

**Challenges of Hong Kong Construction Industry** 





Productivity Decrease



Cost Increase



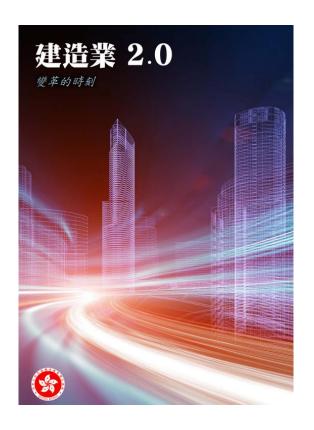
Labour In High Demand



Green Building & Construction



### **Construction 2.0**





### **Innovation**



### **Professionalisation**

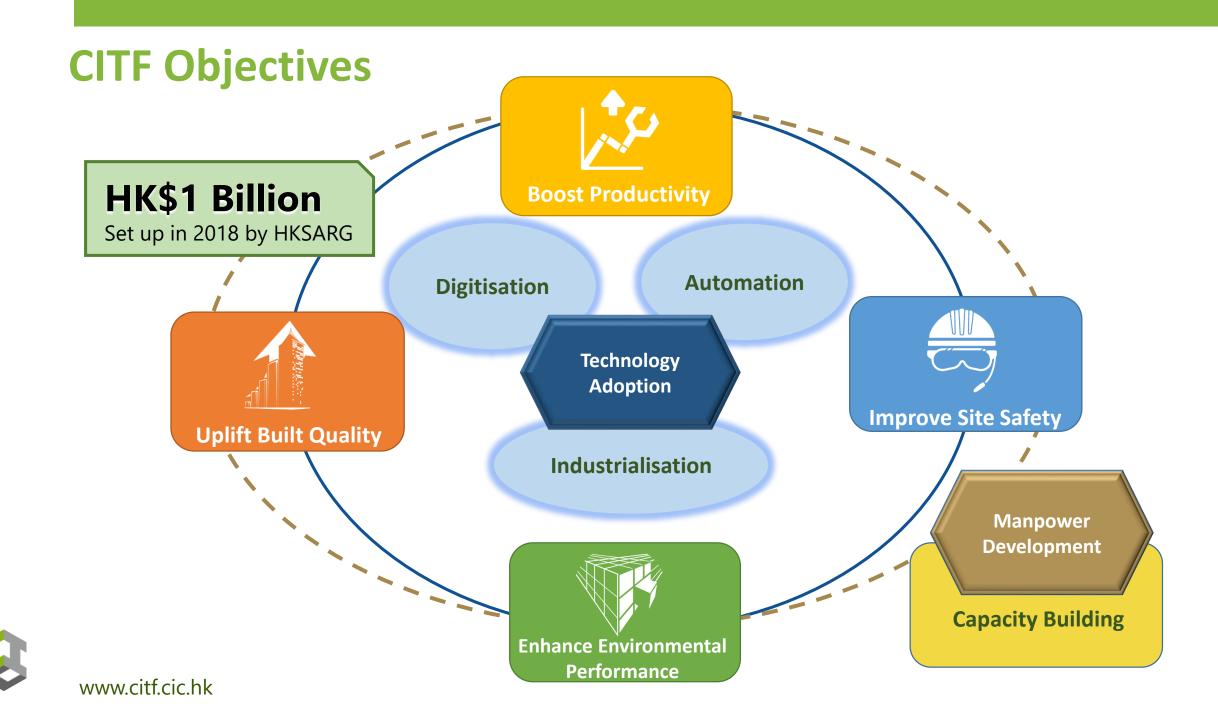


Revitalisation

Development Bureau & CIC are actively encouraging the construction industry to adopt new technologies, such as

- Building Information Modelling (BIM)
- Modular Integrated Construction (MiC)





## **CITF Support to Construction Life Cycle**



Pre-approved Lists

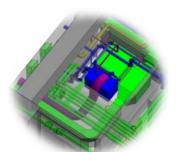
#### **Manpower Development Programmes**

