



**Bulloo**  
Shire

# CONDITIONS OF CONTRACT (CONSTRUCT ONLY – STANDARD RISK)

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## **Flood Damaged Roads Restoration** South Western Region – Unsealed Road Repairs

VOLUME 2 OF 4

**Rainfall and Flooding March – May 2024**

CONTRACT No.  
T2025-2026-202 – Orientos Road  
T2025-2026-203 – Epsilon Road  
T2025-2026-204 – Bransby Santos Road  
T2025-2026-205 – Omicron Road & Toona Gate Road  
T2025-2026-206 – Cameron Corner Road

# FORMAL INSTRUMENT OF AGREEMENT

## PARTIES

*Bulloo Shire Council ABN 77 018 448 039 of 68 Dowling Street, Thargomindah ...* in the State of Queensland

**(‘the Principal’)**

.....(*contractor*)..... of .....(*address*)..... in the state of .....(*state*).....

**(‘the Contractor’)**

## RECITALS

- A. The *Contractor* has submitted an offer to carry out and complete the *WUC* and has given the *Principal* warranties and made representations to the *Principal*.
- B. In reliance on the warranties given and representations made by the *Contractor*, the *Principal* has accepted the *Contractor’s* offer.
- C. The parties wish to enter into this *Contract* to record the terms of their agreement.

## THE PARTIES AGREE

### 1. THE CONTRACT

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1.1 The *Contract* shall comprise the following documents:

- (a) *Formal Instrument of Agreement*;
- (b) Volume 2 Conditions of Contract including Annexure Part A to AS4000-1997 General Conditions of Contract;
- (c) Volume 2 Conditions of Contract including Annexure Part B to AS4000-1997 General Conditions of Contract;
- (d) AS4000-1997 General Conditions of Contract (which form a part of this *Contract* notwithstanding that a copy is not physically incorporated into this *Contract*);
- (e) Volume 3 Scope and Specification
- (f) Volume 4 Return Schedules
- (g) Schedule K1 – Contract Works Pricing Schedule
- (h) Schedule K2 – Additional Works Pricing Schedule
- (i) Contractors tender submission documents
- (j) Tender addenda

1.2 The *Contract* constitutes the entire agreement between the parties. It supersedes all prior representations, agreements, statements and understandings between the *Contractor* and the *Principal* (whether oral or in writing).

1.3 If there is any ambiguity, inconsistency, conflict or discrepancy between any of the documents listed in clause 1.1 of this *Formal Instrument of Agreement* then the ambiguity, inconsistency, conflict or discrepancy shall be resolved by giving precedence to the document which places the highest or more

onerous requirement on the Contractor. If that does not resolve the issue, then the documents will take precedence in the order set out in clause 1.1 of this Formal Instrument of Agreement, with the Formal Instrument of Agreement being the highest in the order.

## **2. CONSIDERATION**

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2.1 In consideration of:

- (a) the *Principal* agreeing to pay the *Contractor* in accordance with the provisions of the *Contract*, the *Contractor* will perform the *WUC* in accordance with the provisions of the *Contract* and will otherwise comply with its obligations under the *Contract* at its expense;
- (b) the *Contractor* carrying out the *WUC* and complying with its obligations under the *Contract* at its expense, the *Principal* will pay the *Contractor* in accordance with the provisions of the *Contract* and will otherwise comply with its obligations under the *Contract*.

## **3. INTERPRETATION**

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- 3.1 Italicised terms used in this *Formal Instrument of Agreement* have the same meaning as defined in the documents listed in clauses 1.1(b) to 1.1(d) above.
- 3.2 The contra proferentem rule and other rules of construction will not apply to the *Contract* to disadvantage a party whether that party put the clause forward, was responsible for drafting all or part of it or would otherwise benefit from it.
- 3.3 To the extent permitted by law, if either party consists of two or more persons the *Contract* binds such persons and their respective executors, administrators, successors and permitted assigns jointly and severally.
- 3.4 Each indemnity provided in the *Contract* is a continuing indemnity which survives the expiration or termination of the *Contract*. The *Principal* need not incur any expense or make any payment in order to rely on an indemnity.
- 3.5 The rights and remedies of a party to the *Contract* are in addition to the rights or remedies conferred on the party elsewhere in the *Contract*, at law or in equity.
- 3.6 If a provision of the *Contract* is void or unenforceable it must be severed from this *Contract* and the provisions that are not void or unenforceable are unaffected by the severance.
- 3.7 In the *Contract* the words 'include', 'includes' and 'including' shall be read as if followed by 'without limitation'.
- 3.8 The *Contract* may be executed in any number of counterparts and communication of the fact of execution to the other party may be made by sending evidence of execution by email to the other party.

## **4. STANDARDS AUSTRALIA COPYRIGHTED MATERIAL**

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- 4.2 A copy of AS4000-1997 General Conditions of Contract and Annexures (as current at the *date of acceptance of tender*) forms part of this *Contract* notwithstanding that a copy is not physically included.

A copy of the AS4000-1997 General Conditions of Contract can be obtained by contacting Standards Australia via [copyright@standards.org.au](mailto:copyright@standards.org.au).

- 4.3 In Annexure Part A, items or words which have been struck through are deleted from Annexure Part A and items or words which have been underlined have been added to Annexure Part A.

# EXECUTED AS AN AGREEMENT

## EXECUTION BY THE PRINCIPAL

**SIGNED** for and on behalf of Bulloo Shire Council in accordance with the Council's local laws and in the presence of:

..... )  
Signature of witness )  
..... )  
Name of witness (block letters) )  
Date: / / )  
..... )  
Chief Executive Officer )  
Date: / / )

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## EXECUTION BY THE CONTRACTOR (WHERE CONTRACTOR IS A CORPORATION)

**SIGNED** for and on behalf of the *Contractor* in accordance with its Constitution and Section 127 of the *Corporations Act 2001* in the presence of:

..... )  
Signature of witness )  
..... )  
Name of witness (block letters) )  
Date: )  
..... )  
Director )  
..... )  
Director/Secretary )  
Date: )

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## EXECUTION BY CONTRACTOR (WHERE CONTRACTOR IS NOT A CORPORATION)

**SIGNED** for and on behalf of the *Contractor* by its authorised representative in the presence of:

..... )  
Signature of witness )  
..... )  
Name of witness (block letters) )  
Date: )  
..... )  
Signature )  
..... )  
Name of authorised representative )  
Date: )

This Annexure shall be completed and issued as part of the tender documents and, subject to any amendments to be incorporated into the *Contract*, is to be attached to the General Conditions of Contract and shall be read as part of the *Contract*.

