立法會 Legislative Council

LC Paper No. CB(1)1565/10-11 (These minutes have been seen by the Administration)

Ref: CB1/BC/4/09/2

Bills Committee on Buildings (Amendment) Bill 2010

Fifteenth meeting on Monday, 24 January 2011, at 10:45 am in the Chamber of the Legislative Council Building

Members present : Hon IP Kwok-him, GBS, JP (Chairman)

Ir Dr Hon Raymond HO Chung-tai, SBS, S.B.St.J., JP (Deputy Chairman)

Dr Hon Margaret NG Hon James TO Kun-sun

Hon CHAN Kam-lam, SBS, JP

Hon Mrs Sophie LEUNG LAU Yau-fun, GBS, JP

Hon Abraham SHEK Lai-him, SBS, JP Hon Audrey EU Yuet-mee, SC, JP

Hon LEE Wing-tat

Prof Hon Patrick LAU Sau-shing, SBS, JP

Hon KAM Nai-wai, MH Hon Cyd HO Sau-lan

Hon Starry LEE Wai-king, JP

Hon Tanya CHAN

Members absent: Hon Miriam LAU Kin-yee, GBS, JP

Hon WONG Kwok-hing, MH

Hon CHEUNG Hok-ming, GBS, JP Dr Hon Priscilla LEUNG Mei-fun Action - 2 -

Public officers Attending : Mr Tommy YUEN Man-chung

Deputy Secretary for Development (Planning and Lands) 2

Mr Edward TO Wing-hang

Principal Assistant Secretary for Development

(Planning and Lands) 3

Mr Daniel FONG Siu-wai

Assistant Secretary for Development (Buildings) 1

Mr LAM Siu-tong

Deputy Director of Buildings

Mr Alex CHOW Kim-ping Assistant Director / Support

Buildings Department

Ms Rayne CHAI Chih-hui Senior Government Counsel

Department of Justice

Mr Manuel NG Man-chun

Government Counsel Department of Justice

Clerk in Attendance : Mr Stephen LAM

Chief Council Secretary (1)4

Staff in Attendance

: Miss Winnie LO

Assistant Legal Adviser 7

Mr Daniel SIN

Senior Council Secretary (1)7

Action

I Meeting with the Administration

Outstanding issues from previous meetings

(LC Paper No. CB(1)1123/10-11(01) -- Administration's response to issues raised at the meeting on

7 January 2011)

Clause-by-clause examination of the Bill -- starting from clause 27(15)

(LC Paper No. CB(3)389/09-10 -- The Bill
LC Paper No. CB(1)1168/09-10(01) -- Marked-up copy of the Bill
prepared by the Legal Service

Division)

Other relevant papers previously issued

(File Ref: DEVB(PL-CR) 2-15/08 -- Legislative Council Brief LC Paper No. LS42/09-10 -- Legal Service Division Report LC Paper No. CB(1)1168/09-10(02) -- Paper **Buildings** on 2010 (Amendment) Bill prepared by the Legislative Council Secretariat (Background brief) LC Paper No. CB(1)1123/10-11(02) -- List of follow-up actions arising from the discussion at the meeting on 7 January 2011 actions LC Paper No. CB(1)993/10-11(02) of follow-up -- List arising from the discussion at meeting the on 23 December 2010 of follow-up LC Paper No. CB(1)1935/09-10(01) -- List arising from the discussion at the meeting on 6 May 2010)

The Committee deliberated (Index of proceedings attached at Appendix).

II Any other business

2. There being no other business, the meeting ended at 12:40 pm.

Council Business Division 1
<u>Legislative Council Secretariat</u>
11 March 2011

Bills Committee on Buildings (Amendment) Bill 2010

Proceedings of the fifteenth meeting on Monday, 24 January 2011, at 10:45 am in the Chamber of the Legislative Council Building

| Time Marker | Speaker | Subject(s) | Action Required |
|--------------------|-----------------------------|--|--------------------|
| 000000 - 000845 | Chairman | Opening remarks | • |
| 000846 - 001002 | Administration | Clause-by-clause examination of the Bill | |
| | | <u>Clause 27 – Offences</u> | |
| 001003 - 001459 | Ms Audrey EU Administration | (a) In relation to the daily fine against a person who, without having registered as a Registered Inspector (RI) or Qualified Person (QP), certified a prescribed inspection, or certified or supervised a prescribed repair in respect of a building under the proposed new section 40(2H)(b) or certify a prescribed inspection, or certified or supervised a prescribed repair in respect of a window under the proposed new section 40(2I)(b), Ms EU's enquiry on when the daily fine would begin to be charged. (b) The Administration's response that the daily fine would be payable for each day that person certified or supervised a prescribed inspection or prescribed repair while not having the legal capacity to do so. | |
| 001500 – 001830 | Administration | Clause 28 – Secretary to the Appeal Tribunal Clause 29 – Saving Clause 30 – Validation Clause 31 – Provisions of Buildings Ordinance 1935 to continue in operation | |
| | | Clause 32 – Form of warrant | |

