Australian Standard®

Consultants agreement—Design and construct



This Australian Standard® was prepared by Committee MB-010, General Conditions of Contract. It was approved on behalf of the Council of Standards Australia on 9 March 2009. This Standard was published on 20 March 2009.

The following are represented on Committee MB-010:

- AUSTROADS
- Association of Consulting Engineers Australia
- Australian Chamber of Commerce and Industry
- Australian Constructors Association
- Australian Industry Group
- Australian Procurement and Construction Council
- Construction Industry Engineering Services Group
- Engineers Australia
- Law Council of Australia
- Master Builders Australia
- Royal Australian Institute of Architects

Standards Australia wishes to acknowledge the participation of the expert individuals that contributed to the development of this Standard through their representation on the Committee.

Keeping Standards up-to-date

Australian Standards® are living documents that reflect progress in science, technology and systems. To maintain their currency, all Standards are periodically reviewed, and new editions are published. Between editions, amendments may be issued.

Standards may also be withdrawn. It is important that readers assure themselves they are using a current Standard, which should include any amendments that may have been published since the Standard was published.

Detailed information about Australian Standards, drafts, amendments and new projects can be found by visiting **www.standards.org.au**

Standards Australia welcomes suggestions for improvements, and encourages readers to notify us immediately of any apparent inaccuracies or ambiguities. Contact us via email at **mail@standards.org.au**, or write to Standards Australia, GPO Box 476, Sydney, NSW 2001.

Australian Standard[®]

Consultants agreement—Design and construct

First published as AS 4904-2009.

COPYRIGHT

© Standards Australia

All rights are reserved. No part of this work may be reproduced or copied in any form or by any means, electronic or mechanical, including photocopying, without the written permission of the publisher.

Published by Standards Australia GPO Box 476, Sydney, NSW 2001, Australia ISBN 0 7337 9055 0

Preface

This Standard was prepared by the Standards Australia Committee MB-010, General Conditions of Contract and by Committee OB-003, General Conditions of Contract.

AS 4904—2009 Consultants agreement—Design and construct is a supplementary document to the suite of conditions of contract based on AS 4000—1997 General conditions of contract.

This Standard is intended to be used as contract conditions forming part of a contract between:

- (a) a Consultant and a Principal for the development of preliminary design to form part of the Principal's Project Requirements under AS 4902—2000 *General conditions of contract for design and construct.*
- (b) a Consultant and a Contractor where AS 4902—2000 *General* conditions of contract for design and construct are the contract conditions, in conjunction with the following project procurement methods:
 - (i) design and construct;
 - (ii) design development and construct; or
 - (iii) design, novate and construct.
- (c) a Consultant and a Subcontractor where AS 4903—2000 *Subcontract conditions for design and construct* are the subcontract conditions, in conjunction with the following project procurement methods:
 - (i) design and construct;
 - (ii) design development and construct; or
 - (iii) design, novate and construct.

If either (b) or (c) above applies, and the project procurement method chosen is:

- (a) **design and construct**—the Consultant will be responsible for design to a Contractor engaged in an AS 4902—2000 Contract or to a Subcontractor engaged in an AS 4903—2000 Subcontract (as the case requires).
- (b) **design development and construct**—the Consultant will be responsible for the development of the detailed design from a preliminary design provided by the Principal in an AS 4902—2000 Contract or by the Main Contractor in an AS 4903—2000 Subcontract (as the case requires).
- (c) design, novate and construct—the Consultant will be responsible for the development of a preliminary design to the Principal in an AS 4902—2000 Contract or to the Main Contractor in an AS 4903— 2000 Subcontract (as the case requires). Subsequent to novation, the Consultant will be responsible for the detailed design to the Contractor in an AS 4902—2000 Contract or to the Subcontractor in an AS 4903—2000 Subcontract (as the case requires).

Clauses prefixed by * may be omitted in the Contract, where necessary, but consequential amendments may be necessary. Such omission should be clearly shown on the face of the document by striking out these clauses and indicating clearly in Annexure Part E or elsewhere that they are *not to apply*. See paragraph (i) of clause 1 on page 3 for the effect of stating changes in Annexure Part E.

Users of this Standard are advised of the importance of completing the Annexures, as in some cases completion of the *Item* is necessary for the operation of the corresponding clause.

Warnings

- (1) Users of this Australian Standard are warned that clause 9, Damage to persons or property other than the Services, does not limit the liability of parties for special, indirect or consequential losses, notwithstanding any limitations or exclusions permitted under insurance clauses 10, (Professional indemnity insurance), and 11, (Public liability insurance).
- (2) The Consultant's warranties in subclause 2.2 may impose liability on the Consultant regardless of the Consultant's exercise of due skill, care and diligence. Consultants should seek insurance advice and legal advice before accepting these warranties.
- (3) A Client should ensure that its specific requirements are fully and completely incorporated in its project requirements obtaining specialist advice if necessary. Where a Consultant provides a proposed design as part of its offer, the parties should consider whether that design should form part of the project requirements.
- (4) The risk allocation, drafting, interpretation and construction of this Standard are interrelated. Users who alter the Standard do so at their own risk and should obtain specialist advice as to whether it is suitable for the particular project.
- (5) Legislation has come into force in some jurisdictions dealing with security of payments which may affect Clause 23. Parties intending to use this Standard should seek expert advice as to their rights and obligations under such legislation.

Contents

| Clause | Title | Page |
|--------|---|------|
| 1 | Interpretation and construction of Contract | 1 |
| 2 | Nature of contract | 3 |
| 3 | Evidence of Contract | 4 |
| 4 | Service of notices | 4 |
| 5 | Documents and information | 4 |
| 6 | Assignment and subcontracting | 6 |
| 7 | Intellectual property rights | 8 |
| 8 | Legislative requirements | 8 |
| 9 | Damage to persons and property | 9 |
| 10 | Professional indemnity insurance | 10 |
| 11 | Public liability insurance | 10 |
| 12 | Insurance of employees | 11 |
| 13 | Inspection and provisions of insurance policies | 11 |
| 14 | Client | 12 |
| 15 | Consultant's representative and key personnel | 13 |
| 16 | Consultant's employees and subconsultants | 13 |
| 17 | Access | 13 |
| 18 | Quality assurance | 14 |
| 19 | Programming | 14 |
| 20 | Suspension | 15 |
| 21 | Time, progress and additional remuneration | 15 |
| 22 | Variations | 17 |
| 23 | Payment | 18 |
| 24 | Payment of workers and subconsultants | 19 |

Consultants agreement—Design and construct AS 4904—2009

| 25 | 5 Default or insolvency | | |
|-----------------|---------------------------------|-------------------------------------|----|
| 26 | Termination by frustration | | |
| 27 | Notification of claims | | |
| 28 | Dispute resolution | | |
| 29 | General limitation of liability | | |
| 30 | Waiver of conditions | | |
| Annexure Part A | | | |
| Anne | exure Part B | The Services | 32 |
| Annexure Part C | | Fee | 33 |
| Annexure Part D | | Deed of novation | 35 |
| Annexure Part E | | Deletions, amendments and additions | 37 |
| Index | ζ. | | 38 |

This page has been left blank



The remainder of this document is available for purchase online at

www.saiglobal.com/shop

SAI Global also carries a wide range of publications from a wide variety of Standards Publishers.













Click on the logos to search the database online.