Planning and Design stage

**Construction Stage** 

Facility
Management
Stage

Demolition Stage



**BIM** 







**Tools** 





Advanced Working Platform

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IoT/ AI Safety

**Monitoring** 





**IoT Sensing** 

Digital Work Supervision System (DWSS)

IoT Analytic Tools









Demolition Robot

**3D Visualisation Tools** www.citf.cic.hk



**Prefabricated Steel Rebar** 

Smart Equipment with Quality Sensors

Exoskeleton

## **CITF Pre-approved List**



Pre-approved Lists

**Pre-approved Items as of April 2022** 

BIM Training Courses: 213 nos.

BIM Software: 86 nos.

Advanced Technologies: 267 nos.

Total 566 nos.

**Advanced Construction Material - 9 Nos.** 

Advanced Tools and Equipment - 80 Nos.

Automation and Robotics - 62 Nos.

Digitalisation - 76 Nos.

Sensors and Internet of Things (IoT) - 38 Nos.

Others - 2 Nos.



Industrialised processing – robotic welding



Al detection system for plant operator behaviour



Locally developed AI inspection analytic system



Locally developed backfilling material



Back-pack Laser Scanner



Remote-controlled chiselling robot



## **CITF Funding Scope**

### **Technology Adoption**



**Building Information** Modelling (BIM)



**Advanced Construction** Technologies (ACT)













**Sub-contractors Consultants** 

### **Manpower Development**



Non-local Training / **Visits for Practitioners** 



**Technology Enrichment Courses** for Students



**Local Collaborative** Courses



**Quasi-Governmental/ Statutory Body** 



International Conferences in HK



**Education Institutions** 



**Associations** 



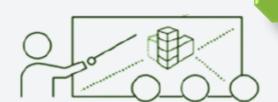




### Enhancement at a Glance - BIM

#### **BIM Project-Based Coaching**

- Co-fund **70%**
- Max. HK\$200K / applicant



**↑** Capacity building

### **BIM Viewer Collaborative Training**

- Co-fund **70%**
- Max. HK\$8K for trainer and admin. cost
- Max. HK\$5K for external venue rental cost



**↑** Capacity building

### **BIM Funding Ceiling**

- HK\$1.5M per applicant (HK\$1.2M for adoption)
- Co-fund **70%** or HK\$3,000 per course (whichever the higher), max. **HK\$15K**/ person







### BIM

	Training (Classroom-type)	Experiential Use and Project Adoption	
Funding Mode	Cash rebate, 70% matching fund	Co-fund with 70% grant from CITF	
Funding	Overall HK\$1,500,000 per applicant		
Ceiling	No Sub-ceiling	HK\$1,200,000 per applicant (sub-ceiling)	
	<ul> <li>Each person enrolling training is entitled 70% of course fee or HK\$3,000 per course whichever is the higher</li> <li>HK\$15,000 per person (accumulative)</li> </ul>	<ul> <li>Experiential use is capped at maximum HK\$200,000</li> <li>Each computer at maximum HK\$21,000</li> <li>Computers subsidised by CITF are required to install CITF-funded BIM software and be used for this purpose</li> </ul>	



# **BIM Project-based Coaching**

	BIM Project-based Coaching	
Funding Mode	Co-fund with 70% grant from CITF	
Funding Ceiling	<ul> <li>HK\$200,000 per applicant (accumulative)</li> <li>(within the overall HK\$1,500,000 per applicant for BIM)</li> </ul>	
Requirements	<ul> <li>Hire BIM professionals/ consultants to provide doorstep project-based coaching</li> <li>Class-type BIM training is not supported</li> <li>Project(s) shall be with genuine need for BIM adoption</li> <li>Training shall be delivered throughout the project cycle</li> <li>Applicant shall submit an undertaking with BIM trainer's signature confirming that his/her service would only be confined to providing BIM training for the project team but not carrying out the BIM work of the project direct</li> </ul>	