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*Item*

1	<i>Principal</i> (clause 1)	Bulloo Shire Council ABN 77 018 448 039
2	<i>Principal's address</i>	PO Box 46, Thargomindah, Queensland, 4492
3	<i>Contractor</i> (clause 1)	ACN ABN
4	<i>Contractor's address</i>	
5	<i>Superintendent</i> (clause 1)	Chief Executive Officer ACN 77 018 448 039 PO Box 46, Thargomindah, Queensland, 4492
	<i>Superintendent Representative</i>	Shepherd Services
6	<i>Superintendent's address</i>	68 Dowling Street Thargomindah Qld 4492
7*	a) <i>Date for practical completion</i> (clause 1)	
	OR	
	b) <i>Period of time for practical completion</i> (clause 1)	Number of weeks from date of contract award for each Contract: Toona Gate Road and Omicron Road – 23 Weeks Orientos Road – 27 Weeks Epsilon Road – 21 Weeks Number of weeks from date of Possession of Site for each Contract: Cameron Corner Road – 20 Weeks Bransby Santos Road – 16 Weeks
8	<i>Governing law</i> (page 5, clause 1(h))	Queensland If nothing stated, that of the jurisdiction where the <i>site</i> is located

9	a) Currency (page 5, clause 1(g))	AUD If nothing stated, that of the jurisdiction where the <i>site</i> is located
	b) Place for payments (page 5, clause 1(g))	Payments will be made by electronic transfer into the bank account last notified in writing by the <i>Contractor</i> to the <i>Principal</i> .
	c) Not used	
10	Not used	
10A	<u>Contract sum</u> <u>(clause 1 and clause 2A)</u>	<u>The Contract is a:</u> <input checked="" type="checkbox"/> <u>schedule of rates contract</u> <input type="checkbox"/> <u>lump sum contract</u> If nothing stated, the <i>Contract</i> is a <i>lump sum contract</i> .
11	Quantities in <i>schedule of rates</i> , limits of accuracy (subclause <del>2.5(b)</del> <u>2A.4(b)</u> )	Upper Limit 0% Lower Limit 0% If nothing stated, upper limit is 120%, lower limit is 80%
12	<i>Provisional sum</i> , percentage for profit and attendance (clause 3)	No profit and attendance is payable.
13*	<i>Contractor's security</i>	
	a) Form (clause 5)	Cash retention
	b) Amount or maximum percentage of <i>contract sum</i> (clause 5)	5% If nothing stated, 10% of the <i>contract sum</i>
	c) If retention moneys, percentage of each <i>progress certificate</i> (clause 5 and subclause 37.2)	10% until the limit in item 13 (b) reached. If nothing stated, 10% until the limit in <i>Item</i> 13(b)
	d) Time for provision (except for retention moneys) (clause 5)	If nothing stated, within 10 <i>business days</i> after <i>date of acceptance of tender</i>
	e) Additional <i>security</i> for unfixed plant and materials (subclauses 5.4 and 37.3)	Not applicable \$
	f) <i>Contractor's security</i> upon <i>certificate of practical completion</i> is reduced by (subclause 5.4)	50% of amount held at Practical Completion If nothing stated, 50% of amount held
14*	<i>Principal's security</i>	
	a) Form (clause 5)	Not applicable

	b) Amount or maximum percentage of <i>contract sum</i> (clause 5)	Not applicable	
			If nothing stated, nil
	c) Time for provision (clause 5)	Not applicable	
			If nothing stated, within 20 <i>business days</i> after the <i>date of acceptance of tender</i>
	d) <i>Principal's security</i> upon <i>certificate of practical completion</i> is reduced by (subclause 5.4)	Not applicable	
			If nothing stated, 50% of amount held
15	<i>Principal-supplied documents</i> (subclause 8.2)	Document	No. of copies
		Contract documents	One
			If nothing stated, 5 copies of the drawings, specification, <i>bill of quantities</i> or <i>schedule of rates</i> (if any)
16	Time for <i>Superintendent's direction</i> about documents (subclause 8.3)		
			If nothing stated, 10 <i>business days</i>
17	Subcontract <i>work</i> requiring approval (subclause 9.2)	The whole or any part of <i>WUC</i>	
18	Novation (subclause 9.4)	Subcontractor	<del>Particular part of <i>WUC</i></del>
			Not applicable
		<i>Selected subcontractor</i>	<del>Particular part of <i>WUC</i></del>
			Not applicable
19	<i>Legislative requirements</i>		
	a) Those excepted (subclause 11.1)	Not applicable	
	b) Identified <i>WUC</i> (subclause 11.2(a)(ii))	Not applicable	
19A	<u>Portable long service</u> (subclause 11A.1)	<u>The:</u> <input checked="" type="checkbox"/> <u><i>Principal</i></u> <input type="checkbox"/> <u><i>Contractor</i></u> <u>is to make payments and give notices under the <i>Building and Construction Industry (Portable Long Service Leave) Act 1991 (Qld)</i></u>	

If nothing selected the Contractor is to do so

19B Management Plans must address:  
(clause 11E)

- Environmental Management Plan  Yes  No
- WHS Management Plan  Yes  No
- Quality Management Plan  Yes  No
- Stakeholder Management Plan  Yes  No
- Traffic Management Plan  Yes  No
- Training Policy  Yes  No
- Fatigue Management Plan  Yes  No
- Chain of Responsibility Management Plan  Yes  No

If not selected, the requirement does not apply

19C The Contractor's liability is limited to  
(clauses 1 and 15A)

\$ 20,000,000

If nothing stated, the Contractor's liability is not limited

19D The Principal's liability is limited to  
(clauses 1 and 15A)

If nothing stated, the Principal's liability is limited to the contract sum as adjusted pursuant to the Contract.

20 Insurance of *the Works*  
(clause 16)

a) Alternative applying

Not applicable

If nothing stated, Alternative 1 applies

If Alternative 1 applies

b) Provision for demolition and removal of debris

\$

OR

10% of the *contract sum*

c) Provision for consultants' fees

\$

OR

10% of the *contract sum*

d) Value of materials or things to be supplied by the *Principal*

Nil

e) Additional amount or percentage

\$

OR

10% of the total of paragraphs (a) to (d) in clause 16

21 Public liability insurance  
(clause 17)

a) Alternative applying Alternative 1  
 If nothing stated, Alternative 1 applies  
 If Alternative 1 applies

b) Amount per occurrence shall be not less than \$20,000,000  
 If nothing stated, then not less than \$20,000,000

21A Key Personnel Name Role Period  
 (Clause 23A)

22 Time for giving possession *Number of days after the date of acceptance of tender*  
 (subclause 24.1) Toona Gate Road & Omicron Road – Within 14 days  
 Orientos Road – Within 14 days  
 Epsilon Road – Within 14 days  
 Cameron Corner Road – No earlier than 53 days  
 Bransby Santos Road – No earlier than 53 days  
 If nothing stated, within 10 *working days* after the *date of acceptance of tender*

22A Working days and working hours In accordance with the requirements of Volume 3 Scope and Specification Clause 1.7 Hours of Work  
 (clause 31)

23 *Qualifying causes of delay, causes of delay for which EOTs will not be granted*  
 (~~page 3, paragraph (b)(iii) of clause 1 and subclause 34.3~~) Contractor caused delays

24\* Liquidated damages, rate (subclause 34.7) \$5,040.00 per day

25\* Bonus for early *practical completion* (subclause 34.8) NA

a) Rate per day

b) Limit \$

OR

% of *contract sum*

If nothing stated, there is no waiver

26\* Delay damages, ~~costs~~, other *compensable causes* (page 1, clause 1 and subclause 34.9 34A) No other *compensable causes*

26A	<u>Delay costs, limit per <i>working day</i></u> (clause 34A)	_____	<u>If nothing stated, \$500 per <i>working day</i></u>
27	<i>Defects liability period</i> (clause 35)	Nil months	If nothing stated, 12 months
27A	<u><i>Variations, percentage for profit and overheads</i></u> (subclause 36.4)	<u>Profit</u>	<u>5%</u> If nothing stated 5%
		<u>Overheads</u>	<u>5%</u> If nothing stated 5%
28	Progress Claims (subclause 37.1)		
	a) Times for progress claims	Monthly claims only	21 <sup>st</sup> day of each month in which <i>WUC</i> is completed, up to and including the month in which <i>practical completion</i> is reached, for work completed to the 20 <sup>th</sup> day of the month.
	OR		
	b) Stages of <i>WUC</i> for progress claims		
29	Unfixed plant and materials for which payment claims may be made (subclause 37.3)	Nil	
30	Interest rate on overdue payments (subclause 37.5)	7 % per annum	If nothing stated, 18% per annum
31	Time for <i>Principal</i> to rectify inadequate possession (subclause 39.7)	If nothing stated, 25 <i>working days</i>	
32	Not used		

\*If applicable, delete and instead complete equivalent Item in the separable portions section of the Annexure Part A.

