



Construction Innovation and Technology Fund

Appendix I to the Guide to Application

Application Framework

(Effective from 1 January 2022 onwards)

December 2021 Issue

I. General Remarks

- This Application Framework shall apply to new applications submitted on or after 1 January 2022. Applications made before this date shall be subject to the Application Framework (August 2021 issue).
- Applicants shall submit the application **BEFORE** any financial commitment. **Retrospective approval**, except subsidy for hiring Specialist Modular Integrated Construction (MiC) Consultant, and procuring or renting MiC Specific Construction Plant and MiC Modules, will **NOT** be **given for expenses incurred before** submitting Construction Innovation and Technology Fund (CITF) applications.
- To facilitate project planning and implementation, applicants can commit expenditures after submitting CITF application before CITF Secretariat issues notification of approval. Nevertheless, applicants shall bear the associated risks for applications being rejected.
- The **combined** funding ceiling for Building Information Modelling (BIM) and Advanced Construction Technologies (ACT) is **HK\$6,000,000** per applicant.
- Funding grant approved for "Pioneering Application in Hong Kong" and "Industrialised Processing Robotic Welding" are **counted independent of** the aforesaid combined perapplicant ceiling of HK\$6,000,000.
- Enterprises with 30% or more ownership held by the same owner/shareholder, irrespective of processing different Business Registration numbers, shall be treated as one single enterprise in counting the funding ceiling per applicant.
- To encourage the use of local technological innovations and products, CITF will bear a higher maximum ratio of 80% (as opposed to the ratio of 70% in general cases) of the total costs of the Approved Project which adopts locally developed innovations or products. For the purpose of CITF, local research and development projects which have been approved and completed under relevant funding schemes of the Government's Innovation and Technology Fund ("ITF") are regarded as locally developed innovations or products. For other locally developed innovations or products not involving ITF, applicants should provide information to substantiate that such innovations or products are developed in Hong Kong or by local talents or by local tertiary institutions. The Vetting Sub-Committee will assess whether such innovation or product can qualify for the higher maximum matching ratio of 80% on a case-by-case basis.
- Applications together with complete supporting documents on Manpower Development shall be submitted to the CITF Secretariat at least 60 calendar days before event date. Urgent applications would be considered on individual merits.
- CITF will not fund the maintenance cost, office overheads, materials cost, consumables, spare parts, solutions, services and other administrative expenses incurred in the project in general.
- Procurement or rental of product(s) or service(s), unless specified otherwise, will have to be supported by written quotation(s) as per the below requirements -

Aggregate Value of Procurement or Rental	No. of Required Written
	Quotations
• Value not exceeding HK\$50,000	At least one quotation
• Value over HK\$50,000 but not exceeding HK\$200,000	At least two quotations
• Value over HK\$200,000	At least three quotations

- Applicants shall provide full justifications if failing to submit the required quotations or accept the lowest conforming offer.
- Approved funds will be disbursed on a reimbursement basis. For technology adoption, reimbursement will normally be made in two instalments First instalment of 80% of approved funding will be paid upon provision of documentary proof of payments with the remaining instalment of 20% paid upon 12 months after the first instalment. For manpower development, reimbursement will be made within two years from the date of approval, subject to prior approval up to the specified ceilings. For local courses or conferences, payments on an instalment basis may also be allowed subject to receipt of documentary proof.

- Approved funding will only be disbursed upon fulfilment of all Terms and Conditions.
- In the event of any inconsistency between the English version and Chinese version of any provision of the Application Framework, the English version shall prevail.

II. Overall Scope of Subsidy

1. Technology Adoption

	ACT	BIM	MiC	Prefabricated Steel Rebar
Funding Scope	 General Application Procurement Rental Pioneering Application in Hong Kong Industrialised Processing - Robotic Welding 	 BIM Training Classroom-bound Mode Training BIM Viewer Collaborative Training Project-based Coaching BIM Adoption Project adoption Experiential use 	 Additional costs incurred by General Consultant for MiC adoption MiC Specific Construction Plant MiC Modules Specialist MiC Consultant Admission to the Buildings Department (BD)'s List of Preaccepted MiC Systems 	Prefabricated rebar products manufactured by Civil Engineering and Development Department (CEDD) pre-approved yards
Funding Ceiling	 General Application: HK\$6,000,000 per applicant (combined with BIM) Rental: HK\$600,000 per applicant Pioneering Application: HK\$10,000,000 per application Industrialised Processing - Robotic Welding: HK\$800,000 per applicant 	HK\$1,500,000 per applicant (of which the subsidy- for BIM Adoption is capped at HK\$1,200,000 per applicant)	HK\$15,000,000 per project	HK\$5,000,000 per project