# **BIM Viewer Collaborative Training Scheme**

	BIM Viewer Collaborative Training  Co-fund with 70% grant from CITF	
Funding Mode		
Funding Ceiling	Per session per class: - HK\$8,000 for trainer and administration - HK\$5,000 for rental of external venue (within the overall HK\$1,500,000 per applicant for BIM)	
Requirements	<ul> <li>Engage in-house BIM trainers to provide BIM Viewer training for employees</li> <li>Trainers shall be either of the followings:         <ul> <li>completed CIC-accredited BIM Manager / CIC-accredited BIM Co-ordinator courses; or</li> <li>CIC-certified BIM Manager / CIC-certified BIM Co-ordinator</li> </ul> </li> </ul>	



# **BIM Viewer Collaborative Training Scheme**

	BIM Viewer Collaborative Training	
Requirements	<ul> <li>HK\$4,000 fixed lump-sum subsidy shall apply for a 4-hour training by in-house instructors adopting CIC's BIM Viewer Teaching and Learning Kit for not less than 12 nos. of trainees (up to 20 nos.) including administration fee</li> <li>No venue subsidy if in-house venue is available / feasible</li> </ul>	



### **Enhancement at a Glance – ACT**

#### **ACT Funding Ceiling**

- HK\$1.5M per technology (HK\$2M for safety-related technology)
- HK\$300K per technology (rental), cumulative ceiling at HK\$600K
- Co-fund **80%** (locally developed innovations)

### ↑ Adoption





## **Advanced Construction Technologies (ACT)**

	Project Adoption	
Funding Mode	<ul> <li>Co-fund with 70% grant from CITF</li> <li>Rental of equipment for experiential adoption, co-fund with 50% grant from CITF</li> </ul>	
Funding Ceiling	<ul> <li>HK\$1,500,000 per technology         (HK\$2,000,000 for safety-related technology)</li> <li>Funding ceiling for rental: HK\$300,000 per technology for a maximum rental period of 6 months</li> <li>Cumulative maximum funding ceiling for rental: HK\$600,000 per applicant</li> </ul>	

#### Remarks:

- The combined funding ceiling for BIM and ACT is HK\$6,000,000 per applicant
- CITF will bear a higher maximum ratio of 80% of the total costs of the Approved Project which involves the adoption of locally developed innovations or products
- In general, CITF will not fund the maintenance cost, office overheads, materials cost, consumables, spare parts, solutions, services and other administrative expenses incurred in the project



# **Enhancement at a Glance – Others (Technology Adoption)**

### **Pioneering Application in HK**

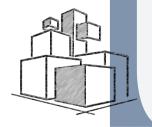
- Co-fund **70**%
- Capped at HK\$10M/ project



Introducing new technology for industry

Support Multi-trade Integrated Mechanical, Electrical and Plumbing (MiMEP) (details to be announced soon)

↑ Modular construction



### **Specialist MiC Consultant, MiC Plant and MiC Modules**

Retrospective approval for early engagement of MiC lifting plant and modules vendors is allowed

↑ Flexibility in adoption

### **Early reimbursement (subject to further approval)**

 Up to 80% of grant amount reimbursable even before delivery upon proof of actual payment Relieving financial burden



idea -	Pioneering Application in Hong Kong
Target Applicants	<ul> <li>Contractors, Sub-contractors, Consultants or Trade Associations</li> </ul>
Partners	<ul><li>Local tertiary institutions</li><li>Local research institutes</li></ul>
Objectives	<ul> <li>Subsidising the cost of bringing in, for adoption in Hong Kong, emerging technologies which have good potential for wider benefits of the local construction industry</li> </ul>



idea	Pioneering Application in Hong Kong
Technology Requirements	<ul> <li>Proven technology outside Hong Kong which is newly adopted for on-site application in Hong Kong (e.g. 3D printing); or</li> <li>Modification, combination or enhancement of technologies already exist in Hong Kong but put to a new functional use         <ul> <li>(e.g. to modify/enhance existing plant/equipment for onsite use in conjunction with Al/sensor technology to enhance site safety)</li> </ul> </li> </ul>
Project Requirements	<ul> <li>Multiple projects allowed to enable more thorough trial under different scenarios</li> </ul>