| Time Marker | Speaker | Subject(s) | Action Required |
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| | | <u>Clause 33 – Departments</u> | • |
| | | Clause 34 – Scheduled areas | |
| | | Clause 35 – Form of warrant | |
| | | Clause 36 – Schedule 7 added | |
| | | Schedule 7 – Penalty notice | |
| | | Members raised no question on clauses 28 to 36. | |
| | | Part 3 | |
| | | Related Amendments | |
| | | Building (Administration) Regulations | |
| | | <u>Clause 37 – Fees</u> | |
| 001831 - 001924 | Chairman Administration | (a) The Chairman's query of how the registration and related fees were determined. | |
| | | (b) The Administration's response that the fees were calculated using standard costing method based on the staff cost and the standard time spent on processing registration and related matters. | |
| 001925 – 002333 | Ms Audrey EU Administration Chairman | (a) Ms EU's comment that small scale contractors might find the proposed fees hefty. | |
| | | (b) The Administration's response that the proposed fees were applicable to professionals registering as RIs in undertaking building inspections and supervision of repair works. Small scale contractors undertaking certain building repair or window inspection or repair works would be registered as minor works contractors under a separate registration system. | |

| Time Morkor | Speaker | Subject(s) | Action |
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| Marker 002334 – 002546 | Administration | Clause 38 — Duty of authorized person, registered structural engineer, registered geotechnical engineer, registered contractor, etc. to notify Building Authority of change of business address Building (Construction) Regulations Clause 39 — Interpretation Building (Planning) Regulations Clause 40 — Interpretation | Required |
| | | Building (Refuse Storage and Material Recovery Chambers and Refuse Chutes) Regulations Clause 41 – Interpretation Building (Energy Efficiency) Regulation Clause 42 – Interpretation Members raised no question on clauses 38 to 42. | |
| 002547 – 003635 | Mr KAM Nai-wai Administration | (a) With reference to, for example, the proposed amendment to the definition of "external wall" in the Building (Planning) Regulations (Cap. 123 sub. leg. F), noting that "external wall" excluded "party wall", Mr KAM's query of how party walls were maintained. (b) The Administration's explanation that owners or owners' corporations (OCs) of adjoining buildings sharing the party wall would be responsible for its maintenance. | |
| | | (c) Mr KAM's enquiry on the share of maintenance responsibility of the | |

| Time Marker | Speaker | Subject(s) | Action Required |
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| | | party wall under the Mandatory Building Inspection Scheme (MBIS) if one of the adjoining buildings was less than 30 years old (and fell beyond the scope of MBIS). | 1 |
| | | (d) The Administration's response that if one of the adjoining buildings was redeveloped and the party wall had to remain, the respective owners would still have to be responsible for the subsequent inspection and repair of the party wall. | |
| | | (e) Mr KAM's query of whether the Bill would relieve the legal liability of owners who were willing to carry out prescribed inspection or repair of the party wall, but could not do so because they could not secure the agreement and the share of cost from owners of the adjoining building. | |
| | | (f) The Administration's confirmation that the statutory notices of prescribed inspection and repair would be issued to owners of both adjoining buildings sharing the party wall. Any owners who failed to comply with the prescribed inspection or repair notice would be liable to prosecution under the proposed mechanism. | |
| 003636 – 004554 | Ms Cyd HO Administration Chairman | (a) Ms HO's concerns that owners of old buildings might find it inequitable to share the prescribed inspection and repair costs of the party wall if damage was (or defects were) caused by the redevelopment of an adjoining building. She queried how such disputes could be resolved. | |
| | | (b) The Administration's response that the problem was not limited to MBIS buildings. Repair orders would also be served on owners of both buildings | |

