

NOTE FOR PUBLIC WORKS SUBCOMMITTEE OF FINANCE COMMITTEE

Major Contracts Awarded on Capital Works Projects for the Fourth Quarter of 2017

Since June 2000, we have been providing Members with reports on the prices of major 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 fourth quarter of 2017 (viz. 1 October to 31 December 2017). During the period, 21 major contracts have been awarded by six works departments. The relevant details are set out in the following enclosures –

- (a) Enclosure 1 – Architectural Services Department;
- (b) Enclosure 2 – Civil Engineering and Development Department;
- (c) Enclosure 3 – Drainage Services Department;
- (d) Enclosure 4 – Environmental Protection Department;
- (e) Enclosure 5 – Highways Department; and
- (f) Enclosure 6 – Water Supplies Department.

**Major Contracts Awarded on Capital Works Projects
for the Fourth Quarter of 2017**

Department : Architectural Services Department

Project Code	Project Title	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date				
\$ million (in MOD prices)					
3185GK	Reprovisioning of Transport Department's vehicle examination centres at Tsing Yi	2,862.70			
SS E501	Design and construction of Transport Department's Vehicle Examination Centre at Sai Tso Wan Road, Tsing Yi, New Territories/ 29 December 2017		2,288.00	2,288.00	— [1]
3123KA	Conversion of the former French Mission Building for accommodation use by law-related organisations and related purposes	234.20			
RF E512	Conversion of the former French Mission Building for accommodation use by law-related organisations and related purposes at Battery Path, Central/ 28 December 2017		168.00	147.00	21.00

Note : [1] The APE has taken into account the returned tender price; thus the sum earmarked in the APE for the contract is the same as the contract sum.

**Major Contracts Awarded on Capital Works Projects
for the Fourth Quarter of 2017**

Department : Civil Engineering and Development Department

Project Code	Project Title	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date				
\$ million (in MOD prices)					
5001BX (block allocation)	Landslip preventive measures				
Item No. 2.230	Landslip prevention and mitigation programme, 2010, package C, landslip prevention and mitigation works in Mainland West (North)	89.61			
Item No. 2.235	Landslip prevention and mitigation programme, 2011, package B, landslip prevention and mitigation works in Hong Kong Island (East)	142.14			
Item No. 2.280	Landslip prevention and mitigation programme, 2015, package C, landslip prevention and mitigation works	99.52			
	Total :	331.27			
GE/2017/23	Landslip prevention and mitigation programme, 2015, package C, landslip prevention and mitigation works/ 28 November 2017		71.27	66.13	5.14

Project Code	Project Title	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date				
\$ million (in MOD prices)					
5001BX (block allocation)	Landslip preventive measures				
Item No. 2.260	Landslip prevention and mitigation programme, 2011, package H, landslip prevention and mitigation works	152.92			
GE/2015/03	Landslip prevention and mitigation programme, 2011, package H, landslip prevention and mitigation works/ 27 November 2017		126.44	83.69	42.75
5001BX (block allocation)	Landslip preventive measures				
Item No. 2.274	Landslip prevention and mitigation programme, 2013, package E, landslip prevention and mitigation works—investigation, design and construction	80.78			
GE/2017/09	Landslip prevention and mitigation programme, 2013, package E, landslip prevention and mitigation works/ 13 November 2017		50.83	52.24	(1.41) ^[1]

Note : [1] The difference will be met from project contingencies.

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
5001BX (block allocation) Item No. 2.277 GE/2017/08	Landslip preventive measures Landslip prevention and mitigation programme, 2014, package J, landslip prevention and mitigation works Landslip prevention and mitigation programme, 2014, package J, landslip prevention and mitigation works/ 30 November 2017	165.80	103.11	100.97	2.14
5001BX (block allocation) Item No. 2.279 GE/2017/26	Landslip preventive measures Landslip prevention and mitigation programme, 2015, package B, landslip prevention and mitigation works Landslip prevention and mitigation programme, 2015, Package B, landslip prevention and mitigation works/ 19 December 2017	100.87	64.22	58.72	5.50
5001BX (block allocation) Item No. 2.281 GE/2017/19	Landslip preventive measures Landslip prevention and mitigation programme, 2015, package D, landslip prevention and mitigation works Landslip prevention and mitigation programme, 2015, package D, landslip prevention and mitigation works/ 17 November 2017	116.39	83.22	76.67	6.55

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
5001BX (block allocation) Item No. 2.282 Item No. 4.190 GE/2018/05	Landslip preventive measures Landslip prevention and mitigation programme, 2015, package G, landslip prevention and mitigation works Ground investigation works for landslip prevention and mitigation studies in 2017-2018 (batch G) <p style="text-align: right;">Total :</p> Landslip prevention and mitigation programme, 2015, package G, landslip prevention and mitigation works/ 22 December 2017	103.72 10.56 114.28	75.83	69.10	6.73
5001BX (block allocation) Item No. 2.283 Item No. 4.191 GE/2017/29	Landslip preventive measures Landslip prevention and mitigation programme, 2015, package H landslip prevention and mitigation works Ground investigation works for landslip prevention and mitigation studies in 2017-2018 (batch H) <p style="text-align: right;">Total :</p> Landslip prevention and mitigation programme, 2015, package H landslip prevention and mitigation works/ 22 December 2017	102.25 10.40 112.65	71.36	63.27	8.09

