









# The 4<sup>th</sup> International Conference on Sustainable Innovation (ICoSI) 2020

**Cutting Edge Innovations for Sustainable Development Goals** 

Universitas Muhammadiyah Yogyakarta (Indonesia) October 13 - 14 2020

https://icosi.umy.ac.id/

# **Focal** Conferences



- (ICPU) The 2nd International Conference on Pharmaceutical Updates
- (ICOMS) The 6th International Conference on Management Sciences
- (ICLAS) The 9th International Conference on Law and Society
- (ICMHS) The 4th International Conference Medical and Health Sciences
- (ICAF) The 6th International Conference for Accounting and Finance
- (ILEC) The 2nd International Language and Education Conference
- (ICONURS) The 2nd International Conference on Nursing
- (ICITAMEE) The 1st International Conference on Information Technology, Advanced Mechanical and Electrical Engineering
- (IConARD) International Conference on Agribusiness and Rural Development
- 🛍 (ISHERSS) The 2nd International Symposium on Social Humanities Education and Religious Sciences
- (ICONPO) The 10th International Conference on Public Organization
- (DREAM) The 5th Dental Research and Exhibition Meeting
- (ICHA) The 5th International Conference on Hospital Administration
- (ICOSA) The 3rd International Conference on Sustainable Agriculture





















































































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## Preface by the Chairperson of the 4th ICoSI 2020



Dr. Yeni Rosilawati, S.IP. S.E., MM.

Assalamu'alaikum Wr. Wb.

All praise is due to Allah, the Almighty, on whom we depend for sustenance and guidance. Prayers and peace be upon our Prophet, Muhammad SAW, his family and all of his companions.

On behalf of the organizing committee, it is my pleasure and privilege to welcome the honourable guests, distinguished keynote & invited speakers, and all the participants.

With the main theme of "Cutting-Edge Innovations on Sustainable Development Goals (SDGs)", the 4th International Conference on Sustainable Innovation (ICoSI) 2020 serves as a forum to facilitate scholars, policy makers, practitioners, and other interested parties at all levels from Indonesia and abroad to present their novel ideas, promote cutting-edge research, and to expand collaboration network. The conference has about 1373 participants participating from more than 8 countries 4 continents all over the world, making this conference a truly international conference in spirit.

This multidisciplinary conference was first held in 2012 and has undertaken various changes and adopted to the current technological trends of our education system. From having this conference with just 175 participants back in 2012 we have come a long way in making the conference a huge success with more than 1373 participants participating in this two-day conference.

Formerly, this conference consisted of only 9 (nine) focal conferences. This year, there are 14 focal conferences from various disciplines, namely: 1) The 2<sup>nd</sup> International Conference on Pharmaceutical Updates (ICPU), 2) The 6<sup>th</sup> International Conference on Management Sciences



(ICoMS), 3) The 9th International Conference on Law and Society (ICLAS), 4) The 4th International Conference Medical and Health Sciences (ICMHS), 5) The 6th International Conference for Accounting and Finance (ICAF), 6) The 2nd International Language and Education Conference (ILEC), 7) The 2nd International Conference on Nursing (ICONURS), 8) The International Conference on Information Technology, Advanced Mechanical and Electrical Engineering (ICITAMEE), 9) The 2nd International Conference of Agribusiness and Rural Development (IConARD), 10) The 10th International Conference on Public Organization (ICONPO), 11) The 2nd International Symposium on Social Humanities Education and Religious Sciences (ISHERSS), 12) The 5th Dental Research and Exhibition Meeting (DREAM), 13) The International Conference on Hospital Administration (ICHA), and 14) The 3rd International Conference on Sustainable Agriculture (ICoSA).

Accordingly, We are proud to announce that this year, the  $4^{th}$  ICoSI 2020 breaks the Museum Rekor-Dunia Indonesia (MURI) record as the Virtual Multidisciplinary Conference with the Largest Number of Area of Fields in Indonesia

In addition, this year, this conference holds special value since this is the first conference in the history of our university where the entire conference is taking place remotely on a digital platform through the use of advance technologies due to the Covid-19 Pandemic.

I would take this opportunity to express my highest respect to the Rector of Universitas Muhammadiyah Yogyakarta, Dr. Gunawan Budiyanto who gave approval and ensured the maximal support from all the faculty members of Universitas Muhammadiyah Yogyakarta (UMY) that made this event a big success. In addition, my appreciation goes to all the support teams who have provided their valuable support and advice from planning, designing and executing the program.