# Part B

Annexure to the  
Australian Standard General Conditions of Contract  
AS4000 – 1997

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## Deletions, amendments and additions

1. The following clauses have been deleted from the General Conditions of Contract  
See below
  2. The following clauses have been amended and differ from the corresponding clauses in AS4000-1997  
See below
  3. The following clauses have been added to those of AS4000-1997  
See below
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## 1 INTERPRETATION AND CONSTRUCTION OF CONTRACT

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Delete the definition of '*bill of quantities*' and replace with:

**'bill of quantities** means a *price schedule*;

Insert a new definition of '*building contract*':

**'building contract** has the same meaning as given to that term in section 67AAA of the *Queensland Building and Construction Commission Act 1991 (Qld)*;

Insert a new definition of '*business day*':

**'business day** means:

- (a) when used in the definition of *response period*, has the same meaning as in the *security of payment legislation*;
- (b) otherwise, means a day that is not:
  - (i) a Saturday or Sunday; or
  - (a) a public holiday, special holiday or bank holiday at the *site*.'

Insert a new definition of '*claim*':

**'claim** includes any claim, action, demand, proceeding, suit, defence or set-off, however arising including pursuant to a provision of the *Contract* (including any claim for a *variation*, an *EOT* or other adjustment of the *contract sum*), at law (including a breach of contract), under statute, in equity, in tort (including for negligence), in quasi-contract, for unjust enrichment and to the extent permitted by law, pursuant to any other principle of law, in connection with the *Contract*, the *Works* or *WUC*;

Insert a new definition of '*claimable amount*':

**'claimable amount** means:

- (a) the value of *work* carried out by the *Contractor* in the performance of the *Contract* which the *Contractor* is entitled to include in a progress claim; and
- (b) amounts otherwise due from the *Principal* to the *Contractor* pursuant to the *Contract*;

Insert a new definition of '*compensable direction*':

**'compensable direction'** means a *direction* pursuant to subclause 8.1 that is necessitated solely because of an inconsistency, ambiguity, discrepancy or error which is in a document prepared by or on behalf of the *Principal* for the purpose of carrying out *WUC* and which could not have been identified by a competent contractor at the time of the *Contractor's* tender if that contractor had inspected:

- (a) all written information made available by the *Principal* to the *Contractor* for the purpose of tendering;
- (c) all information influencing the risk allocation in the *Contractor's* tender and reasonably obtainable by the making of reasonable enquiries; and
- (b) the *site* and its near surrounds;

Insert a new definition of '*conflict of interest*':

**'conflict of interest'** means any actual, potential or perceived conflict between the interests of the *Contractor* and the *Contractor's* obligations under the *Contract*;

Delete the definition of '*contract sum*' and replace with:

**'contract sum'** means

- (a) where *Item 10A* states that the *Contract* is a *lump sum contract*, the sum of the lump sums contained in the *price schedule*; or
- (b) where *Item 10A* states that the *Contract* is a *schedule of rates contract*:
  - (d) the sum of the products ascertained by multiplying the rates by the corresponding quantities in the *price schedule*; plus
  - (i) any lump sums contained in the *price schedule*,

including *provisional sums* but excluding additions or deductions which may be required to be made under the *Contract*;

Insert a new definition of '*Councillor*':

**'Councillor'** has the meaning given to that term in the *Local Government Act 2009* (Qld);

Delete paragraph (a) of the definition of '*date of practical completion*' and replace with:

- (a) the date stated in a *certificate of practical completion* as the date on which *practical completion* was reached (which may be a date earlier than the date on which the *certificate of practical completion* is issued); or

Insert a new definition of '*Formal Instrument of Agreement*':

**'Formal Instrument of Agreement'** means the document of that name forming part of the *Contract*;

Insert a new definition of '*improper conduct*':

**'improper conduct'** means:

- (a) engaging in misleading or deceptive conduct;
- (b) engaging in any collusive tendering, anticompetitive conduct, or any other unlawful or unethical conduct;
- (e) canvassing, attempting to improperly influence, offering any inducement to, or accepting or inviting improper assistance from, the *Principal's Councillors* or other *personnel* (or former *personnel*);
- (c) using any information improperly obtained, or obtained in breach of any obligation of confidentiality;
- (f) engaging in aggressive, threatening, abusive, offensive or other inappropriate behaviour or committing a criminal offence; or
- (d) engaging in conduct contrary to sections 199 and 200 of the *Local Government Act 2009* (Qld);'

Insert a new definition of '*informal variation direction*':

**'informal variation direction** means a *direction* by the *Superintendent* for a *variation* which is either:

- (e) not in writing; or
- (g) in writing but which does not expressly state that it is a *direction* for a *variation* pursuant to clause 36;'

Insert a new definition of '*liability limit*':

**'liability limit** means the sum of:

- (f) the amount specified in *Item 19C* or *Item 19D* as the case may be; and
- (g) the amount of any excess payable under a policy of insurance referred to in subclause 15A.2(d);'

Insert a new definition of '*lump sum contract*':

**'lump sum contract** means a contract to which subclause 2A.3 applies;'

Insert a new definition of '*payment period*':

**'payment period** means:

- (a) if the *Contract* is a *building contract*, 15 *business days*;
- (b) otherwise, 25 *business days*,

after the progress claim or *final payment claim* (as the case may be) is given to the *Principal*;

Insert a new definition of '*payment schedule*':

**'payment schedule** has the same meaning as in the *security of payment legislation*;

Insert a new definition of '*personal information*':

**'personal information** has the same meaning as given to that term in the *Information Privacy Act 2009* (Qld);'

Insert a new definition of '*personnel*':

**'personnel'** includes the officers, employees, agents, representatives, consultants and contractors (including, in respect of the *Contractor*, its subcontractors), of a party and any other person or entity for whom that party is vicariously liable and in respect of the *Principal* includes the *Councillors* of the *Principal* but does not include the *Contractor*;

Insert a new subparagraph at the end of the definition of '*practical completion*':

- (d) anything else which the *Contract* provides is to be done, provided or otherwise satisfied as a requirement of or prior to *practical completion* has been so done, provided or satisfied;

Delete the definition of '*prescribed notice*' and insert:

**'prescribed notice'** means a written notice which contains:

- (a) details of the basis of the *claim*; and
- (b) a detailed itemised breakdown of the quantum of the *claim*, or, where the quantum cannot be itemised at the time that the *prescribed notice* is given because the costs are not yet known, an itemised breakdown of the estimated quantum of the *claim*;

Insert a new definition of '*price schedule*':

**'price schedule'** means any schedule included in the *Contract* which provides a breakdown of the *contract sum* and which may include rates, lump sums, *provisional sums*, other sums, quantities and prices;

Insert a new definition of '*Principal's policies*':

**'Principal's policies'** means the *Principal's* plans, policies, procedures, codes, standards and guidelines to the extent that these are made available by the *Principal* (whether to the public at large or to the *Contractor*);

Insert a new definition of '*procurement process*':