2. Manpower Development

	Local Collaborative Courses	International Conferences in Hong Kong	Non-local Enrichment Courses for Students	Non-local Training / Visits for Practitioners
Funding Scope	 Event venue and set up Additional manpower Course material Air passage and accommodation for speakers Administration and Audit fees 	 Event venue and set up Additional manpower Conference collaterals Air passage and accommodation for speakers Administration and Audit fees 	 Course fees In-town transport and miscellaneous expenses Reasonable meals Air passage and accommodation of reasonable standard 	 Training fees In-town transport and miscellaneous expenses Reasonable meals Air passage and accommodation of reasonable standard (50% matching basis)
Funding Ceiling	HK\$300,000 per course	HK\$1,000,000 per conference	HK\$100,000 per student (accumulative)	HK\$20,000 per person per training/ visit

III. Technology Adoption

1. Advanced Construction Technologies (ACT)

	General Adoption	Pioneering Application in Hong Kong
Overall Ceiling	HK\$6,000,000 for ACT and BIM	HK\$10,000,000 per project ¹
	per applicant	
	(including a maximum of	
	HK\$600,000 per applicant for	
F. 1: C	rental)	
Funding Scope	Project Adoption (Procurement)Rental	Costs incidental to introducing the technology for experiential use in Hong Kong, e.g.
	Kentai	machine procurement and delivery, hardware
		and software modification and adaptation for
		a new functional use in Hong Kong, related
		material, manpower development and training
		costs, etc.
Funding Mode	• 70% matching fund for project	70% matching fund in general (to be
	adoption	determined on a case-by-case basis)
	(80% matching fund for locally	
	developed innovations or	
	products)	
Per-technology	 50% matching fund for rental HK\$1,500,000 per technology 	N/A
ceiling	(including HK\$300,000 per	IVA
Coming	technology for rental)	
	• HK\$2,000,000 per site safety-	
	related technology (including	
	HK\$300,000 per technology for	
	rental)	
Eligible	• Contractors, Consultants,	Contractors, Registered Specialist Trade
applicants	Registered Specialist Trade	Contractors and Subcontractors,
	Contractors and Subcontractors	Consultants or Trade Associations
	Subcontractors	(may partner with organisations such as local tertiary educational institutions, local research
		institutes, Cyberport, Hong Kong Science and
		Technology Park, Hong Kong Productivity
		Council, etc. to implement the project)
Other	Maximum period for rental: 6	The applicant shall share the benefits /
Requirements	months	experience for the use of the technology with
		other industry stakeholders through one or
		more of the following means:
		• Share or transfer the intellectual property
		(IP) rights, if any, to industry stakeholders e.g. solutions providers, training institutes,
		universities, research and development
		(R&D) centres;
		• Open, transparent and non-exhaustive
		rights of use of the technology;
		• Licensing fees, if any, should be made on
		an equitable basis and at reasonable level;
		Other IP/ benefit sharing arrangement as

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¹ Projects with applied funding exceeding \$10,000,000 will be considered by the Steering Committee on CITF.

General Adoption	Pioneering Application in Hong Kong
	required by the vetting committee

1. Advanced Construction Technologies (ACT) (cont'd)

	Industrialised Process – Robotic Welding	
Funding Mode	15% matching fund for processing fee involved	
Funding Ceiling	HK\$800,000 per applicant	
	(independent of the HK\$6,000,000 combined funding ceiling for ACT and BIM)	
Other	Only prefabricated components manufactured by off-site robotic welding in Hong	
Requirements	Kong will be subsidised	
	The CITF will subsidise processing fee only	
	• Applied funding will be weighed against the reference price of the welding	
	products provided by the supplier	

2. Building Information Modelling (BIM)

	BIM Training	BIM Adoption	
Overall Ceiling	HK\$1,500,00	0 per applicant	
	(funding used on BIM Adoption	on shall not exceed HK\$1,200,000)	
Funding Scope	Classroom-bound Bound Training	Project Adoption	
	BIM Viewer Collaborative Training	Experiential Use	
	BIM Project-based Coaching	_	