Let me conclude my speech by encouraging the delegates to participate with an increasing number in all the activities and discussions through the digital platforms for the next two days. I wish everyone a successful, safe, and fruitful conference.

Thank you!

Wassalamu'alaikum Wr. Wb.

Yogyakarta, Indonesia, 14 October 2020

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# Welcoming Remarks by the Rector of Universitas Muhammadiyah Yogyakarta



Assoc. Prof. Dr. Gunawan Budiyanto

Innovation is the beginning of the development of technology, and technology is a development machine that is expected to provide benefits to humans and provide the smallest possible impact on environmental quality. In the concept of sustainable development, development must improve the quality of human life without causing ecological damage and maintain the carrying capacity of natural resources.

International Conference on Sustainable Innovation (ICoSI) is an international conference which is an annual conference held by the University of Muhammadiyah Yogyakarta (UMY), Indonesia. In 2020 this raises the issue of "Cutting-Edge Innovations on Sustainable Development Goals." Therefore, on behalf of all UMY academics, I would like to congratulate you on joining the conference, hoping that during the Covid-19 Pandemic, we can still provide suggestions and frameworks for achieving sustainable development goals.



# **About The 4<sup>th</sup> International Conference on Sustainable Innovation (ICoSI) 2020**

Cutting Edge Innovations for Sustainable Development Goals

The 2030 Agenda for Sustainable Development is enacted by the United Nations as a shared blueprint for peace and prosperity for people and the planet, now and into the future. It consists of strategies to improve health and education, reduce inequality, and spur economic growth while also conserving natures by 2030.

This year, however, at the first one-third of its timeline, the SDG Reports shows that the outbreak of COVID-19 did hinder the achievement, or at least decelerate the progress of achieving the 17 goals. In fact, according to the report, "some number of people suffering from food insecurity was on the rise and dramatic levels of inequality persisted in all regions. Change was still not happening at the speed or scale required", accordingly.

Therefore, in this event of pandemic, the quantity and quality of research, innovation, and more importantly multi-disciplinary collaboration are indispensable. Furthermore, there needs to be clear ends of those works. That is how those research are applicable and benefits directly to the society. That is how those research is incorporated as the drivers of policy making, and used practically in the society. Hence, the stakeholders especially the triple helix of higher education institution, government, and industry must be re-comprehended and supported to reach the common goal of the SGD.

International Conference on Sustainable Innovation (ICoSI) has been essentially attempting to strengthen this regard since its first establishment. One of the goals of ICoSI is to provide primarily a platform where scholars, practitioners, and government could grasp the development and trends of research. Hopefully, meeting these actors altogether would result in stronger collaboration, sophisticated and advantageous research, and brighter ideas for further research. Based on these reasoning, this year, the 4th ICoSI 2020 UMY is themed 'Cutting-edge Innovations for Sustainable Development Goals".

Improving from last year conference which brought nine focal conference, this year ICoSI 2020 UMY brings 14 disciplines, from social sciences, natural sciences, and humanities. ICoSI 2020 received as much as 1005 papers. The paper works submitted in ICoSI 2020 UMY will be published in Atlantis Proceedings, IOP Proceedings, National/International Journals, and ICoSI ISBN-indexed Proceedings.

Nevertheless, ICoSI believes that publication is only the beginning of research dissemination. The publications will enhance the chance of the research known by wider audience, and then used, applied, and incorporated at either system, institutional, or personal level of human lives.





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# TRACK ECONOMICS, LAW, EDUCATION, SOCIAL, AND HUMANITIES





# The Dispute Board as an Alternative to the Construction Service Disputes Settlement

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#### **ABSTRACT**

Dispute settlement through the dispute board is an alternative to settling new disputes that are not regulated in Law Number 30 of 1999 concerning Arbitration and APS. The specific objectives to be achieved in this study to look for data and examine the forms of construction service disputes that are resolved using the dispute board. This research is normative juridical research. Primary data were obtained through an interview with the Head of Sub Directorate of JBH (Freeway). Secondary data were obtained from documents in the research location above. Data analysis methods used in this study are statutory approaches and conceptual approaches. The research was analytical descriptive. The forms of Dispute Construction Services using the Dispute board can be seen in various criteria.