idea) -	Pioneering Application in Hong Kong
Cost Supported	<ul> <li>Costs incidental to introducing/modifying the technolog(ies) for experiential use in Hong Kong, including the costs involved in:         <ul> <li>machine procurement and delivery</li> <li>hardware and software modification and adaptation for a new functional use in Hong Kong</li> <li>related material</li> <li>manpower development</li> <li>training costs, etc</li> </ul> </li> </ul>
Funding Mode	<ul> <li>Co-fund with 70% grant from CITF</li> <li>(a matching ratio lower than 70% on a case-by-case basis)</li> </ul>



idea)—	Pioneering Application in Hong Kong	
Funding Ceiling	HK\$10,000,000 per project	
	(a higher cap, i.e. exceeding HK\$10M could be recommended and approved on a case-by-case basis if the merits of an individual application so justify (e.g. substantial benefits to the industry at large, etc.)	



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idea) -	Pioneering Application in Hong Kong		
Other Requirements	<ul> <li>Applicant shall share the benefits/ experience with other industry stakeholders through one or more of the following means:         <ul> <li>The intellectual property (IP) rights, if any, would be shared with or transferred to industry stakeholders e.g. solutions providers, training institutes, universities, research and development (R&amp;D) centres;</li> <li>Open, transparent and non-exhaustive rights of use of the technology;</li> <li>Licensing fees, if any, should be made on an equitable basis and at reasonable level;</li> <li>Other IP/ benefit sharing arrangement as required by the vetting committee</li> </ul> </li> </ul>		



# **MiC and Others**

	Category	Funding Mode	Fund Ceiling (HKD)
	MiC (for project consultant)	Specialist MiC Consultant – 70% of cost	\$2.5M/ project
		Project adoption – 15% consultancy fee or \$4M (whichever is the lesser)	\$4M/ project
		Entry to BD's Pre-accepted MiC List - \$0.4M to \$1M depending on the height and complexity	\$1M/application
	MiC (for contractor)	MiC Plant rental/ purchase – 70% of cost	\$2.5M/ project
		MiC module purchase/ offsite production – 70% of cost	\$5M/ project
	MiMEP	Details to be announced soon	Details to be announced soon
	Pre-fabricated Steel Rebars	Cash rebate \$300/ tonne	\$5M/ project
	Industrialised Processing – Robotic Welding	15% on processing fee	\$0.8M/ applicant



	Project Adoption (Specialist MiC Consultant/ MiC Specific Construction Plant/ MiC Modules)
Funding Mode	Co-fund with 70% grant from CITF at maximum
Funding Ceiling	<ol> <li>Project Consultant         <ul> <li>Support the Project Consultant to employ specialist MiC consultant – HK\$2,500,000</li> </ul> </li> <li>Contractor (including Registered Specialist Trade Contractors/Sub-contractors)         <ul> <li>Purchase / rental to MiC specific construction plant – HK\$2,500,000</li> <li>Purchase / offsite production of MiC modules – HK\$5,000,000</li> </ul> </li> </ol>





### **Project Adoption**

(Specialist MiC Consultant/ MiC Specific Construction Plant/ MiC Modules)

# Other Requirements

- For Specialist MiC Consultant / MiC Specific Construction Plant/ MiC Modules:
  - MiC projects with tender invitation date on or after 1 July 2021 shall be a building project with buildings of at least 6 storeys of permanent nature
  - Retrospective approval for hire of specialist MiC consultant, MiC specific construction plant / modules is allowed. Applicants can engage specialist MiC consultants or the suppliers of MiC specific construction plant or modules before submitting the application which shall be submitted within 12 months from the engagement





### **Project Adoption**

(Specialist MiC Consultant/ MiC Specific Construction Plant/ MiC Modules)

