

Department of Contracts
Notre Dame Ravelin
FLORIANA

To Permanent Secretaries
Directors General
Directors
Heads of Public Sector Organisations

22 September 2022

**COMPENSATION SCHEME: CLAIMS FOR INCREASE IN PRICE OF
COMMODITIES IN PUBLIC WORKS (CONSTRUCTION) CONTRACTS**

In view of the current hostilities in Eastern Europe, specifically the consequences resulting from the conflict between Russia and Ukraine, Contractors may raise a Request for Compensation in line with the provisions of Subsidiary Legislation 601.13¹.

To this end, further to Contracts Circular N° 15/2022², at Annex I, the Director of Contracts is publishing a Compensation Scheme Policy Document specifying the Regulatory Mechanism to be adopted vis-à-vis claims related to Market Price Increases of a set of Pre-identified Commodity Items utilised in Public Works (Construction) Contracts.

Contact

Contracting Authorities may submit any queries to the Department of Contracts' Customer Care service on info.contracts@gov.mt or by calling on +356 21220212.

Anthony Cachia
Director General (Contracts)

¹ S.L. 601.13 is titled 'Temporary Suspension of Certain Provisions relating to Public Procurement Regulations'.

² Contracts Circular N° 15/2022 (Temporary Suspension: Claims Related to Market Price Increases of Commodities in Public Contracts) was published on 19 September 2022.