**Keyword:** Dispute Board, Alternative Dispute Resolution, Construction Service.

#### 1. INTRODUCTION

Construction service is one sector that is quite vulnerable to disputes. According to Bambang Poerdyatmono, the construction service dispute can be divided into three stages, namely the stage before the implementation of construction services, the stage of construction services implementation, and the stage after the implementation of construction services (operational stage). Besides settling disputes in construction services through the Court, it can also be resolved outside the Court. Settlement of disputes outside the court is regulated in Law Number 30 of 1999 concerning Arbitration and Alternative Dispute Resolution

(hereinafter referred to as the Arbitration Law). There are two ways of dispute resolution in the Arbitration Law, Arbitration or APS: Consultation, Negotiation, Mediation, Consolidation, and Expert Assessment.

Besides that, in Law Number 2 of 2017 concerning Construction Services Article 88 paragraph 2, namely settlement of construction service disputes can be resolved by deliberation, if the parties cannot reach an agreement, the parties go through the stages of dispute resolution efforts contained in the construction work contract that is through mediation, conciliation, and arbitration and forming a dispute board. This settlement method is a new method that is unknown in Law Number 30 of 1999. A further selection of dispute board membership is regulated in Government Regulation No. 22 of 2020. Before the regulations were issued, it turned out that the dispute board concept had begun to be applied for example in the TPA development package Trash in Jambi City, Malang City, Sidoarjo Regency,

and Jombang Regency, Toll Road Development Package of Cileunyi-Sumedang-Dawuan Phase III (Cisumdawu III), Development Package for Patimban Port Access Road, Hydromechanical Works for Construction of Karian Multipurpose Dam Project packages, and Emission Reduction in City Solid Waste Management Program package Municipality of Malang and Sidoarjo. Besides that, there are also many construction projects funded with foreign loans such as the World Bank, Asian Development Bank (ADB), Islamic Development Bank (IDB), Japan International Cooperation Agency (JICA) and other lenders, generally requiring standard contracts FIDIC (Federation Internationale des Ingenieur-

Conseils). In all FIDIC contract standards, an alternative dispute resolution effort is provided, known as the Dispute board. For this reason, it is necessary to study the forms of construction service disputes using the dispute board.

# 2. DISPUTE SETTLEMENT THROUGH THE DISPUTE BOARD

The dispute board establishment is a new matter regulated in the Construction Services Law No. 2 of 2017 Article XI, where the method of dispute settlement through the dispute board (DB), appears as an alternative to the settlement of construction disputes in Indonesia. This settlement method is a new method that is not known in Law Number 30 of 1999. The understanding of the Dispute Board according to Law Number 2 of 2017 in the Elucidation of Article 88 paragraph 5 referred to as the dispute board is a team formed based on the agreement of the parties since the binding of Construction Services to prevent and mediate disputes that occur in the implementation of



Construction Work Contracts. However, the existence of a dispute board in Indonesia is still unclear because it still requires development and maturation. The dispute board has been widely used, used successfully through the Eisenhower project in the United States. The Eisenhower Memorial Tunnels, located about 60 miles west of Denver in Colorado. The owner is the Colorado Department of Motorway, now the Colorado Department of Transportation. The Eisenhower Memorial Tunner successfully as the first case used the dispute board, as part of the original contract documents, the DRB settled three disputes.

Some institutions have standard rules regarding the Dispute Board:

#### a. ICC Dispute Board Rules

The first edition of the Dispute Board Regulation by the ICC was adopted in 2004. The ICC Dispute Board regulation was then revised in 2015 based on the judgment of experts, in order to adapt to the requirements of modern practice, with the emphasis being placed mainly on dispute avoidance and informal assistance. The revised rules took effect as of October 1, 2015, and are available online in English, French, Spanish, Portuguese, and Arabic. The ICC has also developed a model of the Dispute Board member agreement to be signed by all members of the Dispute Board and parties before the Dispute Board activities can begin and the ICC Dispute Board standard clause for parties wishing to establish and operate a Dispute Board under the 2015 Regulations. Important features of The 2015 regulation is their attempt to strengthen the binding power of the visà-vis decision of the parties by expressly providing that a party that has failed to abide by the Dispute Board's conclusion, and under the rules will not cause any problems to the Service as a defense for failure to comply (articles 4(4), 5(4) and 6(1) of the 2015 ICC Rules). This approach is intended to avoid attempts to refute the benefits of any conclusions that have become contractually binding.