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
5816CL CV/2016/10	Site formation and associated infrastructural works for development of columbarium at Sandy Ridge Cemetery Site formation and associated infrastructural works for development of columbarium at Sandy Ridge Cemetery/ 5 December 2017	1,849.60	974.20	780.00	194.20
7814CL NL/2017/03	Tung Chung New Town Extension—Reclamation and Advance Works Tung Chung New Town Extension—Reclamation and Advance Works/ 21 December 2017	20,210.00	17,237.72	12,076.30	5,161.42
7872TH NE/2017/02	Tseung Kwan O – Lam Tin Tunnel—main tunnel and associated works Tseung Kwan O – Lam Tin Tunnel road P2/D4 and associated works/ 20 November 2017	15,093.50	265.00	256.97	8.03
B781CL NL/2017/01	Infrastructure works for public housing development at Area 54, Tung Chung Infrastructure works for public housing development at Area 54, Tung Chung/ 7 November 2017	284.80	247.65	188.53	59.12

**Major Contracts Awarded on Capital Works Projects
for the Fourth Quarter of 2017**

Department : Drainage Services Department

Project Code	Project Title	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date				
\$ million (in MOD prices)					
4380DS	Construction of dry weather flow interceptor at Cherry Street box culvert	664.60			
DC/2017/01	Construction of dry weather flow interceptor at Cherry Street box culvert/ 12 December 2017		537.68	258.23	279.45
4413DS	Enhancement works for Kwun Tong Sewage Pumping Station	1,054.40			
DC/2017/05	Enhancement works for Kwun Tong Sewage Pumping Station/ 22 December 2017		821.10	722.51 ^[1]	98.59

Note : [1] The total contract sum awarded is \$727.71 million which includes \$722.51 million and \$5.20 million to be funded under **4413DS** and the General Revenue Account respectively.

**Major Contracts Awarded on Capital Works Projects
for the Fourth Quarter of 2017**

Department : Environmental Protection Department

Project Code	Project Title	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date	\$ million (in MOD prices)			
5177DR	Development of integrated waste management facilities phase 1	19,203.70			
EP/SP/66/12	Integrated waste management facilities phase 1/ 22 November 2017		18,014.06	18,014.06 ^[1]	— ^[2]

Note : [1] This is a design-build-operate contract. The total contract sum awarded is \$31,398.11 million. Part of the contract at a value of \$13,384.05 million is for operating the integrated waste management facilities phase 1 for 15 years, which will be funded by the General Revenue Account.

[2] The APE has taken into account the returned tender price; thus the sum earmarked in the APE for the contract is the same as the contract sum.

**Major Contracts Awarded on Capital Works Projects
for the Fourth Quarter of 2017**

Department : Highways Department

Project Code Contract No.	Project Title Contract Title/ Award Date	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
\$ million (in MOD prices)					
6461TH	Central Kowloon Route—Main Works	42,363.90			
HY/2014/07	Central Kowloon Route—Kai Tak West/ 28 December 2017		7,018.32	6,241.65	776.67
HY/2014/09	Central Kowloon Route—Ho Man Tin Access Shaft/ 5 December 2017		268.50	268.50	— ^[1]

Note : [1] The APE has taken into account the returned tender price; thus the sum earmarked in the APE for the contract is the same as the contract sum.

**Major Contracts Awarded on Capital Works Projects
for the Fourth Quarter of 2017**

Department : Water Supplies Department

Project Code	Project Title	Approved Project Estimate (APE)	(A) Sum Earmarked in APE for the Contract	(B) Contract Sum	(A) - (B) Difference
Contract No.	Contract Title/ Award Date				
\$ million (in MOD prices)					
9364WF	Design and construction for first stage of desalination plant at Tseung Kwan O—mainlaying	720.50			
13/WSD/16	Mainlaying in Tseung Kwan O/ 7 November 2017		540.63	540.63	— ^[1]
9100WX (block allocation)	Water works, studies and investigations for items in Category D of the Public Works Programme				
3/WSD/17	Term contract for risk-based improvement of water mains— Hong Kong and Islands and New Territories West/ 16 November 2017	472.21 ^[2]	472.21 ^[2]	Not applicable ^[2]	Not applicable

Note : [1] The APE has taken into account the returned tender price; thus the sum earmarked in the APE for the contract is the same as the contract sum.

[2] Whilst the unit rates are fixed, the actual number of task orders to be issued and hence payments to be made will only be known after the contract ends. For budgetary purpose, the sum allowed for the contract is calculated based on the estimated number of works orders to be issued during the contract period.