**'procurement process'** means the process pursuant to which the parties entered into the *Contract*, and includes the process (if any) through which the *Principal* invited, and the *Contractor* submitted an offer to carry out the *WUC*;

Insert a new definition of '*provisional work*':

**'provisional work'** means:

- (a) any *work* or item to which a *provisional sum* relates; and
- (b) any other *work* or item which is identified in the *Contract* as 'provisional', 'if ordered', 'as directed' 'optional' or similar or which the *Contract* otherwise provides is not to be carried out or supplied by the *Contractor* unless the *Contractor* is given a *direction* to do so;

Delete the definition of '*qualifying cause of delay*' and insert:

**'qualifying cause of delay'** means:

- (a) any of the following, which are beyond the control of the *Contractor* occurring on or before the *date for practical completion*:
- (i) industrial action not exclusively directed at the *Contractor*;
- (ii) inclement weather and the effects at the *site* of inclement weather;
- (b) any of the following which are beyond the control of the *Contractor* whether occurring before, on or after the *date for practical completion*:

- (i) any act, default or omission of the *Superintendent*, the *Principal* or the *Principal's* consultants, agents or other contractors (not being employed by the *Contractor*);
- (ii) *variations* (other than a *variation* for the convenience of the *Contractor*);
- (iii) *latent conditions*;
- (iv) a change in a *legislative requirement* which comes into effect after the 10th *business day* before the closing of tenders and which could not have been reasonably anticipated by a competent contractor;
- (v) delays by municipal, public, or statutory authorities (including the *Principal* in its capacity as a local government authority);
- (vi) claims referred to in subclause 15.1(e);
- (vii) any breach of the *Contract* by the *Principal*,

but does not include any cause of delay identified in *Item 23*;

Insert a new definition of '*required deductions*':

**'required deductions** means:

- (a) amounts paid previously under the *Contract*;
- (b) retention moneys to be deducted pursuant to *Item 13*;
- (c) other amounts due from the *Contractor* to the *Principal* in connection with the *Contract*;
- (d) amounts due from the *Contractor* to the *Principal* otherwise than in connection with the *Contract*;
- (e) to the extent that such *work* has not yet been carried out by the *Contractor* and the cost of such *work* has not yet been incurred by the *Principal*, the estimated cost to the *Principal* of having any *work* of removal, demolition, reconstruction, replacement, correction or rectification the subject of a *direction* pursuant to subclause 29.3 or clause 35 carried out by a third party;
- (f) amounts in respect of *work* which is required by the *Contract* to be tested and for which any of the following conditions have not been met:
  - (i) all required *tests* have been completed;
  - (ii) the results of the *tests* do not reveal a failure of the *Contractor* to comply with the *Contract*; and
  - (iii) the *Contractor* has made good *WUC* and provided the results of the *tests* to the *Superintendent* and to the *Principal* in accordance with subclause 30.6;
- (g) amounts which the *Principal* bona fide claims are or will become due from the *Contractor* to the *Principal* in connection with the *Contract* (and where such an amount cannot be ascertained by the *Principal* at the time at which the amount is to be certified, the *Principal's* bona fide estimate of such an amount).'

Insert a new definition of '*response period*':

**'response period** for a progress claim or *final payment claim* (as the case may be) means 15 *business days* after the claim is given to the *Principal*;

Delete the definition of '*schedule of rates*' and insert:

**'schedule of rates'** means a price *schedule*;

Insert a new definition of '*schedule of rates contract*':

**'schedule of rates contract'** means a contract to which subclause 2A.4 applies;

Delete paragraphs c) and d) of the definition of '*security*';

Insert a new definition of '*security of payment legislation*':

**'security of payment legislation'** means the *Building Industry Fairness (Security of Payment) Act 2017* (Qld) and any associated subordinate legislation;

Insert a new definition of '*specified loss*':

**'specified loss'** means:

- (a) any loss, or loss of anticipated, profit, income, revenue, saving, production; business, good will, contract or opportunity (including access to markets); increase in financing or operating costs; liability for loss or damage suffered by third parties; legal costs (on a solicitor and client basis); fines levied; loss of reputation or embarrassment and the cost of abating or reducing such; damage to credit rating; any other financial or economic loss; and
- (b) any indirect, special or consequential loss, damage, cost, expense or penalty not expressly referred to in the preceding paragraph, howsoever arising;

Insert a new definition of '*third party requirements*':

**'third party requirements'** means such of the following (as amended or replaced from time to time) as *Item 19B* states apply to this *Contract*:

- (h) Code for the Tendering and Performance of Building Work 2016 issued pursuant to the *Building and Construction Industry (Improving Productivity) Act 2016* (**Building Code 2016**);
- (a) Queensland Government's Code of Practice for the Building and Construction Industry (**Queensland Code**);
- (i) Australian Government Building and Construction Industry Work Health and Safety Accreditation Scheme (the Scheme), established by the *Building and Construction Industry (Improving Productivity) Act 2016* (**WHS Accreditation Scheme**);
- (b) Queensland Government Indigenous Procurement Policy (**Queensland IPP**);
- (c) Federal Government Indigenous Procurement Policy (**Federal IPP**);
- (d) Queensland Government Building and Construction Industry Training Policy (**Training Policy**);
- (j) the requirements of any State, Federal or other body providing funding for *WUC*, as notified or otherwise made available to the *Contractor* from time to time by or on behalf of the *Principal*, whether or not specifically mentioned in the *Contract* (**Funding Requirements**); and
- (k) any other plans, policies, procedures, codes, standards and guidelines (other than the *Principal's policies*) which are identified in the *Contract* or which are otherwise applicable to *WUC*.

Insert a new definition of '*variation rates*':

**'variation rates'** means the rates included in Annexure Part H;

Insert a new definition of '*wilful misconduct*':

**'wilful misconduct'** means an intentional act or omission by or on behalf of a party committed with reckless disregard for its foreseeable and harmful consequences in circumstances where that party knows or ought to know that those consequences would likely result from the act or omission but which is not due to an honest mistake oversight, error of judgement, accident or negligence;'

Insert a new definition of '*working day*':

**'working day'** means a day identified as such in in *Item 22A*;

## **2 NATURE OF CONTRACT**

---

Delete clause 2.

## **2A PERFORMANCE AND PAYMENT**

---

Insert a new clause 2A as follows:

### **'2A PERFORMANCE AND PAYMENT**

2A.1 (**General**) The *Contractor* shall carry out and complete *WUC* in accordance with the *Contract* and *directions* authorised by the *Contract*. Notwithstanding anything else in this clause, where the *price schedule* or the *Contract* elsewhere contains provisions for determining the *Contractor's* entitlement to payment for an item then the *Contractor's* entitlement to payment for that item shall be determined in accordance with such provisions.

2A.2 (**Price schedule**) Quantities in a *price schedule* are estimated quantities only. The *Superintendent* is not required to give a *direction* by reason of the actual quantity of an item required to perform the *Contract* being greater or less than the quantity shown in a *price schedule*.

The *Principal* gives no warranty and makes no representation as to the completeness, accuracy or adequacy of a *price schedule*. If a *price schedule* omits an item which should have been included, the item shall be deemed to have been allowed for in other items.

2A.3 (**Lump sum contract**) This subclause 2A.3 only applies where *Item 10A* states that the *Contract* is a *lump sum contract*.