(a) BIM Training

	Classroom-bound Mode	BIM Viewer Collaborative	BIM Project-based
	Training	Training	Coaching ³
Funding	Cash rebate of 70%	70% matching fund for costs in	volved
Mode	matching fund		
Funding	• HK\$3,000 or 70% of	HK\$8,000 ² for trainer fees	HK\$200,000 per
Ceiling	the course fee per	and class administration; and	applicant
	course, whichever is the	HK\$5,000 for rental of	
	higher	external training venue ³ per	
	• Subject to a ceiling of	session per class	
	HK\$15,000 per person		
	(accumulative)		
Other	Applicants engaging	Qualified trainers shall have	Classroom-bound
Requirements	external trainer to	either:	Mode Training is not
	organise in-house BIM	i) completed CIC	supported under this
	Training Course shall	Accredited BIM Manager/	category
	submit the duly	BIM Coordinator courses;	Project(s) under
	completed CITF	<u>or</u>	application shall
	application form and the	ii) registered as CIC	demonstrate genuine
	below training details	Certified BIM Managers/	need for BIM
	before committing the	BIM Coordinators	adoption
	training service:	Applicants engaging	Applications must be
	Course	external trainer to organise	supported by
	contents/syllabus,	in-house BIM Training	undertaking with BIM
	duration and course	Course shall submit the	trainer's signature

² A fixed lump-sum subsidy of HK\$4,000 shall apply for a 4-hour BIM Viewer Collaborative Training by in-house instructors adopting CIC's BIM Viewer Teaching and Learning Kit for not less than 12 numbers of trainees including the administration fee.

³ Applicants shall justify there is no appropriate in-house venue for training purposes.

Classroom-bound Mode	BIM Viewer Collaborative	BIM Project-based
Training	Training	Coaching ³
fee; Course trainer's curriculum vitae including education level, teaching experience, professional qualifications, BIM related credentials (Mandatory); Course Assessment with samples provided (Mandatory); and Course establishment such as trainer to student ratio, class size, venue and equipment, software specification to conduct the course	duly completed CITF application form and the below training details before committing the training service: Course contents/syllabus, duration and course fee; Course trainer's curriculum vitae including education level, teaching experience, professional qualifications, BIM related credentials (Mandatory); Course Assessment with samples provided (Mandatory); and Course establishment such as trainer to student ratio, class size, venue and equipment, software specification to conduct the course	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 • Project-based coaching shall be delivered throughout the project cycle

(b) BIM Adoption

	Project Adoption ⁴	Experiential Use	
Funding Mode	70% matching fund for costs involved		
Ceiling	HK\$1,200,000 HK\$200,000		
	(including a maximum of HK\$200,000		
	per applicant for Experiential Use)		
Per-item Ceiling	• HK\$21,000 for each computer ⁵		
	Subscription of BIM software license up to 3 years		

⁴ In the context of CITF, "Project adoption" means the adoption of relevant technology in a local construction project in Hong Kong, either under planning or on-going, at the time of application.

⁵ Computers subsidised by CITF are required to have CITF-funded BIM software installed and be used for this purpose.

3. Modular Integrated Construction (MiC)

	Project Design Stage	Project Construction	Others
	110jeet Design Stage	Stage	
Funding Scope	 Additional costs incurred by project consultant in implementing the MiC Project Hire of Specialist MiC Consultant by project consultant 	 MiC Specific Construction Plants MiC Modules Multi-trade integrated Mechanical, Electrical and Plumbing (MiMEP)⁶ 	Costs incurred by the firm of Authorised Persons (AP), Registered Structural Engineer (RSE) and architectural or engineering consultant for admission to the Buildings Department (BD)'s List of Pre-accepted MiC Systems
Funding Mode	 Additional costs: direct subsidy <u>per project</u> Specialist MiC Consultant: 70% matching fund for costs involved <u>per project</u> 	70% matching fund for costs involved per project	Direct subsidy <u>per</u> <u>application</u>
Funding Ceiling	For Project Consultant: • HK\$4,000,000 or 15% of consultancy fee specified in the contract, whichever is the lower, for additional costs incurred in implementing the MiC Project • HK\$2,500,000 cap for hiring Specialist MiC Consultant	For Contractor, Registered Specialist Trade Contractors and Subcontractors: • HK\$2,500,000 cap for purchasing or renting MiC Specific Construction Plant • HK\$5,000,000 cap for procuring MiC Modules	HK \$1,000,000 cap per application, depending on MiC scale and complexity - • 1st tier - MiC systems for buildings of 6 to 10 storeys: max. HK\$400,000; • 2nd tier - MiC systems for buildings of 11 to 29 storeys: max. HK\$600,000; • 3rd tier - MiC systems for buildings of 30 storeys or above: HK\$800,000; • An extra subsidy of HK\$200,000 to each tier to reward more complex MiC design (e.g. MiC modules contributing to the overall stability of the building against wind load apart from cores/shear walls, etc.)