| | Required |
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| as and when necessary. If owners could not co-ordinate among themselves to effect the required repair works, the Buildings Department (BD) would carry out the works on their default and recover the cost from all concerned owners. | 2004 |
| (c) Ms HO's query whether a mechanism could be set up to delineate maintenance responsibilities so that owners could negotiate a more equitable share of inspection and repair cost. | |
| (d) The Administration's response that resolution of cost sharing among owners was outside the scope of MBIS; whereas the Hong Kong Housing Society (HKHS) and the Urban Renewal Authority (URA) would offer technical and financial assistance where necessary. | |
| (e) The Chairman's comment that equal sharing of inspection and repair responsibilities of party wall should benefit owners of the older building who would otherwise have to pay a higher cost without the contribution from owners of the adjoining new building. | |
| (f) In response to Ms HO, the Administration's explanation that owners of each of the adjoining buildings would have to share their apportionment of the cost of prescribed inspection and repair of the party wall. BD would provide information to owners where necessary, and HKHS and URA would be involved as appropriate. | |
| | Department (BD) would carry out the works on their default and recover the cost from all concerned owners. (c) Ms HO's query whether a mechanism could be set up to delineate maintenance responsibilities so that owners could negotiate a more equitable share of inspection and repair cost. (d) The Administration's response that resolution of cost sharing among owners was outside the scope of MBIS; whereas the Hong Kong Housing Society (HKHS) and the Urban Renewal Authority (URA) would offer technical and financial assistance where necessary. (e) The Chairman's comment that equal sharing of inspection and repair responsibilities of party wall should benefit owners of the older building who would otherwise have to pay a higher cost without the contribution from owners of the adjoining new building. (f) In response to Ms HO, the Administration's explanation that owners of each of the adjoining buildings would have to share their apportionment of the cost of prescribed inspection and repair of the party wall. BD would provide information to owners where necessary, and HKHS and URA |

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| 004555 - 004906 | Administration | Specification of Public Offices | • |
| 004900 | | Clause 43 – Schedule amended | |
| | | Buildings Ordinance (Application to the New Territories) Ordinance | |
| | | <u>Clause 44 – Effect of certificate of exemption</u> | |
| | | Prevention of Bribery Ordinance | |
| | | Clause 45 – Public bodies | |
| | | Railways Ordinance | |
| | | Clause 46 – Interpretation | |
| | | Members raised no question on clauses 43 to 46. | |
| 004907 – 005957 | Administration | The Administration's briefing on penalty notices (LC Paper No. CB(1)1123/10-11(01)) | |
| 005958 – 010706 | Mr James TO Administration | (a) Mr TO's query of whether the penalty which the court might impose under the proposed new section 40(1BD) would exceed the \$1,500 fine under the penalty notice. | |
| | | (b) The Administration's explanation that the penalty under the proposed new section 40(1BD) was a maximum fine of \$25,000 (i.e. level 4 fine) and three months' imprisonment with a fine of \$2,000 per day of a continuing offence. This level of penalty was heavier than the fixed penalty under the penalty notice. | |
| | | (c) Mr TO's comment that the court might sentence a lower penalty than the statutory maximum, but the level should always exceed that of a penalty notice in order to encourage acceptance of the simpler procedure. | |

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| | | (d) The Administration's explanation that the use of fixed penalty arrangement was unprecedented in the Buildings Ordinance (Cap. 123). As the daily fine for a continuing offence already exceeded \$1,500, and each case would likely involve the commitment of an offence more than one day, it was unlikely that the penalty which a court might impose following a legal proceeding would be less than that for a penalty notice. | |
| 010707 – 011813 | Mr KAM Nai-wai Administration | (a) Mr KAM's query of the procedure which BD would follow before the first penalty notice was served. | |
| | | (b) The Administration's explanation that owners or OCs would be given six months to comply with a statutory notice of inspection or repair in respect of a window. At the same time, the HKHS and URA would be giving assistance to those owners or OCs in need. Warning letters would be issued if the notice was not complied with, and the first penalty notice would be issued about five months after the expiry of the order. | |
| | | (c) Mr KAM's query of whether clear information on the enforcement procedure could be made available. | |
| | | (d) The Administration's response that sufficient publicity would be launched to inform owners and OCs of their rights and obligations. | |
| | | (e) Mr KAM's query of how the second penalty notice would be served and whether an owner or OC would avoid paying the second penalty if he or it disputed the first penalty notice within 21 days. | |

| Time Marker | Speaker | Subject(s) | Action Required |
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| | | (f) The Administration's explanation that the owner or OC's duty under the statutory notice from BD remained outstanding until the prescribed inspection or repair in respect of a window was carried out. If an owner or OC disputed the first penalty, the magistrate would rule on his or its liability in respect of the prescribed inspection or repair of a window. Further penalty was possible if no action was taken to comply with the statutory notice, unless the court ruled in favour of the owner or OC after hearing the dispute. | required |
| 011814 – 011922 | Administration | The Administration's briefing on the draft format of the penalty notices and the covering letter (LC Paper No. CB(1)1123/10-11(01)) | |
| 011923 – 012008 | Ms Cyd HO Administration | (a) Ms HO's suggestion that paragraph 3(i) of the penalty notice should specify in full the exact date when the notice expired. (b) The Administration undertook to amend the draft letter accordingly. | |
| 012009 – 012052 | Chairman Administration | In response to the Chairman's enquiry, the Administration confirmed that the statutory notice of inspection and repair would specify the due dates on which the key steps the owner or OC would need to complete. | |
| 012053 - 012417 | Administration | The Administration's briefing onRIs / QPs to conduct inspections (LC Paper No. CB(1)1123/10-11(01)) | |
| 012418 - 013856 | Mr KAM Nai-wai Administration | (a) Mr KAM's query of whether details such as the time and date of inspections, locations and items or parts of buildings inspected, would also be included in the inspection reports submitted to BD. He also | |