The *Principal* shall pay the *Contractor* the sum of the lump sums stated in the *price schedule*, adjusted by any additions or deductions made pursuant to the *Contract*. Where, otherwise than by reason of a *direction* to vary *WUC*, the actual quantity of an item required to perform the *Contract* is greater or less than the quantity shown in the *price schedule* the *Contractor* shall carry out that greater or lesser quantity as if it were originally stated in the *Contract* and there shall be no adjustment to the *contract sum*.

The *price schedule* may be used by the *Superintendent* as a guide in the assessment of progress claims, *variations* and other adjustments to the *contract sum* permitted by the *Contract*, but for no other purpose.'

2A.4 (**Schedule of rates contract**) This subclause 2A.4 only applies where *Item 10A* states that the *Contract* is a *schedule of rates contract*.

The *Principal* shall pay the *Contractor* the sum of the products ascertained by multiplying the measured quantity of each section or item of *work* actually carried out under the *Contract* by the rate provided in the *price schedule* for the section or item adjusted by any additions or deductions made pursuant to the *Contract*. Where, otherwise than by reason of a *direction* to vary *WUC*, the actual quantity of an item required to perform the *Contract* is greater or less than the quantity shown in a *price schedule* and:

- (l) the *price schedule* contains a lump sum for the item, the difference shall be a deemed *variation*;
  - (a) the *price schedule* contains a rate for the item, the rate shall apply to the greater or lesser quantities provided that where limits of accuracy for a quantity in a *price schedule* are stated in *Item 11*, the rate shall apply to the greater or lesser quantities within the limits, and quantities outside the limits shall be a deemed *variation*.'
- 2A.5 **(Rise and fall)** The contract *sum* is not subject to adjustment for variations in the cost of labour and materials unless, and then only to the extent that, the *Contract* expressly elsewhere provides that such an adjustment is to be made and states the formula by which that adjustment is to be calculated.
- 2A.6 **(Inclusions)** Except to the extent that the *Contract* expressly allows an adjustment, the *Contractor* warrants and represents that the *contract sum*, and all rates, sums and prices included in the *contract sum* allow for:
- (m) all of the risks, contingencies and other circumstances which could have an effect on the *Contractor's* ability to carry out and complete *the Works* for the *contract sum*, except to the extent that the *Contract* expressly allows an adjustment;
  - (n) the provision of all materials, plant, labour and other services necessary for the proper completion of *the Works*, whether or not those items are expressly mentioned in the *Contract*; and
  - (o) compliance with all of the *Contractor's* obligations under the *Contract*, including compliance with *directions* of the *Superintendent*.'

## 2B CONDUCT OF CONTRACTOR AND PERSONNEL

---

Insert a new clause 2B as follows:

### '2B CONDUCT OF CONTRACTOR AND PERSONNEL

- 2B.1 **(General)** The *Contractor* must and must ensure that its *personnel* at all times whilst engaged in *WUC* act professionally and treat all of the *Principal's personnel*, other contractors and the general public respectfully and appropriately and comply with all of the *Principal's policies*.
- 2B.2 **(Conflict of interest)** The *Contractor* warrants and represents that as at the *date of acceptance of tender* the *Contractor* is not aware of any *conflict of interest*. The *Contractor* must not, and must ensure that its *personnel* do not, engage in any activity or obtain any interest which is likely to result in a *conflict of interest* during the *Contract* and must immediately notify the *Principal* in the event that a *conflict of interest* that has not previously been disclosed arises or is likely to arise.
- 2B.3 **(Improper Conduct)** The *Contractor* warrants and represents that neither the *Contractor* nor any of its *personnel* engaged in any *improper conduct* in connection with the *procurement process*. The *Contractor* must not, and must ensure that its *personnel* do not engage in any *improper conduct* in connection with the *Contract*.

## 3 PROVISIONAL SUMS

---

Insert the following at the end of clause 3:

'The *Superintendent* shall not be obliged to give a *direction* that any *provisional work*, or any particular part or quantity of *provisional work*, be carried out or supplied by the *Contractor*. The *Principal* may carry out or supply the whole or any particular part or quantity of *provisional work* itself or engage a third party to do so on its behalf. The *Contractor* shall not be entitled to any monetary compensation (whether for costs incurred, lost profit, lost overheads or otherwise) in connection with any *provisional work* (or any particular part or quantity of *provisional work*) which it is not directed to carry out or supply. Unless the *Contract* elsewhere provides how particular

*provisional work* is to be valued, it shall be valued in accordance with this clause 3 as if it were identified as a *provisional sum*.'

## 5 SECURITY

---

Insert the following at the end of subclause 5.1:

'Where, due to adjustments made pursuant to the *Contract*, the *contract sum* is increased by more than 10%, the *Superintendent* may direct the *Contractor* to provide additional *security*. Unless the parties agree otherwise, the additional *security* shall be:

- (a) in the form stated in *Item 13*;
- (b) in an amount no more than is necessary to ensure that the total *security* held by the *Principal* is equivalent to the percentage stated in *Item 13(b)* of the *contract sum* as adjusted at the time of the *direction*; and
- (c) provided within 10 *business days* of the *Superintendent's direction*.

Delete the existing text of subclause 5.3 and replace with:

'The *Contractor* may at any time request the *Principal's* consent to substitute retention moneys or cash *security* with another form of *security*. The *Principal* may, at its absolute discretion give or withhold consent or give consent subject to such conditions as the *Principal* sees fit. To the extent that another form of *security* is provided, the *Principal* shall not deduct, and shall promptly release and return, retention moneys and cash *security*.'

## 7 SERVICE OF NOTICES

---

Insert an additional subclause 7(b)(iv) (together with any consequential amendments) at the end of subclause 7(b) as follows:

- (iv) the time at which an email comprising or attaching the notice or other document becomes capable of being retrieved and read by the addressee at the addressee's email address.

Notwithstanding anything else in this clause 7, where the *Contract* elsewhere prescribes the manner in which a particular notice is to be given, then such a notice shall only be deemed to have been given and received if given in the prescribed manner.'

## 8 CONTRACT DOCUMENTS

---

Delete the last paragraph of subclause 8.1 and replace with:

'The *Principal* shall not be liable upon any *claim* for compliance with a *direction*, under this subclause 8.1 unless the *direction* is a *compensable direction* and either:

- (a) the *direction* expressly states that it is a *compensable direction* pursuant to this subclause 8.1; or
- (b) the *Contractor* gives the *Superintendent* a written notice which identifies the *direction* and states that the *Contractor* considers that the *direction* is a *compensable direction* within 5 *business days* after the *direction* is given to the *Contractor*.

The *Contractor* must promptly give the *Superintendent* such additional information as the *Superintendent* reasonably requires in relation to a notice given under paragraph (b).

Subject to the *Contractor's* compliance with this clause and clause 41, if compliance with a *compensable direction* causes the *Contractor* to incur more cost than otherwise would have been incurred had the *direction* not been given, the difference shall be assessed by the *Superintendent* and added to the *contract sum*.

If compliance with any *direction* under this subclause 8.1 (including a *compensable direction*) causes the *Contractor* to incur less cost than otherwise would have been incurred had the *Contractor* not been given the *direction*, then the difference shall be assessed by the *Superintendent* and deducted from the *contract sum*.'

Insert the following at the end of subclause 8.6:

'The *Principal* may organise official media releases for publication in relation to *the Works*. The *Contractor* shall provide any assistance that may be reasonably requested by the *Principal* to facilitate the production of any such media releases.'