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 $^{^{6}\,}$ Funding scope and application details for MiMEP will be announced later.

	Project Design Stage	Project Construction	Others
	Troject Design Stage	Stage Stage	Others
Other Requirements	 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 Applicant shall provide proof such as BD's consent to commence superstructure works of the MiC building and commencement of MiC modules installation on site for reimbursement purpose Applicant shall provide BD's approval of the General Building Plan and Superstructure Plan of the MiC project together with the funding application Eligible MiC projects shall: involve a building with 6 storeys or more; occupy at least 60% of Gross Floor Area of EACH typical floor for MiC adoption; occupy at least 5 000m² of Gross Floor Area for MiC adoption; and have MiC modules installation commenced on site after 1 July 2020 	 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 Applicant shall submit document proof on the validity of MiC project e.g. BD's consent to commence superstructure works of the MiC building or compliance with the consent requirements imposed by the BD for MiC modules production or equivalent documents 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 	 To promote more manufacturers to supply MiC systems, MiC systems provided by manufacturers who already have MiC systems admitted to the BD's List of Preaccepted MiC Systems are not eligible for application MiC systems shall be designed for application for buildings of at least 6-storey height in Hong Kong Applicant shall be the firm of the AP / RSE or the architectural or engineering consultant firm responsible for the submission to BD, but not individuals

⁷ The MiC Systems must have been admitted to the BD's List of Pre-accepted MiC Systems on or after 15 May 2020. The manufacturer of the MiC system under the CITF application shall be the manufacturer named in BD's letter of In-Principle Acceptance and a genuine MiC modules manufacturer with appropriate production capability to be substantiated by the applicant. BD's letter of In-Principle Acceptance shall be submitted with the CITF application.

	Project Design Stage	Project Construction Stage	Others
Funding Disbursement	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	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	100% of approved funding upon provision of the proof for successful admission of the MiC system into the BD's Lists of Preaccepted 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
Remarks	 The additional subsidy to general consultant and the subsidy on engaging Specialist MiC consultant are not mutually exclusive Retrospective approval for hiring Specialist MiC consultant is allowed. Applicants can engage the Specialist MiC Consultant before submitting the application but which shall be submitted within 12 months from committing the relevant expenditure. 	Retrospective approval for procuring or hiring MiC Specific Construction Plant and Modules is allowed. Applicants can engage the supplier of MiC Specific Construction Plant or Modules before submitting the application but which shall be submitted within 12 months from committing the relevant expenditure.	

4. Prefabricated Steel Rebar

	Project Adoption		
Funding Mode	Cash rebate of HK\$300 per tonne		
Funding Ceiling	HK\$5,000,000 per <u>project</u>		
Eligible	Contractor, Registered Specialist Trade Contractors and Subcontractors		
Applicants			
Other	Prefabricated steel rebars shall be produced by yards on the Civil Engineering		
Requirements	Development Department (CEDD)'s List of Approved Steel Reinforcing Bar		
	Prefabrication Yards		
	• The percentage by weight of straight rebars without processing (cutting and/or		
	bending) in each delivery shall be less than 25%		
Funding	Applicants will normally be reimbursed every three months upon submission of		
Disbursement	proof of purchase		

IV. Manpower Development

	Local collaborative courses	International	Non-local Enrichment	Non-local
		Conferences in Hong Kong	Courses for Students	Training / Visits for Practitioners
Eligible Applicants	 Local higher education institutions Professional institutions Trade associations Unions Quasi-governmental or statutory organisations 	 Local higher education institutions Professional institutions Trade associations Unions 	Local higher education institutions	 Local higher education institutions Professional institutions Trade associations Unions
Target Beneficiary	 Professionals Technicians Registered skilled workers Tertiary students and Academic staff 	 Professionals Technicians Registered skilled workers Tertiary students and Academic staff 	Full-time students of undergraduate, postgraduate or subdegree programmes in construction related disciplines	ProfessionalsTechniciansRegistered skilled workers
Funding Scope	 Event venue and set up Additional manpower Course material Reasonable Catering Air passage and accommodation for speakers Administration and Audit fees 	 Event venue and set up Additional manpower Conference collaterals Reasonable Catering Air passage and accommodation for speakers Administration and Audit fees 	 Course fees In-town transport and miscellaneous expenses Air passage and accommodation8 of reasonable standard Administration and Audit fees 	 Training fees In-town transport and miscellaneous expenses Air passage and accommodation of reasonable standard (50% matching basis) Administration and Audit fees
Funding Ceiling	• HK\$300,000 per course	• HK\$1,000,000 per conference	• HK\$100,000 per student (accumulative)	• HK\$20,000 per person (per training/visit)

