TOPIC 1: INTRODUCTION TO CONSTRUCTION LAW

Terminology

- i. **Principal** = Employer = Owner = Proprietor;
 - o Party for whose benefit the project is to be constructed;

ii. Architect:

- Suitably qualified person normally engaged by a Principal (Architect's client) to provide design and documentation services;
- May also be engaged as agent for a Principle during course of a Contract to act in the capacity of Superintendent;
- iii. Engineers (structural, mechanical, electrical etc.);
- iv. Superintendent = Contract Administrator, Architect or Administration Manager
 - o Generally engaged by the **Principal** to administer the building Contract;
 - o Not a party to the Contract;
 - May have a *dual* role: i. Issue directions to the Contractor <u>on behalf of the Principal</u>; and ii. Carry out certification tasks as a party <u>independent to the Principal</u>;
 - Creates tension between Superintendent's role as <u>Principal's</u>
 <u>agent</u> (and therefore clearly representing Principal's interests) and
 as a certifier (which must be undertaken independently);

v. Head Contractor/ Construction Manager;

 ○ Direct contractual relationship with the owner → contract by which the Contractor undertakes the *entire obligation* for the construction of the project;

vi. Subcontractors;

- Person to who the contractor lets certain work which the contractor is required to carry out under a Head Contract;
- o Contractor will enter into a K relationship with the subcontractor;
 - Normally, the contractor will remain liable under the Head Contract for *all* work actually carried out by a subcontractor;

vii. Building surveyor/inspector;

- Issues building permit;
- o Examine building foundations;
- o Lock-up stage: Where building is secure etc.
- o Final inspection on completion of project and issues occupancy permit;