

NOTE FOR PUBLIC WORKS SUBCOMMITTEE OF FINANCE COMMITTEE

Contracts Awarded on Major Capital Works Projects for the Third Quarter of 2004

Since June 2000, we have provided Members with reports on the prices of contracts awarded (each with a contract sum exceeding \$30 million) during the last quarter, set against the estimated provision for these contracts in the approved project estimates.

2. This report covers the third quarter of 2004 (1 July to 30 September 2004). During the period, six works departments and two non-government organisations awarded 25 such major contracts. The relevant details are set out in the following annexes –

- (a) Annex A – Architectural Services Department;
- (b) Annex B – Civil Engineering and Development Department;
- (c) Annex C – Drainage Services Department;
- (d) Annex D – Environmental Protection Department;
- (e) Annex E – Highways Department;
- (f) Annex F – Water Supplies Department; and
- (g) Annex G – Non-government organization

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Architectural Services Department

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
3311EP SSN 305	A 36-classroom primary school in Area 12, Yuen Long The construction of a 36-classroom primary school in Area 12, Yuen Long/ 21 September 2004	107.700	98.950	98.900	0.050
3314EP 3322EP 3259ES	A 24-classroom primary school at the junction of Tin Shing Road and Tin Pak Road, Tin Shui Wai Second primary school in Area 104, Tin Shui Wai Second secondary school in Area 104, Tin Shui Wai	84.800 105.200 124.400			
SSN 306	Total : The construction of second primary school and second secondary school in Area 104, and a primary school at the junction of Tin Shing Road and Tin Pak Road, Tin Shui Wai, New Territories/ 15 September 2004	314.400	277.900	249.900	28.000

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
3011GB	Construction of boundary-crossing facilities at Shenzhen Western Corridor under the “co-location” arrangement – design and construction works Entrustment Agreement between HKSAR Government and Shenzhen Municipal Government on the construction of boundary crossing facilities (Hong Kong portion) at Shenzhen Western Corridor/ 22 July 2004	2,173.500	1,756.500	1,540.500	216.000
3101GX (Block Allocation) TCN 309*	Minor building works for items in Category D of the Public Works Programme 3-year minor works term contract to buildings and lands and other properties for which the Architectural Services Department is responsible in Hong Kong/ 19 July 2004	600.000	330.000	*	Not applicable
3061KA SSM 319	Independent Commission Against Corruption Headquarters building, North Point Design and construction of Independent Commission Against Corruption Headquarters building at Java Road, North Point/ 13 August 2004	731.100	686.150	684.824	1.326

Note : The contract marked with * is a three-year term contract. Although the unit rates are fixed, the actual number of works order to be issued may vary. Accordingly, the total contract sum cannot be ascertained at this stage. The sum in column (A) includes funds from the approved block allocation in the current financial year and those to be approved in the next two years.

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
3007NB SSM 333	Reprovisioning of Diamond Hill Crematorium Reprovisioning of Diamond Hill Crematorium at Po Kong Village Road, Kowloon, Hong Kong / 21 September 2004	231.400	228.730	230.000	(1.270)
3376RO ALM 337	Improvement to Lei Yue Mun Park and Holiday Village Improvement works to Lei Yue Mun Park and Holiday Village, Hong Kong/ 21 August 2004	81.300	81.300	63.370	17.930
3385RO SSM 342	Tsim Sha Tsui Promenade Beautification Project Beautification of Tsim Sha Tsui Promenade at Tsim Sha Tsui, Kowloon/ 16 August 2004	183.200	138.810	109.900	28.910
8030EC ALM 351	Construction works for schools in the final phase of the School Improvement Programme (batch 7) The conversion and extension to two existing aided schools – group 2 under School Improvement Programme final phase, package 12/ 14 September 2004	144.000	43.321	46.669	(3.348)

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Civil Engineering and Development Department

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
5480CL CV/2004/06	Disposal of contaminated mud – management and capping of contaminated mud pit IV Management and capping of contaminated mud pit IV at East of Sha Chau – phase III/ 23 July 2004	570.100	67.900	51.500	16.400
7706CL IS 13/04	Improvement to existing roads and drains in Cheung Chau old town – stage 2 Cheung Chau Old Town Road and drainage improvements stage 2/ 22 July 2004	83.900	70.700	56.800	13.900

