#### BOARD NOTICE 131 OF 2006

#### THE SOUTH AFRICAN COUNCIL FOR THE QUANTITY SURVEYING PROFESSION

# AMENDMENT OF TARIFF OF PROFESSIONAL FEES QUANTITY SURVEYING PROFESSION ACT, 2000 (ACT 49 OF 2000)

In terms of section 34 (2) of the Quantity Surveying Profession Act, 2000 (Act 49 of 2000), the South African Council for the Quantity Surveying Profession hereby makes known that it has determined amended guideline professional fees as set out in the Schedule hereunder.

The amended guidelines contained in the Schedule below shall become effective on 1 January 2007,

#### 2007 TARIFF OF FEES

#### **SCHEDULE**

- 1. In this Schedule "clause" means the clauses promulgated under Government Notice No. R. 1350 of 15 December 2000, as amended in Board Notice 7 of 2003 of 31 January 2003 and as amended in Board Notice 117 of 2004 of 3 December 2004.
- 2. Clause 2 is hereby amended by changing the last category in the table in clause 2.3 as follows:

### 2.3 Appropriate percentage for building work

Category	Contracts with bills of quantities	Contracts with simplified bills of quantities	Contracts with per- formance- based bills of quantities	Contracts without bills of quantities	Builder's quantities	Payment valuations	Cost-plus contracts		
1	2	3	4	5	6	7	а		
Multiple procurement contracts: Principal contractor appointed	Increase the fee by 10%				n/a	n/a	n/a		
No principal contractor appointed	Increase the fee by 20%				n/a	n/a	n/a		

3. Clause 2 is hereby amended by changing the last category in the table in clause 2.7 as follows:

## 2.7 Apportionment of fee to services

	Percentage of fee						
Category	Service A Estimating and cost advice or equivalent stage	Service B Documentation and procurement or equivalent	Service C Contract administration or equivalent stage	Service D Final account or equivalent stage			
1	2	3	4	5			
Multiple procurement contracts (overrides all other category apportionments)	10	20	55	15			

- **4.** Clause 8 is hereby amended by the substitution of clause 8.3.5 with the following clause:
  - 8.3.5 Unless otherwise specifically agreed in writing, remuneration for the time expended by principals in terms of 8.3.1 on a project shall be limited to 5 per cent of the total time expended for time charge fees on the project. Any time expended by principals in excess of the 5 per cent limit shall be remunerated at the rates determined in 8.3.2 or 8.3.3.
- 5. Clause 11 is hereby amended by the substitution of clause 11.26 with the following clause:
  - "MULTIPLE PROCUREMENT CONTRACTS" means building works or engineering works where separate documentation and related services are required for work executed under at least 10 subcontracts where a principal contractor is appointed, or executed under at least 10 direct contracts where no principal contactor is appointed, and where the final value of such subcontracts or direct contracts, as the case may be, including any amount of adjustment under any applicable contract price adjustment provision exceeds 40 per cent of the value for fee purposes. Note that the *pro rata* value of the principal contractor's preliminaries is not to be added to the value of the subcontracts when calculating the aforementioned 40 per cent.
- 6. Clause 11 is hereby amended by the substitution of clause 11.37.1 with the following clause:
  - 11.37.1 Preparing documents for procurement of construction contracts.

South African Council for the Quantity Surveying Profession