

15 January 1985

Lands and Works Branch Technical Circular No. 2/85

Engineering and Associated Consultants Selection Board.
Consultants Remuneration - Fees on a Percentage Basis.

Lands and Works Branch Technical Circular No. 9/84 lays down the circumstances in which the cost of works may be adjusted for the purpose of calculating consultants fees on a percentage basis. The circumstances in which adjustments may be made are:-

- (a) where the price of an accepted tender is considered to be uncharacteristic
- (b) where the Consultants Remuneration Index applicable to the contract is more than 5 points below or above 100.

2. In cases where adjustment is to be made for both circumstances, the percentage adjustment in respect of the uncharacteristic tender must be made first, and the adjusted price submitted to, and agreed by, the Engineering and Associated Consultants Selection Board, after which the agreed price will be further adjusted in respect of the rise or fall of the Consultants Remuneration Index.

3. It follows that the total adjustment finally to be applied to the tendered price is the product, and not the sum, of the two percentage adjustments.

(CHAN Nai-keong)
Secretary for Lands and Works