Examination of Estimates of Expenditure 2019-20

Reply Serial No.

CONTROLLING OFFICER'S REPLY

THB(H)092

(Question Serial No. 4301)

Head: (62) Housing Department

Subhead (No. & title): (-) Not Specified

<u>Programme</u>: (2) Private Housing

Controlling Officer: Permanent Secretary for Transport and Housing (Housing)

(Stanley YING)

<u>Director of Bureau</u>: Secretary for Transport and Housing

Question:

Regarding the work of "implementing the Residential Properties (First-hand Sales) Ordinance (Cap. 621) to regulate the sale of first-hand residential properties", will the Government inform this Committee of:

- a. the staff establishment for and estimated expenditure to be involved in this area of work in 2019-20;
- b. the number of complaints received in 2018 with a breakdown by nature of the complaints, and the outcome of these complaints after investigation;
- c. the number of surprise inspections conducted by the Government since the implementation of the Residential Properties (First-hand Sales) Ordinance (the Ordinance); and among them, the number of suspected cases of non-compliance with the Ordinance detected; and
- d. the number of suspected cases of non-compliance or unlawful acts referred by the Administration to the Estate Agents Authority, the Police and the Independent Commission Against Corruption since the implementation of the Ordinance?

Asked by: Hon OR Chong-shing, Wilson (LegCo internal reference no.: 58)

Reply:

The Sales of First-hand Residential Properties Authority (SRPA) has an establishment of 44 staff members in 2019-20 and the estimated recurrent expenditure is \$60.14 million.

The SRPA received 42 complaints in 2018. A breakdown of the complaints by category is as follows:

	Categories of complaints	2018
(a)	Sales brochure	16
(b)	Price list	1
(c)	Sales arrangement	2
(d)	Show flat	0
(e)	Viewing of completed residential properties	0
(f)	Preliminary agreement for sale and purchase	0
	and/or agreement for sale and purchase	
(g)	Register of transactions	0
(h)	Advertisement	7
(i)	Website	0
(j)	Misrepresentation and/or dissemination of	9
	false or misleading information	
(k)	Others	7
	Total	42

Among the 42 complaints aforementioned, 35 were related to the Residential Properties (First-hand Sales) Ordinance (the Ordinance), while the remaining 7 were not. As at end February 2019, amongst those 35 complaints relating to the Ordinance, 18 complaints were not substantiated. The SRPA is still following up the remaining 17 complaints.

The SRPA would, depending on the different situation of the case and sales, conduct site inspections, including surprise inspections, to sales offices and show flats. If there are any suspected contraventions of the Ordinance, the SRPA would carry out investigations. Since the implementation of the Ordinance and up to end 2018, the SRPA has conducted 3 041 site inspections.

As the enforcement authority of the Ordinance, the SRPA would carry out investigations if there are any suspected contraventions of the Ordinance. During investigations, if there are any suspected contraventions of other laws or regulations, the SRPA would refer the cases to relevant departments for action. Since the implementation of the Ordinance, the SRPA has referred 38 cases of suspected contraventions of other laws or regulations to the Estate Agents Authority, 1 case to the Police and 1 case to the Independent Commission Against Corruption.