#### b. FIDIC Disputes Adjudication Boards

FIDIC has a long history of publishing standard contract forms for works. FIDIC contracts are the standard form of international construction contracts most commonly used in the world today. Each of the 1999 FIDIC contracts, the Red Book, the Yellow Book, and the Silver Book, adopted a multi-layered approach to dispute resolution which included the appointment of a Dispute Adjudication Board ("DAB") to adjudicate disputes arising during project implementation.

There are two types of DABs in the form of FIDIC:

 Standing DAB, designated by the parties at the beginning of the contract and remain in place until the end of the contract; and 2. Ad-hoc DAB, designated after the dispute arises.

Here is an explanation of the ad-hoc and standing Dispute Board:

- 1. Ad-hoc Dispute Board: Ad-hoc DAB, appointed after a dispute arises
- a. Created only after a dispute arises
- b. There are no rules to avoid disputes
- c. The decision is binding, except for ad-hoc DRB, it is only recommendations
- d. Its function is to end the dispute

#### 2. Standing Dispute Board:

Standing DAB is appointed by the parties at the beginning of the contract and remains in place until the end of the contract.

- Formed from the beginning of the contract, until the construction contract is completed
- b. Conduct field trips and attend meetings
- c. Has a role in avoiding disputes
- d. Informal opinion
- e. The decision is binding
- f. Become a party that stays in the contract and visits places regularly
- g. Always follow developments and potential problems in the field
- h. Encourage the parties to resolve the problem before the dispute arises more severely
- i. Judge the intended dispute

#### c. World Bank Dispute Review Board

The World Bank has developed the Standard Bidding Documents for Works ("SBDW") to borrowers in the procurement of certain contracts through international competitive bids. SBDW is renewed every few years. In 1995, the World Bank first introduced the requirements for the dispute review board in SBDW based on the FIDIC Red Book. Until now, the World Bank continues to support the use of the Dispute Board in the implementation of its financial projects by preserving the provisions for the establishment of the board in the updated SBDW.

#### d.AAA Dispute Resolution Board Guide Specifications

The American Arbitration Association published the guidance specifications for the Dispute Resolution Board on December 1, 2000, a stand-alone document, which could be included in any contract. Two guide specification features that users must consider are:

AAA's heavy involvement in the process, among others, providing a list of prospective members of the dispute board, scheduling meetings and site visits, communicating minutes of meetings and



recommendations of the dispute board to the parties, which should increase a sense of neutrality; and

The process of nominating a member of a dispute Board that has the potential to be a process drawn out if it is one of the parties' objects. In particular, the opposing party is also allowed to reject the nomination of a member of the Board without stating the reasons for opposition.

#### e. CIArb Dispute Board Rules

The Chartered Institute of Arbitrators issued a Dispute Board Regulation in 2014. This Rule consists of 18 Articles, followed by a standard tripartite agreement for the Dispute Board.

#### f. DBF Ad Hoc Dispute Adjudication Board Rules

The Dispute Board Federation announced ad-hoc Disputes Adjudication Rules in 2011. Rules available to be used in Dispute Board are managed independently. Thus, the adoption of ad-hoc rules can be a cost-effective solution for those who want to avoid administrative costs imposed by other institutions.

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The clause in the FIDIC contract provisions regarding claims and dispute settlement is clause 20, but there is also a clause 3.5, which is the first clause regarding initial action must be taken to resolve the dispute. "Whenever these Conditions provide that the engineer shall proceed in accordance with this Sub-Clause 3.5 to agree or determine any matter, the engineer shall consult with each party in an endeavor to reach an agreement. If the agreement is not achieved, the engineer shall not make a fair determination in accordance with the Contract, taking due regard to all relevant circumstances. " The engineer must notify both parties of each agreement, with specific support, within 28 days of receipt of the request unless determined otherwise. Each party will enforce any agreement or determination unless revised based on clause 20 (claims, disputes, and arbitration).

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The nominating process of a dispute board member that has the potential to be in a drawn-out process if one of the parties' objects. In particular, the opposing party is also allowed to reject the nomination of a member of the Board without stating the reasons for the opposition.

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Dispute settlement is an effort to dispute avoidance, as well as efforts to dispute resolution. avoidance focuses on reviewing the problem status and seeking opinions at the beginning of the dispute so that the problem can be resolved immediately. Dispute avoidance conducted by the dispute board is by conducting regular meetings in the field (project site) with related parties both the owner (service user) as well as the contractor (service provider) with the intention of conducting inspections so that the dispute board has the same information between in the reports and field. In dispute board facilitates addition. the communication between the parties so that the dispute board can also help resolve issues at the work level because the dispute board has the right to provide informal opinions to avoid potential disputes.

