



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS
OFFICE OF THE SECRETARY
MANILA

14 January 1988

DEPARTMENT ORDER)

NO. **5** (10) 1/27
Series of 1988)

SUBJECT: Insurance of Projects Against
any Loss or Damage for Whatever
Cause other than "Excepted Risks"

Further to Ministry Order No. 17, series of 1985, re above-captioned subject, and for uniformity in the implementation of this Department's policy requiring a contractor's all risks insurance on all projects with estimated costs of ₱1 million or more, it is hereby directed that comprehensive all risks (CAR) insurance of projects be secured by contractors in the following manner:

The CAR insurance shall be secured periodically by the contractor for every completed work submitted for payment. A duly notarized copy of the Certificate of Insurance and its corresponding premium payment shall be submitted to DPWH as a requirement for payment of such completed work.

It is herein reiterated that, notwithstanding the insurance of these projects as above required, contractors are not relieved of their obligations to have sole charge and care of these projects and to take every precaution against any damage or injury to any part thereof until the final acceptance of the works.

The cost of CAR insurance for projects required to be insured under this Department Order shall be included in the AAE as a fixed amount and shall not be treated/considered as a bid item.

This order takes effect immediately.

J. Nery Ferrer 22 Jan 88
J. NERY FERRER
Secretary

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