# Other Requirements

- For Specialist MiC Consultant/ MiC Specific Construction Plant/ MiC Modules:
  - For <u>engagement before 1 January 2022</u>, the applicants shall submit the <u>application on or before 31 December 2022</u>





# **Project Adoption**(Specialist MiC Consultant)

# Other Requirements

### For Specialist MiC Consultant:

- Applicant shall provide proof of approval for commencement of MiC module production / installation for reimbursement purpose
- 80% of approved funding upon provision of the proof of approval for commencement of MiC module production / installation for reimbursement purpose
- 20% of approved funding upon 12 months after the first instalment
- The additional subsidy to Project Consultant and the subsidy on engaging Specialist MiC consultant are not mutually exclusive





### **Project Adoption**

(MiC Specific Construction Plant/ MiC Modules)

# Other Requirements

### For MiC Specific Construction Plant / MiC Modules:

- Applicant shall submit document proof of approval for commencement of MiC module production / installation
- Applicant shall submit a safety audit report on logistics and lifting operation in the MiC project for final reimbursement purpose. Details on the scope of the safety audit are available at the CITF Portal
- 80% of approved funding upon provision of the proof for commencement of MiC modules installation on site
- 20% of approved funding upon provision of the proof for completion of MiC modules assembly on site



	Project Adoption (MiC Project Implementation by Project Lead Consultant)
Funding Mode	Financial subsidy for costs involved
Funding Ceiling	<ul> <li>Project Consultant</li> <li>HK\$4,000,000 or 15% of consultancy fee specified in the contract, whichever is the lower</li> </ul>
Other Requirements	<ul> <li>Eligible MiC projects shall:         <ul> <li>involve a building with 6 storeys or more;</li> <li>occupy at least 60% of Gross Floor Area of EACH typical floor for MiC adoption;</li> <li>occupy at least 5,000m² of Gross Floor Area for MiC adoption; and</li> <li>have MiC module installation commenced on site after 1 July 2020</li> </ul> </li> </ul>





### **Project Adoption**

(MiC Project Implementation by Project Lead Consultant)

# Other Requirements

- Applicant shall provide BD's approval of the General Building Plan and Superstructure Plan of the MiC project together with the funding application
- Applicant shall provide proof such as BD's consent to commence superstructure works of the MiC building and commencement of MiC module installation on site for reimbursement purpose
- 80% of approved funding upon provision of the proof for commencement of MiC modules installation on site
- 20% of approved funding upon provision of the proof for completion of MiC modules assembly on site
- The additional subsidy to Project Consultant and the subsidy on engaging Specialist MiC consultant are not mutually exclusive



	Entry of MiC systems to the Buildings Department (BD)'s Lists of Pre-accepted MiC Systems
Funding Mode	Financial subsidy (subject to successful admission of the MiC system into the BD's List of Pre-accepted MiC Systems)
Funding Ceiling	<ol> <li>Consultant         <ul> <li>Support the firm of Authorised Person (AP) and Registered Structural Engineer (RSE) and architectural or engineering consultant firms (Not individuals) for costs incurred in its application for in-principle acceptance of MiC systems to the BD's Lists of Pre-accepted MiC Systems – the funding ceiling is HK\$1,000,000 per application, depending on MiC scale and complexity</li> </ul> </li> </ol>





# Entry of MiC systems to the Buildings Department (BD)'s Lists of Pre-accepted MiC Systems

### **Funding Ceiling**

#### Remarks:

- The MiC systems shall be manufactured by suppliers / manufacturers NOT
  yet on the BD's List of Pre-accepted MiC Systems and are designed for
  application for buildings of 6 storeys and above in Hong Kong
- A genuine MiC modules manufacturer with appropriate production capability to be substantiated by the applicant
- Three tiers of funding subsidy for different MiC scale and complexity are as follows:
- > 1st tier: 6-10 storeys entitling to HK\$400,000;
- > 2nd tier: 11-29 storeys entitling to HK\$600,000;
- > 3rd tier: 30 storeys or above entitling to HK\$800,000; and
- ➤ An extra subsidy of HK\$200,000 to each tier for more complex MiC design



