## LC Paper No. CB(1)1934/98-99(02)

## ECON 4/3231/66(99) Pt.21 CB1/BC/14/98

Our Tel: 2537 2842 Our Fax: 2523 0030

20 September 1999

Clerk to Bills Committee Legislative Council Legislative Council Building 8 Jackson Road Central Hong Kong (Attn.: Miss Salumi CHAN)

Fax No. 2869 6794

Dear Miss Chan,

## Bill Committee on Shipping and Port Control (Amendment) Bill 1999 Third meeting on 23 September 1999

Thank you for your letter of 27 July 1999.

Regarding the New Territories Cargo Transport Association's submission on the Bill, we would like to respond as follows –

(a) The proposed increase of penalty charges in the Bill aims to enhance the deterrent effects so as to minimize the number of marine industrial accidents. The proposed increase had resulted from a restatement of the charges in "levels" rather than absolute numbers. When we review the charges, we also need to bear in mind possible impacts on the industry. Given the current economic situation, we believe we shall go for incremental

increases rather than drastic increases. Indeed, we have received representations which suggest that our proposed levels do not go far enough and that they should be drasticaslly increased to tie in with similar provisions in the "Factories and Industrial Undertaking Ordinance". We shall continue to monitor the situation and keep under review the level of the penalty charges to ensure there are sufficient deterrent effects.

(b) We would continue to work together with the industry to step up the publicity work to promote the awareness of the importance of occupational safety.

Yours sincerely,

( Peter KWOK ) for Secretary for Economic Services

c.c. Director of Marine