While the way of dispute resolution, the owner (service user) and the contractor (service provider) both have the right to ask for a referral to the dispute board, then procedurally the dispute board will hold hearings, bring witnesses, up to questions, and consider within a limited time that has been mutually agreed upon. The establishment of DB is not only to settle disputes but



also prevents the spread of problems. DB focuses on resolving disputes outside the court with the aim of successfully resolving disputes. DB is considered suitable for resolving disputes in order to save project costs and controlling time in the project schedule.

# 3. A REVIEW REGARDING CONSTRUCTION SERVICES DISPUTES

A construction service dispute is a construction agreement dispute which in the Western world is called a construction dispute. It occurs in connection with the implementation of the construction work between the parties mentioned in a construction agreement. Some expert opinions in the field of construction regarding construction service disputes, Chow Kok Fong stated that "... the difference in position over matter which is submitted for determination by a tribunal. A dispute does crystallize where a party merely requests another party for more information to explain the items featured in a matter or to allow more time for more careful consideration of the matter." The construction disputes referred to here are disputes in the civil field which according to Article 5 of Law Number 30 Year 1999 can be resolved through Arbitration or Alternative Dispute Resolution Paths.

#### 4. MATERIALS AND METHOD

#### 4.1. Types of Research

This type of this research is a normative juridical study, which is a method of legal research conducted by reviewing library material or secondary data based on primary legal material by examining legal norms, legal principles, legal theories, legal regulations laws and literature relating to this research.

#### 4.2. Research Approaches

The research approach used in this study is the statute approach and the conceptual approach.

#### 4.3. Data Collection

The data collection method used in this research is to conduct a literature study and interviews related to this research with Mr. Indra Rismawansyah., Tollroad Sub Directorate Section Chief (JBH), Jakarta, Indonesia.

#### 4.4. Data Analysis

The data analysis method in this research is descriptive qualitative and prescriptive methods.

#### 5. RESULTS AND DISCUSSION

# 5.1. Forms of Construction Services Dispute by the Dispute Board

Alternative Dispute Resolution (ADR) procedures have emerged as alternative mechanisms for resolving

construction disputes outside the court. Dispute resolution methods in construction projects can be categorized as non-binding methods such as conciliation, mediation, and dispute review advisors. While binding methods include adjudication, arbitration, expert judgment, and litigation.

The basic premise of the ADR approach, such as arbitration and mediation, has become a timely solution, and it is easier to resolve disputes when compared to litigation settlement in court. Unlike court cases, ADR procedures are exclusive to professionals with significant technical capacity and experience to assist in resolving disputes between project participants. The benefits offered from the ADR procedure over litigation are reduced process costs, the possibility to maintain relations between disputing parties, and greater flexibility in the design of ADR procedures to suit the project better.

construction practice, there construction service disputes that occur largely through many reasons between various parties in the design or construction effort. Construction service disputes originate from two main interrelated sources, namely construction contracts and unexpected Construction service disputes can occur from the initial stage to the closing phase of the project. It also occurs when the contractual phase has been agreed, signed, and carried out in the field. Construction service disputes occur when what is stated in the contract does not match what is done in the field. Construction disputes can arise, among others, due to claims that are not served, such as late payments, late completion of work, differences in interpretation of contract documents, technical or managerial incapacity of the parties. Conflicts related to disputes occur because the contractor fails to manage and resolve the problem and where the contractor does not receive payment as a cause of increased disputes. In addition, construction disputes can also occur if service users or service providers apparently do not carry out management tasks properly and may not have sufficient financial support. In short, it can be said that a construction dispute arises because one of the parties has committed an injury (default). Construction disputes are that occur in connection with the disputes implementation of a construction service business between the parties mentioned in a construction contract in the western world called a construction dispute. Construction disputes are disputes that occur between parties to a contract. Construction disputes can also occur due to the failure of the parties to fulfill their obligations in the contract. Therefore, this standard violates the law, and this dispute arises because claims made by one party do not get a good response from the other.

Construction service disputes can occur in several stages, including:

#### a. Pre-contract dispute



The dispute occurs before the contracts were made and in the process of bargaining.