## **9 ASSIGNMENT AND SUBCONTRACTING**

---

Insert the following at the end of subclause 9.2:

'For the purposes of this subclause 9.2, the subcontractors which the *Contractor* nominated in its tender (as amended by post-tender negotiation) are approved by the *Superintendent*. In considering whether to approve a request by the *Contractor* to use other subcontractors, the *Superintendent* may, in addition to any other matter which the *Superintendent* is entitled to consider, also take into account whether the proposed subcontractor is:

- (p) a local supplier (as defined in the *Principal's* procurement policy as published at the *date of acceptance of tender*); or
- (a) at least 50% owned by Aboriginal or Torres Strait Islander persons,

and if not, whether such a supplier is available to undertake the *work* which is proposed to be subcontracted.'

## **11A SPECIFIC LEGISLATION AND OTHER REQUIREMENTS**

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Insert new clause 11A as follows:

### **'11A SPECIFIC LEGISLATION AND OTHER REQUIREMENTS**

11A.1 (**Portable Long Service Leave**) The party identified in *Item 19A* shall pay any levy payable and give any relevant notices pursuant to the *Building and Construction Industry (Portable Long Service Leave) Act 1991* (Qld) in relation to *WUC*.

11A.2 (**Information Privacy**) The *Contractor* must comply with Parts 1 and 3 of Chapter 2 of the *Information Privacy Act 2009* (Qld) in relation to the discharge of its obligations under the *Contract* as if the *Contractor* was the *Principal*. *Personal information* collected by the *Principal* in connection with the *Contract* is collected for the purposes of enabling the *Principal* to properly discharge its functions as a local government authority in connection with the *Contract* and may be accessible by and disclosed to *personnel* engaged to assist the *Principal* in doing so. *Personal information* will otherwise be dealt in accordance with the *Principal's* privacy policy. The *Principal* is authorised to collect *personal information* in accordance with the *Local Government Act 2009* (Qld), the *Local Government Regulation 2012* (Qld) and related legislation.

11A.3 (**Goods and Services Tax**) If GST, as defined in the *A New Tax System (Goods and Services Tax) Act 1999* (Cth), is imposed on any supply made pursuant to this *Contract*, the amount payable for the supply is to be increased by the amount of that GST. The party seeking payment must provide a tax invoice in the form required by the Act. If the payment is a progress payment to be made by the *Principal* to the *Contractor*, then the tax invoice shall be in the amount of the *Superintendent's progress certificate* issued pursuant to subclause 37.2.

11A.4 (**Local Government**) Nothing in the *Contract* shall be taken to fetter the power, rights or authority of the *Principal* as a local government authority under the *Local Government Act 2009* (Qld), the *Local Government Regulation 2012* (Qld) or any other *legislative requirement*.

11A.5 (**Compliance**) The *Contractor* must, and must ensure that to the extent relevant to them its *personnel*, in carrying out the *Contractor's* obligations under the *Contract*:

- (q) hold, maintain and are compliant with all requirements of, all necessary competencies, licences, accreditations, certifications, permits, clearances and other authorisations which are required:
  - (i) under contract;
  - (r) pursuant to a *legislative requirement*, *third party requirement* or the *Principal's policies*; or
  - (ii) otherwise at law,for the *Contractor* to carry out its obligations under the *Contract*;
- (s) act consistently with, and do all things reasonably necessary to enable the *Principal* to comply with, applicable *legislative requirements*, the *third party requirements* and the *Principal's policies*;
- (t) not do, or permit to be done, anything which would cause the *Principal* to be in breach of any *legislative requirements*, the *third party requirements* or the *Principal's policies*;
- (u) notify the *Principal* immediately if it becomes aware of any breach of this subclause 11A.5; and
- (v) when directed to do so by the *Superintendent*, provide the *Superintendent* with such information and documentation evidence as the *Superintendent* reasonably requests to satisfy the *Superintendent* that the *Contractor* has complied with this subclause 11A.5.

11A.6 (**Indemnity**) The *Contractor* shall indemnify and keep indemnified the *Principal* against any *claim* which may be brought against the *Principal* and any cost, expense, fine, penalty, damages or loss which may be imposed upon, suffered or incurred by the *Principal* in connection with:

- (w) the *Contractor's* failure to comply with this clause 11A or to satisfy a *legislative requirement* as required by subclause 11.1;
- (x) any breach by the *Contractor* of its obligations under any *legislative requirement*; and/or
- (y) any enforcement of obligations imposed on the *Contractor* under any *legislative requirement*,

but the indemnity will be reduced to the extent that the act or omission of the *Principal* caused or contributed to the *claim* or loss.

11A.7 (**Interpretation**) In the event of any inconsistency, ambiguity, discrepancy or conflict in or between any obligation of the *Contractor* under subclauses 11A.1 to 11A.5, the *Contractor* must promptly notify the *Superintendent* who shall direct the *Contractor* as to the interpretation to be followed. In the absence of such a *direction*, the *Contractor* shall adopt the interpretation which places the higher or more onerous obligation on the *Contractor*.'

## 15A LIABILITY

---

Insert a new clause 15A as follows:

### '15A LIABILITY

15A.1 (**Limit and exclusion of liability**) Subject to subclause 15A.2, to the extent permitted by law:

- (a) the total aggregate liability of each party to the other in connection with the *Contract* (including in respect of any *claims*) shall not exceed the *liability limit*; and
- (b) neither party shall be liable to the other upon any *claim* for any *specified loss* unless and then only to the extent that the *Contract* expressly provides for that liability.

15A.2 (**Application of clauses**) Subclause 15A.1 does not apply to:

- (z) liability of the *Principal* to pay the *contract sum* as adjusted pursuant to the *Contract*;
- (a) liability of either party in connection with personal injury or death or damage to property;
- (aa) liability of either party arising under an indemnity given under the *Contract* or as a result of an infringement of confidentiality or *intellectual property rights*, a deliberate breach or abandonment of the *Contract*, *wilful misconduct* or fraud or other criminal conduct;
- (b) liability of either party to the extent that the party is entitled to be indemnified under a policy of insurance required to be effected under the *Contract* or would have been so entitled if this clause 15A did not form part of the *Contract*, the party had effected and maintained the insurance policy in accordance with the *Contract*, complied with its obligations under the *Contract* and the policy, lodged and diligently pursued a claim under the policy and the insurer had remained solvent; or
- (bb) liability of the *Contractor* to the extent that the *Contractor* is entitled to recover that liability from any other third party (including any subcontractor, consultant or supplier of the *Contractor*) or would have been entitled to recover that liability but for any act or omission of the *Contractor*,

and amounts referred to in paragraphs (z), (a), (aa), (b) and (bb) shall not be included in calculating whether the *liability limit* of a party has been reached.'

## 16 INSURANCE OF THE WORKS

---

Delete 'The insurance cover shall be for an amount not less than the aggregate of the:' and insert:

'The insurance cover shall be for an amount per occurrence of not less than the aggregate of the:'

In the second last paragraph of Alternative 1, delete 'be in the joint names of the parties' and insert 'be in the name of the *Contractor* and shall note the *Principal* as an interested party'.

## 17 PUBLIC LIABILITY INSURANCE

---

In Alternative 1, delete the existing text of subclause 17(a) and replace with:

'(a) be in the name of the *Contractor* with the *Principal* noted as an interested party;'

## 20 SUPERINTENDENT

---

At the end of clause 20 insert:

'The *Contractor* acknowledges and accepts that the *Superintendent* and individuals appointed as *Superintendent's Representatives* under clause 21 may be employees of the *Principal* or may have a general commercial relationship with the *Principal* beyond the performance of the appointed roles under this *Contract*.'