Project Code	Project Title	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
		\$ million (in MOD prices)			
5001BX (Block Allocation)	Landslip preventive measures	870.000			
GE/2004/11	10-year extended landslip preventive measures project, phase 3, package C – landslip preventive works for slopes and retaining walls in Kowloon and the Northern New Territories/ 20 August 2004		54.560	42.000	12.560
GE/2004/12	10-year extended landslip preventive measures project, phase 3, package D – landslip preventive works for slopes and retaining walls in Lantau, Cheung Chau and the Lamma Island/ 24 August 2004		57.970	48.500	9.470
GE/2004/10	10-year extended landslip preventive measures project, phase 3, package F – landslip preventive works for slopes in Kwun Tong, Wong Tai Sin and Sai Kung/ 9 September 2004		36.500	32.500	4.000
GE/2004/23	10-year extended landslip preventive measures project, phase 2, package R – landslip preventive works for slopes and retaining walls in Kwai Tsing – batch C/ 14 September 2004		102.810	73.800	29.010

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
5001BX (Block Allocation) (Cont'd)	Landslip preventive measures				
GE/2003/01	10-year extended landslip preventive measures project, phase 4, package I – landslip preventive works for slopes in Hong Kong Island, Kowloon and the New Territories/ 16 September 2004		64.380	52.846	11.534
GE/2004/22	10-year extended landslip preventive measures project, phase 2, package R – landslip preventive works for slopes and retaining walls in Kwai Tsing – batch B/ 21 September 2004		86.360	66.230	20.130

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Drainage Services Department

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
4064CD CV/2004/07	Rural Drainage Rehabilitation Scheme – drainage rehabilitation works at Sha Po Tsuen Stream Drainage rehabilitation works at Sha Po Tsuen Stream, Yuen Long/ 27 July 2004	60.900	54.792	42.259	12.533

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Environmental Protection Department

Project Code	Project Title	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date	\$ million (in MOD prices)			
5045DR	Restoration of Pillar Point Valley landfill	441.300			
EP/SP/45/03#	Restoration of Pillar Point Valley landfill/ 6 August 2004		441.300	305.000	136.300

Note : The contract marked with # comprises four components –

- (a) capital cost for restoration at \$220.97 million met from **5045DR**;
- (b) costs of post-completion environmental monitoring work for the first 7 years at \$83.3 million met from **5045DR**;
- (c) schedule of rates at \$4.35 million, the relevant portion of which for the first 7 years met from **5045DR**; and
- (d) with the insertion of break clauses in the contract, costs for post-completion environmental monitoring work from the 8th to 30th year. The continuation of monitoring work will be subject to further review and confirmation on such a need. The funding required, estimated to be \$193.96 million in total, will be sought from Finance Committee in due course as spelt out in PWSC(2003-04)29.

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Highways Department

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A)	(B)	(A) - (B)
			Sum Allowed in APE for the Contract	Contract Sum	Difference
\$ million (in MOD prices)					
6150TB HY/2004/05	Reconstruction of two footbridges across Choi Hung Road near Shatin Pass Road and Tai Shing Street Reconstruction of two footbridges across Choi Hung Road near Shatin Pass Road and Tai Shing Street/ 16 July 2004	46.200	32.100	30.426	1.674
6722TH 6723TH HY/2003/20	Retrofitting of noise barriers on Fanling Highway near Choi Yuen Estate, Sheung Shui Retrofitting of noise barriers on Fanling Highway near Fanling Centre, Fanling Total : Noise barriers on Fanling Highway near Choi Yuen Estate and Fanling Centre/ 16 August 2004	101.400 64.300 165.700	147.600	138.600	9.000
6100TX (Block Allocation) HY/2004/03	Highway works, studies and investigations for items in Category D of the Public Works Programme Minor road projects in New Territories – second contract/ 16 July 2004	635.000	39.640	30.750	8.890

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Water Supplies Department

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
9090WC 26/WSD/02	Replacement and rehabilitation of water mains, stage 1 phase 1 Replacement and rehabilitation of water mains, stage 1 phase 1 – mains along Kwun Tong Road and Lung Cheung Road/ 18 August 2004	2,063.400	130.000	112.800	17.200

**Contracts Awarded on Major Capital Works Projects
for the Third Quarter of 2004**

Department : Non-government organisation

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate	(A) Sum Allowed in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
8038EC —	A direct subsidy scheme school (secondary-cum-primary) at Harmony Road, Siu Sai Wan Main contract works/ 9 August 2004	126.400	122.500	117.000	5.500
8039EC@ —	A private independent school (secondary-cum-primary) in Area 90B, Ma On Shan Main contract works/ 11 August 2004	191.600	186.200	186.200	0.000

Note : The total estimated project cost of **8039EC** marked with @ is \$204.6 million in money-of-the-day prices, of which the Government's share is capped at \$191.6 million, a capital grant being no more than the cost for constructing a standard design public sector school accommodating the same number of students as stated in PWSC(2003-04)40. The total contract sum of the main contract works in question is \$232 million; and the Government's share for such works, \$186.2 million. The school sponsoring body will bear the difference between the contract sum and the capital grant. As for the remaining capital grant of \$5.4 million (i.e. \$191.6 million – \$186.2 million), it is dedicated for post-tender consultancy services.