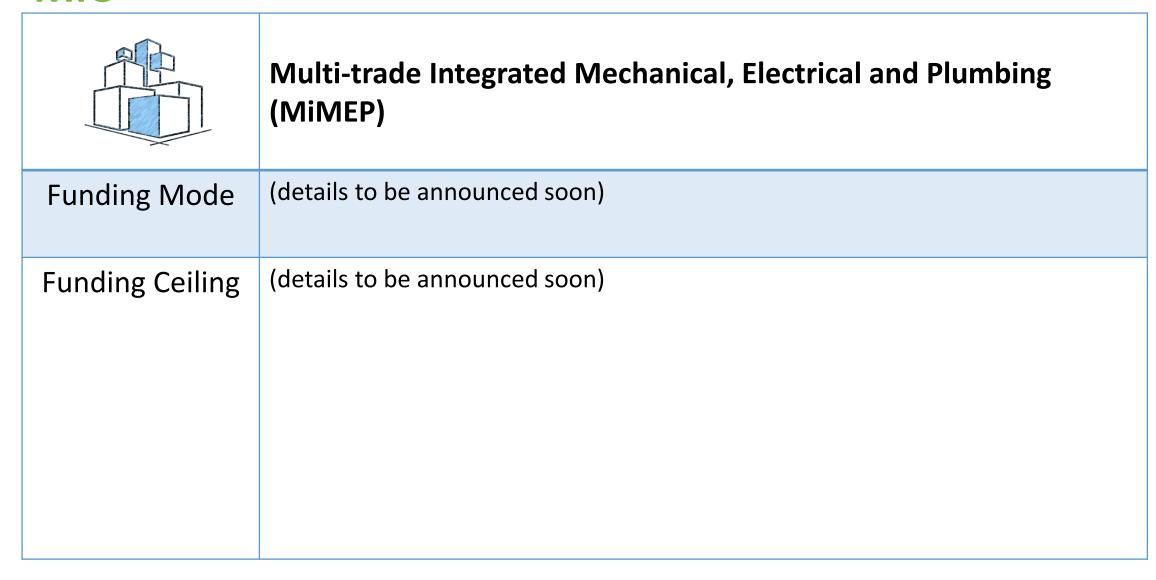


# Entry of MiC systems to the Buildings Department (BD)'s Lists of Pre-accepted MiC Systems

# Other Requirements

 100% of approved funding upon provision of the proof for successful admission of the MiC system into the BD's Lists of Pre-accepted MiC Systems and the proof of the applicant being the firm of AP or RSE or architectural or engineering consultant firm getting the BD's approval







### **Prefabricated Steel Rebar**

	Project Adoption
Funding Mode	Cash rebate HK\$300/tonne
Funding Ceiling	HK\$5,000,000 per project

#### Remarks:

- 1. Prefabricated steel rebars shall be produced by yards on the Civil Engineering Development Department (CEDD)'s List of Approved Steel Reinforcing Bar Prefabrication Yards
- 2. The percentage by weight of straight rebars without processing (cutting and/or bending) in each delivery shall be less than 25%



## **Industrialised Process – Robotic Welding**

	Industrialised Process – Robotic Welding
Funding Mode	Co-fund with 15% grant from CITF for the processing fee involved
Funding Ceiling	HK\$800,000 per applicant

#### Remarks:

- Only prefabricated components manufactured by off-site robotic welding in Hong Kong will be subsidised and the subsidy shall apply to processing fee only;
- The price of processing fee for each type and size of welding products submitted by the supplier to the CITF Secretariat would form the basis of the CITF Funding Price Ceiling; and
- The funding ceiling is independent of the HK\$6,000,000 funding ceiling for BIM and ACT.