## 23A KEY PERSONNEL

---

Insert a new clause 23A as follows:

### **'23A KEY PERSONNEL**

Unless the *Superintendent* approves a change in key personnel in writing, the *Contractor* must provide the key personnel (if any) identified in *Item 21A* to perform the roles during the period or periods stated in *Item 21A* or where no period is stated, until the end of the last *defects liability period*.

## **24 SITE**

---

Delete the first sentence of subclause 24.1 and insert:

'The *Principal* shall give the *Contractor* possession of sufficient of the *site* for commencement of *WUC* on *site* on the later of:

- (a) the expiry of the time in *Item 22*; and
- (b) 10 *business days* after the *Contractor* has:
  - (cc) complied with subclause 19.1; and
  - (dd) given the *Superintendent* all other information and documentation and done all other things which the *Contract* elsewhere requires to be given or done before possession of the *site* is given.

Possession of the *site* may be non-exclusive.'

## **25 LATENT CONDITIONS**

---

Delete '28 days' from subclause 25.3 and insert '5 *business days*'.

## **29 QUALITY**

---

Delete the existing text of subclause 29.4 and insert:

'Instead of a *direction* pursuant to subclause 29.3 or clause 35, the *Superintendent* may direct the *Contractor* that the *Principal* elects to accept the subject *work*. Where the *Contract* elsewhere provides for an applicable reduced level of service for the subject *work*, then the *contract sum* shall be adjusted in accordance with such provisions. Otherwise, there shall be a deemed *variation*.'

## **31 WORKING HOURS**

---

Delete the first sentence of clause 31 and replace with:

'The working hours and *workings days* for *work* on the *site* are stated in *Item 22A*.'

## **34 TIME AND PROGRESS**

---

Delete '28 days' from paragraph (b) of subclause 34.3 and replace with '10 *business days*'.

Delete the first paragraph of subclause 34.4 and replace with:

'To the extent that delays caused by *qualifying causes of delay* overlap with delays caused by other causes of delay, the *Contractor* shall not be entitled to an *EOT*.'

Insert the following at the end of subclause 34.4:

'To avoid doubt, all *EOTs* shall be claimed and granted in *working days*.'

Delete the existing text of subclause 34.5 and replace with:

'Within 20 *business days* after receiving the *Contractor's* claim for an *EOT*, the *Superintendent* shall give to the *Contractor* and the *Principal* a written *direction* evidencing the *EOT* so assessed.

Notwithstanding that the *Contractor* is not entitled to or has not claimed an *EOT*, the *Superintendent* may at any time and from time to time before issuing the *final certificate*, in its absolute discretion and without any obligation to do so for the benefit of the *Contractor*, direct an *EOT*. The *Contractor* shall not be entitled to any monetary compensation (whether under clause 34A or otherwise) in connection with an *EOT* granted by the *Superintendent* pursuant to this paragraph.

Neither:

- (a) a delay caused by a *compensable cause*; nor
- (b) a failure by the *Superintendent* to grant a reasonable *EOT* or to do so within the time required under subclause 34.5,

will set the *date for practical completion* at large or render subclause 34.7 unenforceable and the legal principle known as the 'prevention principle' shall not apply to such a delay or failure. Nothing in subclause 34.5 shall affect the *Contractor's* right to damages for a breach of contract.'

Delete subclause 34.9.

## **34A DELAY COSTS**

---

Insert a new clause 34A as follows:

### **'34A DELAY COSTS**

For every *working day* the subject of an *EOT* for a *compensable cause* and for which the *Contractor* gives the *Superintendent* a claim for delay costs pursuant to subclause 41.1, the *Superintendent* shall, under subclause 41.3, certify as due and payable to the *Contractor*, such extra costs as are reasonably and necessarily incurred by the *Contractor* by reason of the delay up to a maximum per *working day* of the amount stated in *Item 26A*.

Nothing in this clause 34A shall oblige the *Principal* to pay extra costs for delay –

- (a) which has already been included in the value of a *variation* or any other payment under the *Contract*;
- (b) caused by inclement weather or its effects, even if that inclement weather or those effects would not have delayed the *Contractor* but for an earlier delay caused by a *compensable cause*;
- (c) to the extent that the *Contractor* has failed to take all reasonable steps to mitigate the delay or the extra costs incurred.'

## **36 VARIATIONS**

---

At the end of subclause 36.1, insert:

'The *Principal* may itself perform or engage others to perform any *work* which is omitted pursuant to this subclause 36.1 without payment of monetary compensation to the *Contractor* for doing so. No *variation* shall invalidate or amount to a repudiation of the *Contract*.'

Delete the last sentence of subclause 36.2.

Delete the existing text of subclause 36.4 and replace with.

'The *Superintendent* shall, as soon as possible, price each *variation* using the following order of precedence:

- (a) prior agreement;
- (b) rates or prices in a *price schedule* to the extent that it is reasonable to use them;
- (c) *variation rates* (or where no applicable *variation rates* are included in the *Contract*, other applicable rates or prices in the *Contract*);
- (d) reasonable rates or prices, which shall include the percentage stated in *Item 27A* for profit, and if the *Superintendent* considers it reasonable to do so, the percentage stated in *Item 27A* for overheads,

and any deductions shall include the full value of the deducted *work* (including profit and overheads) unless the *Superintendent* considers it reasonable to exclude an amount for overheads, in which case the amount so excluded shall not exceed the percentage stated in *Item 27A* for overheads.

That price shall be added to or deducted from the *contract sum*, as the case may be.

For clarity, percentages for profit and overheads shall be calculated independently of each other, not cumulatively.

Notwithstanding anything else in this subclause 36.4 or elsewhere in the *Contract*, the *Principal* shall not be liable upon any *claim* in connection with an *informal variation direction* unless the *Contractor* gives the *Superintendent* a written notice which:

- (a) identifies the *informal variation direction*; and
- (b) states that the *Contractor* considers the *informal variation direction* is a *direction* for a *variation*, within 5 *business days* after the *informal variation direction* is first given to the *Contractor*.'

## 37 PAYMENT

---

Delete the second paragraph of subclause 37.1, and insert:

'With each progress claim, the *Contractor* must submit the statutory declaration included in Annexure Part I, and any other documentation which the *Contract* elsewhere requires to be submitted with a progress claim.'

Delete the existing text of subclause 37.2 and insert:

'The balance remaining after all *required deductions* are deducted from the *claimable amount* shall be due from the *Principal* to the *Contractor*, or the *Contractor* to the *Principal*, as the case may be. The *Superintendent* shall, before the end of the *response period*, issue to the *Principal* and to the *Contractor* a *progress certificate* evidencing the *Superintendent's* opinion of that balance and, if that balance is different to the amount claimed by the *Contractor*, the reason for that difference.

If the *Contractor* does not make a progress claim in accordance with *Item 28*, the *Superintendent* may nevertheless issue the *progress certificate*.

Unless the *Principal* itself issues a *payment schedule* which complies with the requirements of the *security of payment legislation* within the timeframes permitted under that legislation, the *Superintendent's progress certificate* or *final certificate* (as the case may be) shall be deemed to be the *Principal's payment schedule*, and to the extent that it is necessary for the *Principal* to do so, the *Principal* authorises the *Superintendent* to receive progress claims and issue *payment schedules* on its behalf.

Subject to the following paragraph, if the *progress certificate* shows that an amount is due to the *Contractor*, then the *Principal* shall pay the amount of the *progress certificate* before the end of the *payment period*. If the *progress certificate* shows that an amount is due to the *Principal*, the *Contractor* shall pay the *Principal* the amount of the *progress certificate* within 15 *business days* after receiving the *progress certificate*.