⁸ Participating students of non-local programmes may also make alternative arrangement for accommodation such as sharing a twin room with another member of the delegation in order to make savings on the provision for other non-local programmes. Only actual and reimbursable expenses incurred by a student will be deducted from his/her individual ceiling.

Funding Mode	Reimbursement to	Reimbursement to	Reimbursement to	Reimbursement to		
	applicants	applicants	applicants	applicants		
Required	Application Stage					
documents	 Programme details/ proposals: description, deliverables, implementation plan Budget (including itemised income and expenditure grouped under the applicable categories of reimbursable costs) and quotations Target number of participants Post-implementation Stage Evaluation report Participants' feedback Conference, course or training material for sharing in public domain (if applicable) Others Participants undertaking non-local programmes may be invited to give presentation or attend sharing session. 					
Other Requirements	University Grants Committee (UGC)- funded courses will NOT be supported Courses must be non- profit making Promotional materials e.g. leaflets, flyers, banner must acknowledge the sponsorship of the CITF	Conferences must be non-profit making Promotional materials e.g. leaflets, flyers, banner must acknowledge the sponsorship of the CITF	 Non-local programmes must be non-profit making Participating students must be Hong Kong permanent resident Promotional materials e.g. leaflets, flyers, banner must acknowledge the sponsorship of the CITF 	 Non-local programmes must be non-profit making Participating practitioners must be Hong Kong permanent resident Promotional materials e.g. leaflets, flyers, banner must acknowledge the sponsorship of the CITF 		

List of Reimbursable Items

Local Courses and International Conferences

- (a) Event venue and set up
 - Venue rental
 - Audio and Visual set up
 - Backdrop
 - Reasonable meals, food and beverage⁹
- (b) Additional Manpower
 - Salary
 - Employer's contributions to Mandatory Provident Fund
- (c) Course/Conference material
 - Printing of collaterals¹⁰
 - Procurement and/ or rental of hardware and equipment
 - Procurement of hardware and equipment will only be supported when rental is not available or feasible
- (d) Air passage and accommodation for speakers
 - Return tickets between Hong Kong and non-local speakers' departing city/ country will be supported
 - Only air passage of economy class will be supported
 - Upgrade of air passage will be borne by participants
 - Accommodation of fair and reasonable standard will be supported
 - Honorarium for speakers is not supported.
- (e) Administration and Audit fees
 - Administrative overheads¹¹ for programmes undertaken by UGC-funded institutions in accordance with their financial policies
 - External audit fees relating to the programme and arising from compliance with the requirements of CITF (not count towards the cumulative funding ceiling)

Non-local Courses/ Training/ Visits

- (a) Course / Training fees
 - Enrolment fees
 - Venue rental and set up
 - Course / training materials
- (b) In-town transport and miscellaneous expenses
 - Ground transport¹² at the visiting place e.g. coach rental
 - Reasonable meals, food and beverage¹³
- (c) Air passage and accommodation
 - Return tickets between Hong Kong and the destination city/ country will be supported
 - Only air passage of economy class will be supported
 - Upgrade of air passage will be borne by participants
 - Accommodation of fair and reasonable standard will be supported
 - Subsidy on air passage and accommodation to practitioners will be provided on a 50% matching basis
- (d) Administration and Audit fees
 - Administrative overhead¹⁴ for programmes undertaken by UGC-funded institutions in accordance with their financial policies
 - Associated enrolment fees and other expenses for participation of the staff of the organising body to support the programmes
 - Insurance
 - External audit fees relating to the programme and arising from compliance with the requirements of CITF (to be reimbursed separately from the funding ceiling)

⁹ Banquets will not be supported in general.

¹⁰ Souvenirs will not be supported in genera.l

¹¹ The overhead charges is capped at 18.5%.

¹² Taxi will not be supported unless supported by justifications.

¹³ Banquets will not be supported in general.

¹⁴ The overhead charges is capped at 18.5%.