

Construction Industry Council

Committee on Procurement

Meeting No. 001/11 of Committee on Procurement (Com-PCM) was held on Tuesday, 29 March 2011 at 2:30p.m. at Room 1201, Murray Building, Garden Road, Central, Hong Kong

The following items have been discussed at the Com-PCM Meeting No. 001/11:

Agenda Item	Paper	Major Resolutions/ Progress Highlights
1.1.	CIC/PCM/R/004/10	Confirmation of the Progress Report –Members approved the Progress Report of Meeting No. 004/10 held on 30 November 2010.
1.2.	CIC/PCM/R/004/10	Matters Arising from the Previous Meeting – <u>Agenda item 4.3, 4.4, 4.6:</u> Responses were received from a number of Members regarding the necessity of setting up task forces on the three possible new initiatives. This item was discussed under agenda item 1.3. <u>Agenda item 4.7:</u> This item was discussed under agenda item 1.4. <u>Agenda item 4.12.1:</u> Mr Thomas KK Ho of the Hong Kong Institute of Surveyors (HKIS) had been invited to join Com-PCM as a Co-opted Member. <u>Agenda item 4.12.2:</u> The Technical Seminar on Collaborative Contracting Approach was successfully held on 12 January 2011.
1.3.	CIC/PCM/P/001/11	Feedback on the New Initiatives for 2011 and Beyond – Members took note of the feedback on the New Initiatives for 2011 and Beyond with the following comments: a. Competition Bill In general, Members supported the establishment of a new task force on this new initiative with the

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		<p>aim to provide guidance to the industry stakeholders for reference. Members were requested to provide nominations (s) for the chairperson and members of the new task force to the CIC Secretariat in a week's time for further deliberation.</p> <p>b. NEC3 Members generally supported the setting up of a task force on this new initiative. It was suggested that the task force should first evaluate the effectiveness and appropriateness of adopting NEC3 in view of the local context of Hong Kong before promoting for its wider adoption. Members agreed that the task force should take stock of experience of NEC application, evaluate its effectiveness and devise measures to increase the industry awareness of it.</p> <p>c. Repair, Maintenance, Alteration and Addition Works (RMAA) Before deciding whether a task force on RMAA should be established, Members agreed to ICAC's suggestion that representatives of Hong Kong Housing Society (HKHS) and Urban Renewal Authority (URA) should be invited to deliver presentations and share with Members on the challenges and problems on RMAA in the next Committee meeting as they had managed a number of RMAA projects under the Operation Building Bright (OBB). HKIS and the Hong Kong General Building Contractors Association agreed to collect feedbacks from their members and report back to the Committee at its next meeting.</p>
1.4.	CIC/PCM/P/002/11	<p>Final Draft Guidelines on Contract Price Fluctuation System (CPFS) for Private Sector Construction Contracts – Members were briefed on the final draft of the Guidelines on CPFS for Private Sector Construction Contracts. Members noted that the final draft had been copy-edited by an external copy-editor. Standard disclaimer for CIC Guidelines had been included in the final draft and hence further legal vetting was considered not necessary. Members endorsed the captioned final draft Guidelines. Upon approval by the Council, the CIC Secretariat would arrange for Chinese translation of the document before its publication.</p>

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1.5.	Verbal report	Progress Report of the Task Force on the Selection of Consultants and Contractors (TF on SCC) – A verbal report was delivered on the progress of the TF on SCC. Members took note of the recent interflows of the two Task Groups (TGs) formed under the TF, namely TG on the Selection of Consultants and TG on the Selection of Contractors. Both TGs agreed that guidelines should be developed for the industry’s reference, one for the Selection of Consultants and one for the Selection of Contractors. A draft contents list for the Guidelines on the Selection of Consultants had been developed and circulated for the TF and TGs’ review. The Guidelines for the Selection of Contractors would adopt a similar list of content.
1.6.	CIC/PCM/P/003/11	Year Plan 2011/2012 – Members accepted the Year Plan 2011/2012. Members noted that programmes for the potential new task forces would be developed after agreement from Com-PCM on the ways forward was sought.
1.7.	CIC/PCM/P/004/11	Revised Meeting Schedule for 2011 – Members took note of the revised meeting schedule for 2011.
1.8.1	AOB	Members recognised that an anonymous letter on award of low bid by an entity was received by the CIC Secretariat in January 2011. Since anonymous letter would not be processed by the CIC, Members of the Committee were kept informed of the said issue. It was recommended that people to bring up their concerns for discussion through proper channel. The CIC and its relevant Committees could be one of the suitable platforms for such purpose.