For information on 24 November 2003

Legislative Council Panel on Economic Services Supplementary information on Hong Kong Disneyland project

Referring to para 11 of the Administration's paper on "Progress Update on Hong Kong Disneyland (HKD)" (LC Paper No. CB(1) 116/03-04 (04)), the Hon CHEUNG Man-kwong requested at the Panel meeting held on 3 November 2003 for supplementary information on the actual payment and estimated cost for settling outstanding contractors' claims under the HKD project. The requested information is set out below.

- 2. There are 13 works contracts awarded for the Government works for the HKD project. The contractors have made claims for additional payment in accordance with the relevant contract provisions. It should be noted that contractual claims are a normal and integral part of construction contracts and this is a common arrangement in the construction industry.
- 3. So far, a total of \$147 million has been paid out for settling these claims. The cost for settling outstanding claims cannot be ascertained at this stage.
- 4. Judging from progress and expenditure to date, it is estimated that the total project cost for all Government works including that for claims settlement will stay within budget.

Civil Engineering Department November 2003