

### **Construction Program Bulletin**

**Published June 2024** 

**ATTENTION**: Risk Managers of Health Care Protection Program (HCPP) covered Health Care Agencies

**SUBJECT**: Construction Related Updates: Insurance Application, CCDC 5B, and Supplementary Conditions for Professional Consulting Agreements

\*Please forward this bulletin to all construction procurement staff\*

#### 1. New Insurance Application for Construction Projects Under \$75 Million

Please find our new application for construction projects under \$75 Million here:

<u>Construction Insurance Application Form | British Columbia Health Care Protection Program</u> (hcpp.org)

While the application is fillable using any browser, we recommend opening the application in Adobe. When opened in Adobe, various "pop-up" tips are available to assist with filling out the application.

Please note when the "Insurable Costs Worksheet" (page 6) is completed, these values (hard costs, soft costs, additional hard costs) will now auto calculate and auto populate on page 2 of the application as the "Insurable Costs Summary".

# 2. <u>Blanket Approval of the CCDC5B (2010) with RMB Risk Provisions as Supplementary Conditions for Construction Projects Under \$5 Million</u>

When the following Risk Management Branch (RMB) approved <u>Risk Provisions</u> are incorporated <u>unchanged</u> into the supplementary conditions of the CCDC5B (2010) <u>and</u> the project's value is less than \$5 million, the indemnities in this agreement are blanket approved by the Executive Director of the Risk Management Branch. This means you do not need to submit the agreement for approval each time it is used providing the indemnity language is unchanged.

The CCDC5B <u>is not</u> blanket approved for projects over \$5 Million. For these projects, please reach out to HCPP for risk provisions based on project value. For projects between \$5 - \$75

million, the insurance requirements in the risk provisions recommended by RMB will align with insurance coverage available through the Provincial Construction Insurance Program.

For projects over \$5 Million, HCPP will review the contract (including the supplementary conditions) to confirm the appropriate risk provisions have been incorporated and that all owner (health authority) granted indemnities are approvable prior to an RFP. Only when the Construction Manager is identified can we officially seek approval of the indemnities in a CCDC5B (for projects over \$5 million).

## 3. <u>Supplementary General Conditions for Commonly Used Professional Consulting Agreements</u>

In 2018 the Deputy Ministers and Industry Infrastructure Forum (DMIIF) formed a Subcommittee led by the Ministry of Finance, with participation from the Ministry of Citizens' Services, BC Housing, ACEC-BC, AIBC, and the British Columbia Construction Association (BCCA). The Subcommittee collaborated to develop Supplementary Conditions for RAIC Doc 6 2022 Standard Form of Contract for Architectural Services and CCDC-31 2020 Service Agreement Between Owner and Consultant which were reviewed by the provincial Legal Services and Risk Management Branches before ratification by the DMIIF. The agreements have been approved for use by all provincial Ministries and agencies (including Health Authorities) who directly engage consulting Architects or Engineers.

### Canadian Standard Form of Contract for Architectural Services – Document Six – 2022 (Digital Version):

• RAIC Doc 6 – 2022 Supplementary General Conditions

#### CCDC 31 (2020) – Service Contract Between Owner and Consultant:

• CCDC 31 – 2020 – Supplementary General Conditions

Please note: If a different set of supplementary general conditions is developed for either of the above contracts or if an alternative form of prime consultant contract is used, please reach out to HCPP for support.