ECONOMIC DEVELOPMENT AND

LABOUR BUREAU



政府總部經濟發展及勞工局

香港下亞厘畢道 中區政府合署



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GOVERNMENT SECRETARIAT

Central Government Offices

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Port, Maritime and Logistics Development Unit

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28 October 2005

Mr. Andy Lau Clerk to Bills Committee Legislative Council Building 8 Jackson Road, Central Hong Kong

By Fax: 2869 6794 (Total 3+8 Pages)

Dear Mr. Lau,

Merchant Shipping (Local Vessels and Miscellaneous Amendments) Bill 2005

As foreshadowed at the last Bills Committee Meeting held on 20 September 2005, in addition to the Committee Stage Amendments (CSAs) discussed at that meeting, the Administration also proposes to introduce additional CSAs. The purposes of them are set out below to facilitate consideration.

<u>Clauses 4(b) and 12 – deletion of section 7(6) and the new section 63A(2)</u>

2. Since detailed requirements regarding vessel survey and inspection will be set out in the Codes of Practice to be issued by the Director under section 8 of the Merchant Shipping (Local Vessels) Ordinance, Cap. 548, there is no need for section 7(6) and the new section 63A(2). We propose to remove them.

New clauses 25A and 25B - amendment to sections 18 and 20 of Cap. 548D

3. In sections 18 and 20 of Merchant Shipping (Local Vessels)(Certification and Licensing) Regulation, Cap. 548D, when the Director exercises the power to impose restrictions on a licence, he will take into all relevant considerations, and vessel safety will remain the priority concern. As such, the power of the Director to impose a restriction that a vessel may ply should not be confined to the waters of Hong Kong. This reflects our policy intention as discussed and agreed at the Bills Committee Meeting on 20 September that the Director shall have the power to specify plying limits of local vessels. We therefore propose to amend sections 18 and 20 of Cap. 548D to clarify the extent to which the Director may restrict the plying area of a local vessel to ensure safety of the vessel.

New clause 38A - amendment to section 39(1) of Cap. 313

4. We propose to amend section 39(1) of the Shipping and Port Control Ordinance, Cap. 313 to empower the Director and inspectors to require the production of not only any register required to be kept under Part V of Cap. 313, but also those required to be kept under regulations made under section 80 of Cap. 313. This mirrors the arrangements in section 40(1) of Cap. 548.

Way Forward

- 5. We should be grateful if you could consult Members of the Bills Committee on the full set of proposed CSAs at Annex. The new CSAs as detailed in paragraphs 2-4 above have been underlined. Subject to Members' agreement, we propose to move them when the Merchant Shipping (Local Vessels and Miscellaneous Amendments) Bill 2005 resumes Second Reading Debate.
- 6. We would like to take this opportunity to thank Members of the Bills Committee for their guidance and support during the scrutiny of the Bill. We look forward to receiving your

notification of the date of resumption of Second Reading Debate of the Bill.

Yours sincerely,

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(Frederick YU)

for Secretary for Economic Development and Labour

Encl.

c.c.

LegCo (Attn: Ms Anita Ho) Fax: 2877 5029

MERCHANT SHIPPING (LOCAL VESSELS AND MISCELLANEOUS AMENDMENTS) BILL 2005

COMMITTEE STAGE

Amendments to be moved by the Secretary for Economic Development and Labour

Clause

Amendment proposed

- 2 (a) By adding before paragraph (a) -
 - "(aa) in the definition of "lifting gear",

 by repealing "chain sling" and

 substituting "chain";".
 - (b) In paragraph (c) -
 - (i) in the proposed definition of "保障及 彌償組織", by deleting "成立" and substituting "成立、";
 - (ii) in the proposed definition of "起重機", by deleting everything after "備有" and before "裝置;亦" and substituting "機械設備用以提升和降下負荷物與用以運輸懸吊中的負荷物的任何".
- $\underline{4}$ (a) By adding before paragraph (a) "(aa) by adding -

"(1A) In considering the conditions (if any) to be imposed under subsection (1), the Director shall have regard to all relevant considerations, including but not limited to the experience and the competency of the person in carrying out the work of a surveyor for the purposes of this Ordinance.";".

(b) By deleting paragraph (b) and substituting - "(b) by repealing subsection (6).".

- 5 In the proposed section 7A -
 - (a) in subsection (1), by adding "of" before
 "this Ordinance";
 - (b) by adding -

"(1A) In considering the conditions (if any) to be imposed under subsection (1), the Director shall have regard to all relevant considerations, including but not limited to the experience and the competency of the government authority in carrying out the surveys and approving the plans of the local vessel.".

- 9 (a) In the proposed section 23F(4), by deleting "(3)" and substituting "(1)".
 - (b) In the proposed section 23G(2)(b)(i), by deleting "person in whose favour the policy was issued" and substituting "policy holder".
 - (c) In the proposed section 23G(2)(b)(ii), by
 deleting "person in whose favour the policy
 was issued" and substituting "policy holder".
 - (d) In the proposed section 23I(2)(e), by deleting "數" and substituting "價".

(e) By deleting the proposed section 23K and substituting -

"23K. Requirements as to production of policy of insurance

- (1) This section applies to a local vessel to which this Part applies which is being used in the waters of Hong Kong.
- (2) Upon a requirement made by an authorized officer, the owner, charterer or coxswain of a vessel shall -
 - (a) produce for inspection a
 policy of insurance that
 complies with this Part;
 or
 - (b) within 5 days after the
 date on which the
 requirement was made,
 produce in person at a
 place specified by the
 officer -
 - (i) the relevant
 policy of
 insurance; or

- (3) If the owner, charterer or coxswain contravenes subsection (2), he commits an offence and is liable to a fine at level 2 and to imprisonment for 3 months.".
- By deleting the proposed section 63A(2).
- (a) In paragraph (a) in the proposed section $89\,(1)\,(i)\,, \ \, \text{by adding "specifying}$ the" before "general".
 - (b) In paragraph (b), in the proposed section 89(2), by adding ", renewal or revocation" after "grant".

New By adding after clause 25 -

"25A. Conditions and restrictions attached to full licence

Section 18(1)(b) is amended by repealing "of the waters of Hong Kong".

25B. Conditions and restrictions attached to temporary licence

Section 20(1)(b) is amended by repealing "of the waters of Hong Kong".

New By adding after clause 27 -

"27A. Suspension of full licence or temporary licence after damage of vessel

Section 33 is amended -

- (a) in subsection (4), by
 repealing "and on payment of
 the prescribed fee";
- (b) in subsection (5), by adding
 ", on payment of the
 prescribed fee," before
 "terminate".".
- In the proposed section 94(1)(k), by adding "specifying the" before "general".

- 37(b) (a) In the proposed definition of "lifting gear", by deleting "chain sling" and substituting "chain".
 - (b) In the proposed definition of "起重機", by deleting everything after "備有" and before "裝置;亦" and substituting "機械設備用以提升和降下負荷物與用以運輸懸吊中的負荷物的任何".

New By adding after clause 38 -

"38A. Powers of Directors and inspectors

Section 39(1) is amended -

- (a) in paragraph (f), by

 repealing "this Part" and

 substituting "regulations

 made under section 80";
- (b) in paragraph (g), by
 repealing "this Part" and
 substituting "regulations
 made under section 80".".

- Schedule (a) In section 3(a), in the proposed paragraph

 (b), by adding "and any regulation made under section 89 of the Ordinance" after "(Cap. 548)".
 - (b) In section 3(b), in the proposed item C, by adding "and any regulation made under section 89 of the Ordinance" after "(Cap. 548)".