## **Construction Industry Council**

## **Committee on Procurement**

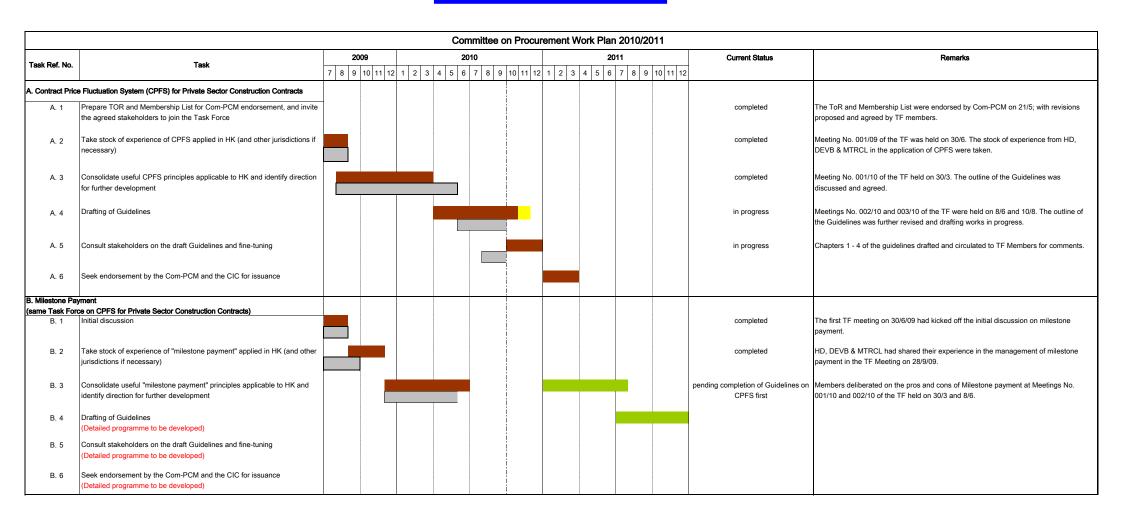
Meeting No. 003/10 of Committee on Procurement (Com-PCM) was held on Wednesday, 6 October 2010 at 2:30p.m. at Room 1201, Murray Building, Garden Road, Central, Hong Kong

The following items have been discussed at the Com-PCM Meeting No. 003/10:

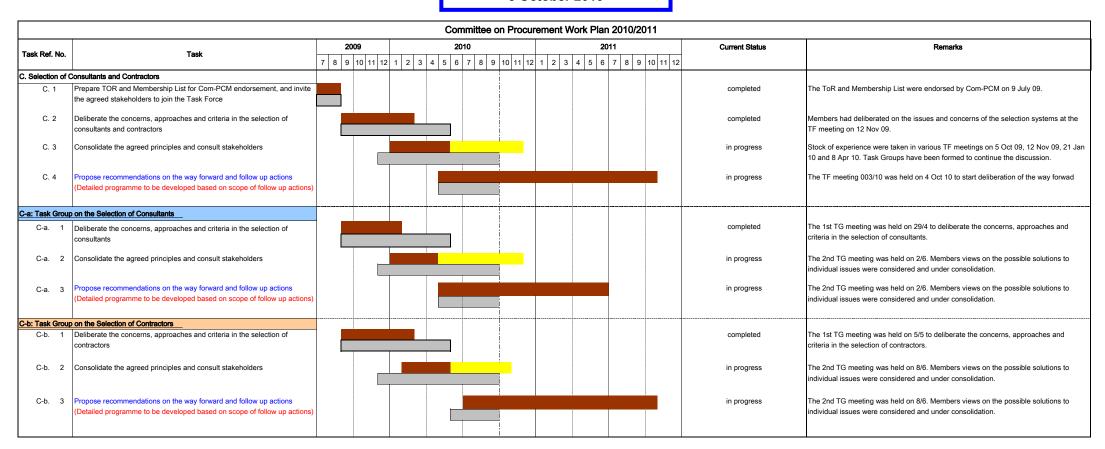
Agenda Item	Paper	Major Resolutions/ Progress Highlights
3.1	CIC/PCM/R/002/10	Confirmation of the Progress Report – the Progress Report CIC/PCM/R/002/10 of the last meeting held on 22 June 2010 was approved without amendment.
3.2	CIC/PCM/R/002/10	Matters Arising from the Previous Meeting – <u>Agenda item 2.2:</u> Com-PCM and CIC Secretariat had an informal luncheon with REDA to exchange ideas on relevant subjects on 13 September 2010.
		Agenda item 2.4 Housing Authority's request for CIC to consider the initiative on Voluntary Supplier Management System (VSMS) would be reviewed by the Committee on Sub-contracting (Com-SBC). There would be no action for Com-PCM at the moment.
3.3	CIC/PCM/P/013/10	Progress Report of Meeting No. 003/10 of the Task Force on CPFS for Private Sector Construction Contracts - Contract Price Fluctuation System (CPFS) for Private Sector Construction Contracts  The first four chapters of the proposed Guidelines were drafted and circulated to the Task Force (TF) for review. Drafting work for the main Chapter, How to adopt CPFS, had commenced. Overall progress was satisfactory.
		IPS/Milestone Payment The Task Force had agreed on the revised programme in which tasks on IPS/Milestone Payment would be handled after completion of the drafting work of the Guidelines on CPFS.

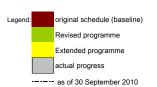
Agenda Item	Paper	Major Resolutions/ Progress Highlights
3.4	Verbal report	Progress Report of Meeting No. 003/10 of the Task Force on Selection of Consultants and Contractors – The last TF meeting was held on 4 October 2010. The Task Groups had largely completed the consolidation works of the findings which were circulated to the TF members for comment. In addition, the TF had discussed the possible way forward and concluded that the following actions should be taken:  i. To continue with the consolidation works on the findings of the Task Groups, and ii. To prepare a situation evaluation / summary report for Com-PCM.
		In order to avoid any possible duplication of efforts in dealing with the same issues in the Com-SBC, the Chairman directed CIC Secretariat to keep Com-SBC informed of what had been discussed in this Task Force.
3.5	CIC/PCM/P/014/10	Year Plan 2010/2011 – The proposed duration of some tasks in both Task Forces were lengthened while the overall completion dates remained unchanged. Members concurred with the proposed adjustments and endorsed the revised Year Plan 2010/2011 (see Annex A).
3.6.1	AOB	Guidelines on Partnering had been issued in August 2010. A technical seminar would be organised to promote the concept of partnering and collaborative contracting. Members were encouraged to support and participate in the technical seminar.
3.6.2	AOB	<ul> <li>New Initiatives for 2011 and beyond - The following new initiatives were briefly discussed but not yet confirmed:</li> <li>Risk Management</li> <li>How procurement practices relate to Sustainability and Corporate Responsibility</li> <li>Procurement of Repair, Maintenance, Alternation and Additions (RMAA) works to resolve the safety and quality issues</li> <li>The CIC Secretariat reported that Committee on Construction Site Safety (Com-CSS) was tasked to look into the safety issues of RMAA works. Com-PCM Chair would raise it in the coming Council meeting and seek direction on this issue for the Com-PCM as appropriate.</li> </ul>

## Revised 5 October 2010



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Note: Updated "Tasks" are shown in blue characters