## **Manpower Development Funding Scope**

### **Manpower Development**



Non-local Training / **Visits for Practitioners** 



**Technology Enrichment Courses** for Students



**Local Collaborative** Courses



International **Conferences in HK** 



Education Institutions



**Associations** 



Labour

**Unions** 





### **Non-local Enrichment Courses for Students**

	<ul> <li>Target beneficiaries</li> <li>Full time sub-degree / undergraduates / postgraduates in construction related disciplines</li> </ul>
Eligible Applicants	Local higher education institutions
Funding Mode	Reimbursement to applicants
Funding Scope	<ul> <li>Course fees</li> <li>In-town transport and miscellaneous expenses</li> <li>Cross-border transportation and accommodation of reasonable standard</li> <li>Administration and Audit fees</li> </ul>
Funding Ceiling	HK\$100,000 per student (cumulative i.e. multiple participations allowed)

Remarks: Only HK permanent residents are eligible for funding supporting for courses or training outside HK



## **Non-local Training / Visits for Practitioners**

	<ul> <li>Target beneficiaries</li> <li>Professionals</li> <li>Technicians</li> <li>Registered Skilled Workers</li> </ul>
Eligible Applicants	<ul> <li>Local higher education institutions</li> <li>Professional institutions</li> <li>Trade associations</li> <li>Unions</li> </ul>
Funding Mode	Reimbursement to applicants
Funding Scope	<ul> <li>Training fees</li> <li>In-town transport and miscellaneous expenses</li> <li>Cross-border transportation and accommodation of reasonable standard (50% matching basis)</li> <li>Administration and Audit fees</li> </ul>
Funding Ceiling	HK\$20,000 per person per course



Remarks: Only HK permanent residents are eligible for funding supporting for courses or training outside HK

## **International Conferences in Hong Kong**

	<ul> <li>Target beneficiaries</li> <li>Professionals</li> <li>Technicians</li> <li>Tertiary students</li> <li>Academic staff</li> </ul>	
Eligible Applicants	<ul> <li>Local higher education institutions</li> <li>Professional institutions</li> <li>Trade associations</li> <li>Unions</li> </ul>	
Funding Mode	Reimbursement to applicants	
Funding Scope	<ul> <li>Event venue and set up</li> <li>Additional manpower</li> <li>Conference collaterals</li> <li>IT infrastructure</li> <li>Administration and Audit fees</li> <li>Agency/Service fees charged by event planner and production houses</li> </ul>	
Funding Ceiling	• HK\$1,000,000 per conference	



### **Local Collaborative Courses**

	<ul> <li>Target beneficiaries</li> <li>Professionals</li> <li>Technicians</li> <li>Registered Skilled Workers</li> </ul>	<ul><li>Tertiary students</li><li>Academic staff</li></ul>
Eligible Applicants	<ul> <li>Local higher education institutions</li> <li>Professional institutions</li> <li>Trade associations</li> <li>Unions</li> <li>Quasi-governmental &amp; Statutory Organ</li> </ul>	anisations
Funding Mode	Reimbursement to applicants	
Funding Scope	<ul> <li>Event venue and set up</li> <li>Additional manpower</li> <li>Course material</li> <li>Procurement and/or rental of hardware and equipment</li> <li>IT infrastructure</li> </ul>	<ul> <li>Reasonable Catering</li> <li>Cross-border transportation and accommodation for speakers</li> <li>Administration and Audit fees</li> <li>Agency / Service fees charged by event planner and production houses</li> </ul>
Funding Ceiling	HK\$300,000 per course	



### **Application Procedures**



Create an account at CITF
Application Portal via CITF website
<a href="https://www.citf.cic.hk">www.citf.cic.hk</a>



Read the User Guide and prepare all required documents



Complete and Submit Online Application Form in CITF Application Portal







Notify application result
(within 60 calendar days; 30
calendar days for Preapproved Items)



Report submission and fund disbursement according to CITF requirements









(852) 2100 9000



(852) 2100 9090



enquiry@cic.hk



https://www.citf.cic.hk







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# **Thank You**

