

Procurement of Supplies, Goods or Services by Owners' Corporations (OCs)

Building Management Ordinance (Cap. 344)



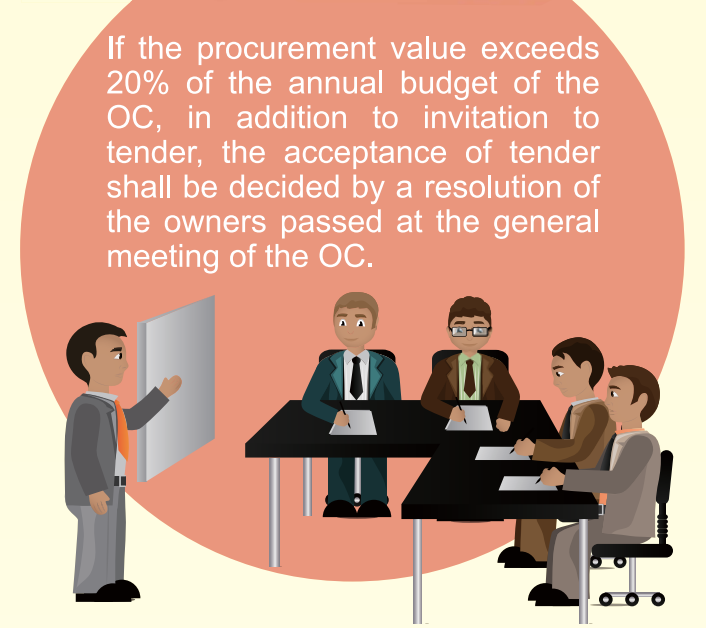
The procurement of supplies, goods or services by an OC shall comply with section 20A of the Building Management Ordinance and the standards and guidelines specified in the Code of Practice on Procurement of Supplies, Goods and Services.



Section 20A of the Building Management Ordinance provides that:



Any supplies, goods or services the value of which exceeds \$200,000 shall be procured by invitation to tender.



If the procurement value exceeds 20% of the annual budget of the OC, in addition to invitation to tender, the acceptance of tender shall be decided by a resolution of the owners passed at the general meeting of the OC.

The Ordinance does not allow any exemption from invitation to tender for OCs to procure supplies, goods or services in case of emergency.

The OC shall invite and accept tender for the procurement of supplies, goods or services, including building maintenance works in accordance with the Building Management Ordinance. Otherwise, the validity of the contract may be questioned, and the person signing the contract may incur personal liability and unnecessary financial loss.



Section 20A of the Building Management Ordinance and the Code of Practice on Procurement of Supplies, Goods and Services

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