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| | | asked whether and how such information would be made known to owners and OCs, and whether the Bill would require inspection reports to be made available to the owners or OCs engaging the RIs. | 7 |
| | | (b) The Administration's response that the detailed requirements would be specified in the code of practice/practice notes (CoP/PNs), but the Bill would not require the reports to be provided to owners or OCs. It would be up to the respective owners or OCs to specify such requirements in their service contracts with RIs. | |
| | | (c) In response to the Chairman, the Administration would consider advising, through the CoP/PNs, RIs to provide a copy of the inspection reports to the respective owners or OCs. | |
| | | (d) Mr KAM's criticism that many owners were not aware of their rights to demand a copy of the inspection reports from RIs, and the Bill should impose an obligation on RIs to provide the information to owners. Mr KAM indicated his intention to move a Committee Stage amendment (CSA) if the Administration would not do so. | |
| | | (e) The Administration's explanation that the objective of BO was to regulate the conduct of registered building professionals and contractors, and the Administration had reservation on putting the onus on RIs to provide inspection reports to owners or OCs in the statute, as it was a matter between the two contracting parties. | |

| Time Marker | Speaker | Subject(s) | Action Required |
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| | | (f) Mr KAM's query of whether contravention of a guideline in CoP/PN would be an offence in BO. He drew comparison of the Building Management Ordinance (Cap. 344) where even procurement of material was subject to legislative control. Mr KAM indicated his intention to move a CSA if the Administration would not do so. (g) The Administration's explanation that | |
| | | (g) The Administration's explanation that it was more appropriate to include detailed technical standards and frequently updated practices and procedures in CoPs/PNs rather than in the legislation. | |
| 013857 – 014238 | Prof Patrick LAU | Professor LAU's comment that the requirement for RIs to submit inspection reports to the owners or OCs should be a matter to be agreed among themselves. Creating too many offences and penalties would only discourage professionals from taking up building inspection or repair contracts, and aggravating the manpower shortage problem. The respective professional institutions would be enlisted to draw up standard contract terms. | |
| 014239 – 014424 | Mr KAM Nai-wai Chairman | (a) Mr KAM's comment that there should be a separate meeting to examine the quality and supply of professionals. (b) The Chairman's comment that the manpower issue would be addressed together with the discussion on criminal liability of OCs and other CSAs to be raised by the Administration. | |
| 014425 – 014734 | Chairman Mr KAM Nai-wai Administration | (a) Mr KAM's query of when the Administration would provide the draft CoP/PNs for members' consideration as previously agreed. | |

| Time Marker | Speaker | Subject(s) | Action Required |
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| | | (b) The Administration had taken note of the suggestions from members at previous meetings and would report to members how the suggestions were incorporated into the CoP/PNs at the coming meetings. | 1 |
| 014735 – 014855 | Administration Mrs Sophie LEUNG | (a) The Administration's report that additional building safety related provisions would be introduced as CSAs to the Bill. | |
| | | (b) These CSAs would include | |
| | | (i) the power to obtain warrants for entry into premises; | |
| | | (ii) a new control system of signboards; | |
| | | (iii) penalty for owners who refused to contribute to the cost of prescribed inspection or repair; and | |
| | | (iv) surcharge for default works. | |
| | | The proposals would be submitted to members for deliberation at the next meeting. | |
| | | (c) Mrs Sophie LEUNG's suggestion that weblinks to existing PNs should be made available for members' reference. | |
| 014856 – 015346 | Ms Cyd HO Prof Patrick LAU Administration Deputy Chairman Mr KAM Nai-wai | (a) Professor LAU and the Deputy Chairman's comments that the proposed CSAs from the Administration were not straight forward and more time should be allowed for thorough deliberation. | |
| | | (b) Ms HO's suggestion that members should be clearly reminded that the Administration was putting forward | |

| Time Marker | Speaker | Subject(s) | Action Required |
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| | | new provisions that were not part of MBIS and the Mandatory Window Inspection Scheme. | |
| | | (c) Mr KAM's suggestion for thorough consultation on the proposed CSAs and, in particular, another public hearing on control of signboards should be considered. | |
| 015347 – 015417 | Chairman Clerk | The next meeting would be held on 11 February 2011. | |

Council Business Division 1
Legislative Council Secretariat
11 March 2011