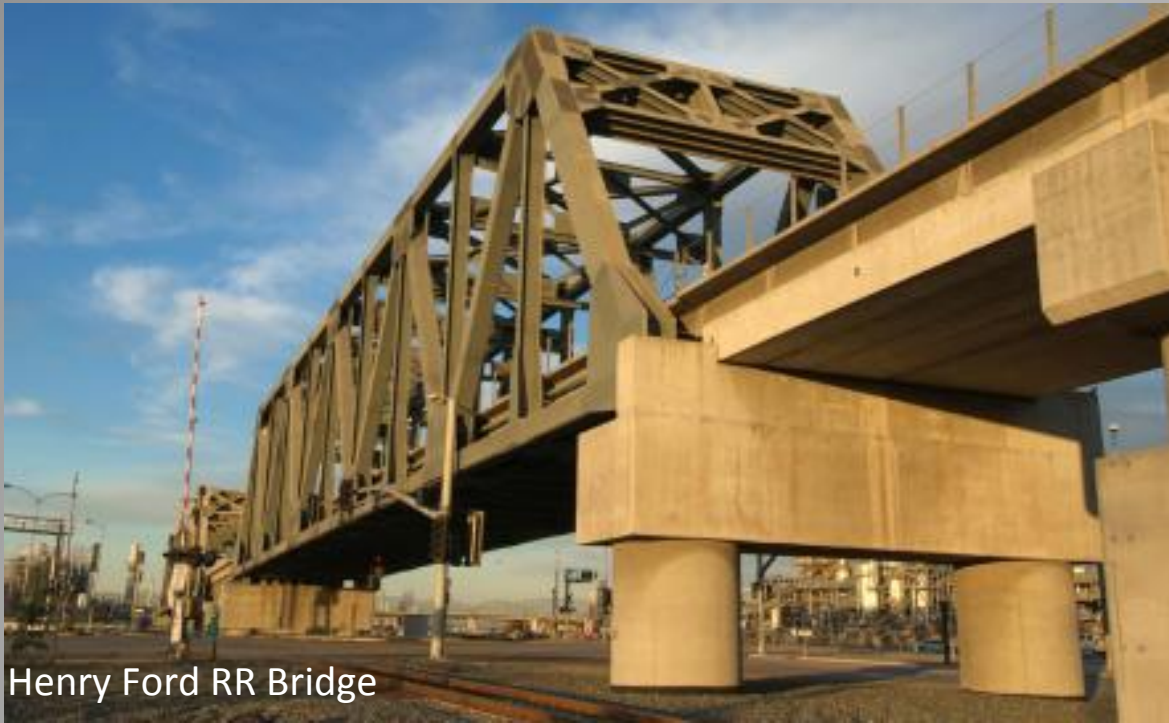


Golden Gate Bridge
North Anchor House

Major Types – Subcontractor's Insurance

- Worker Compensation
- General Liability and Bodily Injury
- Umbrella Liability
- Auto – Fleet Equipment Insurance





Henry Ford RR Bridge



Worker Compensation

- Covers Your Employees
- State Mandated/Codified Coverages and Payouts
- Modification Rate
 - Better Rates For Safer Subcontractors



Redondo Junction

General Liability & Bodily Injury

- Covers All Third Party Claims (except employee & auto)
- The More The Better
- California Has Lots Of Lawyers

I-710 Freeway Rebuild



Automobile & Fleet/Equipment

- Very Similar To Personal Automobile Insurance
- Can Cover Theft Of Equipment
- Mandatory For On Street Vehicles Per State Law

Transbay Terminal Concrete



Umbrella/Excess Liability

- Starts Coverage After Other Insurance Is Exhausted
- For Catastrophic Accident/Incident
- The More The Better

San Vicente Dam Raise



Caltrans GL & Excess Insurance Spec

Liability Limits				
Total bid	For each occurrence ^a	Aggregate for products/completed operation	General aggregate ^b	Umbrella or excess liability ^c
≤ \$1,000,000	\$1,000,000	\$2,000,000	\$2,000,000	\$5,000,000
> \$1,000,000 ≤ \$10,000,000	\$1,000,000	\$2,000,000	\$2,000,000	\$10,000,000
> \$10,000,000 ≤ \$25,000,000	\$2,000,000	\$2,000,000	\$4,000,000	\$15,000,000
> \$25,000,000	\$2,000,000	\$2,000,000	\$4,000,000	\$25,000,000

^aCombined single limit for bodily injury and property damage.



Caltrans Auto Insurance Spec

7-1.06E Automobile Liability Insurance

Carry automobile liability insurance, including coverage for all owned, hired, and nonowned automobiles. The primary limits of liability must be ***not less than \$1,000,000 combined single limit for each accident for bodily injury and property damage***. The umbrella or excess liability coverage required under section 7-1.06D(2) also applies to automobile liability.



Shimmick – Subcontractor Insurance Requirements

- Same As Required By Owner's Specifications
- Will Reduce, If Necessary
- Talk To Us

Big Tujunga Dam Retrofit





Gerald Desmond Bridge
Replacement – Long Beach

Insurance – Owner Provided

- Beware - Deductible Costs Are On The Subcontractor
- Beware - Underwriter Works For Owner –
Not The Subcontractor





Robert B. Diemer Water Treatment Plant

Shimmick – Subcontractor Bond Requirements

- Our Policy Is To Bond All Subcontractors
- Bond Costs Paid By Shimmick
- Will Waive – Sometimes
- Talk To Us