#### b. Contract dispute

The dispute occurs when construction is underway;

#### c. Post-contractual dispute

The dispute occurs after the building is operated during the construction maintenance process.

The dispute is in the form of a change in the written contract requested (claim), which is submitted by one party to the other party as compensation for the "loss" or incompatibility of the implementation of a construction contract. It can be caused by various types of disputes, and these types of disputes are grouped into 4 types based on objects:

- 1. Costs: The changes in contract value, unit price, and value of installment payments
- 2. Time: The change in contract time, activity schedule, and payment schedule
- 3. Scope of work: The changes in the type of work, volume, quality, and method of implementing construction
- 4. Combined cost, time and scope of work (services): The combination of changes in costs and time, costs and scope of work, time and scope of work, and combination of changes in costs, time and scope of work

Construction service disputes can have a negative impact on client organizations. The progress of construction work will be slow due to disputes between the contractor and the client, then; cash flow also suffered horribly.

The form of dispute regulated in the Construction Act can be divided into 2:

#### 1. Internal Dispute Settlement

The basis for submitting an application is dominated by default reasons. This is regulated in Law No. 2 Year Article 47 paragraph 1 letter I termination of Construction Work Contracts, containing provisions concerning termination of Construction Work Contracts arising from non-fulfillment of obligations of either party. In the explanation of Article 47 letter g, what is meant by "default" is a condition if one of the parties in a Construction Work Contract or in other words, the achievement or injury of promise is the occurrence of a person or legal subject committing negligence or negligence to fulfill his agreement which can be either one or more than four things in the agreement as follows:

To not do what was promised; and/or

 carry out what was promised, but not according to what was promised; and/or

- b. do what was promised, but it was too late; and/or
- do something that according to the agreement cannot be done

The default that can be carried out by the service provider or the executor of the work include does not fulfil the work completion requirements based on the scope of work, time, quality, and costs stipulated in the construction agreement. While the default for the service user or project owner is in the form of land preparation, land acquisition where the work takes place, or do not fulfil the payment obligations to the service provider who have completed the work.

The party whose rights are violated can sue the party who made the fault to:

- a. To Fulfil the agreement
- b. To Fulfil the agreement accompanied by compensation
- c. Asking to pay compensation only
- d. Cancel the agreement
- e. Cancel the agreement with compensation

#### 2. External Dispute Settlement

External factors are things that can pose risks in the execution of a job. External causes cannot be controlled by contract doers, including government policies, changes in legislation, political, economic, social, cultural conditions and global influences such as changes in the exchange rate of the rupiah against other foreign currencies.

The cause of legal disputes from other external factors that often occur is force majeure. In Indonesian, it is called force majeure.

The term "forced-state" originates from the term "overmacht" or "force majeure," in relation to an agreement or contract that is not specifically found in the Act but is concluded from several articles in the Civil Code. From the articles of the Civil Code, it is concluded that overmacht is a condition that releases a person or party that has obligations to fulfil based on an agreement, which does not or cannot fulfil its obligations, from the responsibility to provide compensation, costs, and interest, and/or from the responsibility to fulfil these obligations.

The regulation of overmacht, in general, is contained in the general part of book III of the Civil Code as outlined in Articles 1244 and 1245. From these two Articles, it can be concluded that the forced situation is that the debtor is hindered in fulfilling his achievements because of an unexpected situation and cannot be accounted for by him. The debtor freed to reimburse costs, losses, and interest.

Results of Overmacht (Force majeure):



- 1. The creditors cannot request to fulfill the achievements (on a temporary overmacht until the end of the overmacht).
- The disappearance of obligation to compensate for the loss
- 3. The opposing party does not need to ask for termination of the agreement (Article 1266 does not apply, the judge's decision is not necessary)
- 4. The obligation to fulfill the achievements on the opposing side has been nullified

In Law Number 2 of 2017 Article 47 paragraph 1 letter J. in force majeure, contains provisions regarding events that occur outside the will and ability of the parties that cause harm to one party; Forceful situations include:

- An absolute compulsion that the parties have no chance to carry out their rights and obligations; and
- 2) Relative circumstances that the parties are still possible to carry out their rights and obligations.

Risks caused by forced majeure can be promised by the parties, including through insurance institutions.

#### 6. CONCLUSION

Forms of Construction Services Disputes by the Dispute Board can be seen in various criteria taken from Law No. 2 of 2017 on the stages of making construction service contracts based on the object of the dispute.

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