If the *Superintendent* fails to include a *required deduction* in a *progress certificate*, then the *Principal* may nevertheless deduct that *required deduction* from the amount shown in the certificate and pay the balance (if any) to the *Contractor*.

Neither a *progress certificate* nor a payment of monies shall be evidence that the subject *WUC* has been carried out satisfactorily. Payment other than *final payment* shall be on account only.'

In the second paragraph of subclause 37.4, delete 'Within 42 days after the expiry of the last defects liability period' and insert 'Before the end of the *response period*'.

Delete the third paragraph of subclause 37.4 and replace with:

'If the *final certificate* shows that an amount is due to the *Contractor*, then the *Principal* shall pay the amount of the *final certificate* before the end of the *payment period*. Otherwise, the *Contractor* shall pay the *Principal* the amount of the *final certificate* within 15 *business days* after receiving the *final certificate*.'

### **39 DEFAULT OR INSOLVENCY**

---

Delete the existing text of paragraph (e) of subclause 39.2 and insert:

- '(e) in respect of subclauses 37.1 and 38.1, failing to provide a statutory declaration or documentary evidence or providing a statutory declaration or documentary evidence which is false, misleading or deceptive in any material respect; and
- (f) failing to comply with an obligation under, warranty given or representation made in clause 2B;'

### **39A TERMINATION FOR CONVENIENCE**

---

Insert a new clause 39A as follows:

#### **'39A TERMINATION FOR CONVENIENCE**

39A.1 (**Right to terminate**) The *Principal* may at any time, and for any reason, in its absolute discretion, terminate this *Contract* by giving written notice to the *Contractor*.

39A.2 (**Obligations and rights after termination**) If the *Principal* exercises its right under this clause 39A, then:

- (a) the *Contractor* must comply with all reasonable *directions* of the *Principal* in connection with the termination;
- (b) the *Principal* may complete the uncompleted part of *WUC* itself or have it completed by others; and
- (c) the *Principal* may, without payment of compensation to the *Contractor*, take possession of and use any documents (including design documents) and any goods which have become the property of the *Principal* and the *Principal* shall have a right of access to any premises at which those things are held in order to recover possession of those things.

39A.3 (**Payment on Termination**) The *Superintendent* shall issue a certificate evidencing, and the *Principal* shall, subject to the *Contract*, pay the *Contractor*.

- (a) the same payments that would have been payable if the *Contract* was frustrated under clause 40 with references to 'frustrated' and 'frustration' in clause 40 being read as references to 'terminated' and 'termination' respectively; plus
- (b) an additional amount equal to 5% of the balance of the *contract sum* remaining after deducting all amounts paid or payable to the *Contractor* pursuant to the *Contract* (including under subclause 39A.3(a)),

except that the total amount payable to the *Contractor* under the *Contract* shall not exceed the amount which would have been payable had the *Contract* not been terminated and the *Contractor* completed *WUC* in accordance with the *Contract*. The *Principal* shall not be liable upon any other *claim* in connection with the termination.'

## **39B PRINCIPAL'S RIGHTS ON FAILURE OF CONTRACTOR TO CARRY OUT AN OBLIGATION**

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Insert new clause 39B as follows:

### **'39B PRINCIPAL'S RIGHTS ON FAILURE OF CONTRACTOR TO CARRY OUT AN OBLIGATION**

Without limiting the *Principal's* other rights, where the *Contractor* fails to carry out any obligation under the *Contract* (including the obligation to comply with a *direction* of the *Superintendent*) the *Principal* may, after giving five *business days* notice (unless urgent action is required, in which case the *Principal* need not give notice) to the *Contractor*, carry out that obligation itself or have it carried out by others. If the *Principal* incurs more cost in carrying out the obligation itself, or having it carried out by others than it would have incurred if the *Contractor* had carried out the obligation then those additional costs shall be a debt due and payable by the *Contractor* to the *Principal* and shall be certified as such by the *Superintendent*. The *Principal* shall be entitled to have access to the *site* and any other place where an obligation under the *Contract* is to be carried out in order to exercise the rights provided by this clause 39B.'

## **41 NOTIFICATION OF CLAIMS**

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Delete the first paragraph of subclause 41.1 and replace with:

'References in clause 41 to a 'claim' are to be taken as references to a '*claim*' whether or not the term is italicised.'

In subclause 41.2, delete 'a party' and replace with 'the *Principal*' and delete 'the other party' and replace with 'the *Contractor*'.

Insert the following at the end of subclause 41.2:

'Notwithstanding any other provision of the *Contract*, the *Principal* shall not be liable upon any *claim* by the *Contractor*:

- (a) which is required to be communicated in accordance with another provision of the *Contract* unless the *claim* has been communicated strictly in accordance with that provision;
- (b) to which subclause 41.1 applies unless the *Contractor* has given the *Principal* a *prescribed notice* within 45 *business days* after first becoming aware of the circumstances giving rise to the *claim*.'

Insert the following at the end of subclause 41.3:

'For clarity, within 49 days of receipt of a *prescribed notice*, the party receiving a *prescribed notice* may give the *Superintendent* and the other party submissions in respect of the *claim* and the *Superintendent* shall be entitled to consider those submissions in assessing the *claim*.'

## **42 DISPUTE RESOLUTION**

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In subclause 42.2:

Delete 'or to agree on methods of doing so' from the first paragraph.

Delete 'or methods' from the first paragraph.

Delete 'arbitration' from the second paragraph and insert:

'mediation which shall be conducted in accordance with the mediation rules published by the Resolution Institute current as at the *date of acceptance of tender*'.

Delete the existing text of subclause 42.3 and insert 'Not used'.

In subclause 42.4 delete 'herein' and insert 'in subclauses 42.1 and 42.2'

Insert a new subclause 42.5 as follows:

**'42.5 Disputing a direction of the Superintendent**

Notwithstanding anything else in this clause or elsewhere in the *Contract*, unless a notice of *dispute* disputing a *direction* of the *Superintendent* is given in accordance with subclause 42.1 within 25 *business days* after the *direction* is given:

- (a) the *Contractor* will be deemed to have irrevocably accepted the *direction* and shall be barred from disputing the *direction* under this *Contract* or otherwise; and
- (b) the Principal shall not be liable upon any claim that is inconsistent with the direction.'

# SPECIAL CONDITIONS OF CONTRACT

## SC1 CONTRACT PERIOD

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### SC1.1 Contract Period

The Contract period is specified in the General Conditions of Contract Annexure A Item 7 Period of Time for Practical Completion.

The Contractor shall note that if awarded multiple packages the timeframe for their completion is not cumulative. All Contract Periods will operate concurrently.

### SC1.2 Extensions of Time

The Superintendent will consider Extension of Time requests in accordance with the requirements of Clause 34.5 Extension of Time of the General Conditions of Contract.

## SC2 LATE COMPLETION

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### SC2.1 Liquidated Damages

If the Principal's entitlement to liquidated damages is found to be void or otherwise unenforceable, the principal shall be entitled to recover general damages at the rate specified in the General Conditions of Contract Annexure A Item 24 Liquidated Damages.

### SC2.2 Force Majeure

Notwithstanding the requirements of Clause 5.1, the Supplier shall not be liable to pay liquidated damages if:

- the principal's entitlement to liquidated damages arises solely as a result of Force Majeure; and
- the Supplier has given a notice of the Force Majeure in accordance with the General Conditions.