

**Construction Industry Council**

**Committee on Construction Procurement**

Meeting No. 002/16 of the Committee on Construction Procurement (Com-CPT) was held on Thursday, 23 June 2016 at 2:30pm at Meeting Room No.1, CIC Headquarters, 15/F, Allied Kajima Building, 138 Gloucester Road, Wanchai, Hong Kong.

Summary Notes of the Com-CPT Meeting No. 002/16:

<b>Agenda Item</b>	<b>Paper</b>	<b>Major Resolutions / Progress Highlights</b>
2.1	CIC/PNS/R/001/16 (for discussion)	<b>Confirmation of the Progress Report</b> Members confirmed the Progress Report of the previous meeting held on Thursday, 24 March 2016.
2.2	CIC/PNS/R/001/16 (for discussion)	<b>Matters Arising from the Previous Meeting</b> (a) <u>Item 1.3</u> - Members took note of the expenses of the Com-CPT in the Year 2015. (b) <u>Item 1.3</u> - No further feedback from Members on the implementation plan of the recommendations from the Report on “Building for a Better Future - Vision 2030”. The implementation plan would be adopted accordingly. (c) <u>Item 1.4</u> - Hong Kong General Building Contractors Association was invited to nominate a representative as Co-opted Member in the Com-CPT. Mr. YUEN Hung-wai was appointed. (d) Members took note of the latest amendments to the Operation Framework of the CIC Research Fund. The Com-CPT would follow up on the possible implementation of the two completed research projects relevant to the Com-CPT. Members were invited to provide suggestions on the potential areas of meaningful research with specific reference to construction procurement. The Secretariat would follow up with the Research Team and invite them to present at the next meeting.
2.3	CIC/CPT/P/005/16 (for endorsement)	<b>Establishment of the Task Force on the Selection of Contractors</b> Members took note and endorsed the terms of reference and members composition for the establishment of the Task Force on the Selection of Contractors.
2.4	CIC/CPT/P/006/16 (for discussion)	<b>Establishment of the Task Force on RMAA Procurement</b> Members deliberated the proposed terms of reference and members composition for the establishment of

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		the Task Force on RMAA Procurement. Members were invited to provide further views and opinions on this issue after the meeting. CIC Secretariat would consolidate the feedback and update the terms of reference and members composition as necessary for endorsement at the next Com-CPT meeting in September.
2.5	CIC/CPT/P/007/16 (for information)	<b>Update on Subcontractor Registration Scheme (SRS) Operations</b> Members took note of the Report on SRS Operations.
2.6	-	<p><b>Any Other Business</b></p> <p>(a) <u>Progress Update of the Task Force on NEC3 Collaborative Contracts</u> - Members noted the drafting progress of the Case Book (Vol. 1) on the Fuk Man Road Nullah Project of Drainage Services Department (DSD). The Case Book was expected to be published in the third quarter of 2016.</p> <p>(b) <u>Progress Update of the Task Force on Standard Contracts Provisions for Domestic Subcontracts</u> - Members noted that the simplified Standard Form of Domestic Sub-contract would be circulated for Task Force Members review in due course.</p> <p>(c) <u>Progress Update of the Special Group on On-Demand Bonds</u> - Members noted that the 2<sup>nd</sup> draft of the “Standard Form of On-demand Bonds with Model Condition(s) of Use” would be circulated to relevant industry stakeholders, including “Employers”, “Consultants and Professional”, “Contractors and Sub-contractors” and “Finance and Insurance sector” for further comments. The Standard Form would be published in early 2017.</p> <p>(d) <u>Progress Update of the Task Force on Enhancements to Subcontractor Registration Scheme</u> - Members noted that the research on SRS initiated by a scholar from the University of Hong Kong would be handled in accordance with the latest revised research funding framework.</p> <p>(e) <u>Revised Terms of Reference of the Com-CPT</u> - Members noted the revised terms of reference of the Com-CPT which was approved by the Council in the Council Meeting on 17 June 2016.</p> <p>(f) <u>Discount for NEC Digital Contract</u> Members were notified of the arrangement of 10% discount being offered by NEC UK upon the input of a CIC discount code for the purchase of NEC contracts.</p>

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		(g) <u>Briefing by ICAC on Corruption Issues in Construction Industry</u> ICAC briefed Members on some complaints of foreman soliciting money from workers for job opportunities and illegal rebate in the construction industry. Members were urged to remain vigilant and report suspected cases to ICAC.

*Remarks: The mentioned papers discussed at the Committee on Construction Procurement and the full progress report can be made available to Council Members from the CIC Secretariat upon request.*