

**ST. MATTHIAS' CHURCH DAY NURSERY
ANNUAL FINANCIAL REPORT
(1 APRIL 2017 TO 31 MARCH 2018)**

	Notes	2017-2018 \$	2016-2017 \$
A. INCOME			
1. Lump Sum Grant			
a. Lump Sum Grant (excluding Provident Fund)	1b	1,242,701.00	1,142,206.00
b. Provident Fund	1c	78,648.00	71,304.00
2. Special One-off Grant		-	-
3. Fee Income	2	28,902.40	20,875.00
4. Central Items	3a	13,304.00	73,304.00
5. Rent and Rates	4	-	-
6. Other Income	5	4,940.00	7,774.00
7. Interest Received		116.25	74.38
TOTAL INCOME		1,368,611.65	1,315,537.38
B. EXPENDITURE			
1. Personal Emoluments			
a. Salaries		1,183,245.00	1,254,228.35
b. Provident Fund	1c	75,587.50	73,114.07
c. Allowances		-	-
Sub-total	6	1,258,832.50	1,327,342.42
2. Other Charges	7	60,324.40	51,610.95
3. Central Items	3b	15,000.00	29,415.00
4. Rent and Rates	4	-	-
5. Special One-off Grant Payments	7a	-	-
TOTAL EXPENDITURE		1,334,156.90	1,408,368.37
C. (DEFICIT)/SURPLUS FOR THE YEAR	8	34,454.75	(92,830.99)

The Annual Financial Report from pages 3 to 10 has been prepared in accordance with the requirements as set out in the Lump Sum Grant Manual.



(Mr. Pang Pui Kong)
Chairman

Date: 14 NOV 2018



(Mr. Shiu Wai Choi)
Hon. Treasurer

Date: 14 NOV 2018

**ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

1. Lump Sum Grant (LSG)

a. Basis of preparation

The Annual Financial Report (AFR) is prepared in respect of all Funding and Service Agreement (FSA) activities (including support services to FSA activities) funded by the Social Welfare Department under the Lump Sum Grant Subvention System. AFR is prepared on cash basis, that is, income is recognised upon receipt of cash and expenditure is recognised when expenses are paid. Non-cash items such as depreciation, provisions and accruals **have not been included** in the AFR.

b. Lump Sum Grant(excluding Provident Fund)

This represents LSG (excluding Provident Fund) received for the year.

c. Provident Fund

This is Provident Fund received and contributed during the year.

Snapshot staff are defined as those staff occupying recognised or holding against subvented posts as at 1 April 2000.

6.8% and other posts represent those staff that are employed after 1 April 2000.

The Provident Fund received and contributed for staff under the Central Items have been shown under 3.

Details are analysed below :

<u>Provident Fund Contribution</u>	Snapshot Staff \$	6.8% and Other Posts \$	Total \$
Subvention Received	-	78,648.00	78,648.00
Provident Fund Contribution Paid during the Year	-	(75,587.50)	(75,587.50)
Surplus for the Year	-	3,060.50	3,060.50
Add: Surplus b/f as stated in previous report (2016/17)	-	51,896.78	51,896.78
Add : Prior year adjustment	-	57,418.65	57,418.65
Less: Refund to Government	-	-	-
Surplus c/f	-	112,375.93	112,375.93

**ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

2. Fee Income

This represents social welfare fee income received for the year in respect of the fees and charges recognised for the purpose of subvention as set out in the LSG Manual.

3. Central Items

These are subvented service activities which are not included in LSG and are subject to their own procedures as set out in other SWD's papers and correspondence with the NGOs. The Provident Fund received and contributed for staff under the Central Items have been separately included as part of the income and expenditure of the relevant items (paragraph 3.14 of the LSG Manual (October 2016)). The income and expenditure of each of the Central Items are as follows:

**ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

3. Central Items (Continued)

	2017-18	2016-17
	\$	\$
a. Income		
Dementia Supplement for Elderly with Disabilities	-	-
Infirmiry Care Supplement for the Aged Blind Persons	-	-
Dementia Supplement for Residential Elderly Services	-	-
Infirmiry Care Supplement for Residential Elderly Services	-	-
Dementia Supplement for Day Care Centres/units for the Elderly	-	-
Foster Care Allowance/Emergency Foster Care Allowance	-	-
After School Care Programme – Fee Waiving Subsidy Scheme	-	-
Temporary Financial Aid	-	-
Emergency Fund	-	-
Time-defined Subsidy Scheme for Extended Hours Service Users	2,704.00	2,704.00
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services	-	60,000.00
Short-term Rental Assistance	-	-
Allowances for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)	-	-
Neighbourhood Support Child Care Project (NSCCP) – Contract Subsidy	-	-
NSCCP – Subsidy for Fee Reduction/waiving	-	-
NSCCP – Rent and Rates	-	-
Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes	-	-
Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services	-	-
Financial Incentive Scheme for Mentors of Employees with Disabilities	-	-
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities	-	-
Time-defined Subsidy Scheme for Occasional Child Care Service	10,600.00	10,600.00
Enhanced After School Care Programme	-	-
Navigation Scheme for Young Persons in Care Services - Operating Expenses	-	-
Navigation Scheme for Young Persons in Care Services - Training Cost	-	-
Grant under the Pilot Scheme on On-site Pre-school Rehabilitation Services	-	-
One-off Subsidy for Enhanced Provision of Visiting Medical Officer for Residential Care Homes for the Elderly	-	-
One-off Subsidy for Enhanced Provision of Visiting Medical Practitioner Scheme for Residential Care Homes for the Persons with Disabilities	-	-
Total	13,304.00	73,304.00

**ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

3. Central Items (Continued)

	2017-18	2016-17
	\$	\$
b. Expenditure		
Dementia Supplement for Elderly with Disabilities	-	-
Infirmiry Care Supplement for the Aged Blind Persons	-	-
Dementia Supplement for Residential Elderly Services	-	-
Infirmiry Care Supplement for Residential Elderly Services	-	-
Dementia Supplement for Day Care Centres/units for the Elderly	-	-
Foster Care Allowance/Emergency Foster Care Allowance	-	-
After School Care Programme – Fee Waiving Subsidy Scheme	-	-
Temporary Financial Aid	-	-
Emergency Fund	-	-
Time-defined Subsidy Scheme for Extended Hours Service Users	-	-
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services	15,000.00	29,415.00
Short-term Rental Assistance	-	-
Allowances for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)	-	-
Neighbourhood Support Child Care Project (NSCCP) – Contract Subsidy	-	-
NSCCP – Subsidy for Fee Reduction/waiving	-	-
NSCCP – Rent and Rates	-	-
Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes	-	-
Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services	-	-
Financial Incentive Scheme for Mentors of Employees with Disabilities	-	-
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities	-	-
Time-defined Subsidy Scheme for Occasional Child Care Service	-	-
Enhanced After School Care Programme	-	-
Navigation Scheme for Young Persons in Care Services - Operating Expenses	-	-
Navigation Scheme for Young Persons in Care Services - Training Cost	-	-
Grant under the Pilot Scheme on On-site Pre-school Rehabilitation Services	-	-
One-off Subsidy for Enhanced Provision of Visiting Medical Officer for Residential Care Homes for the Elderly	-	-
One-off Subsidy for Enhanced Provision of Visiting Medical Practitioner Scheme for Residential Care Homes for the Persons with Disabilities	-	-
Total	<u>15,000.00</u>	<u>29,415.00</u>

**ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

4. Rent and Rates

This represents the amount paid by SWD in respect of premises recognised by SWD. Expenditure on rent and rates in respect of premises not recognised by SWD have not been included in AFR.

5. Other Income

This includes programme income and all income other than recognised social welfare fee income received during the year. Non-SWD subventions and donations received have not been included as Other Income in AFR. In this respect, donations have been included if it is used to finance expenditure reflected in the AFR.

The breakdown on Other Income (paragraph 2.29 of LSG Manual (October 2016)) is as follows:

	2017-18	2016-17
	\$	\$
Other Income		
(a) Fees and charges for services incidental to the operation of subvented services	4,940.00	7,774.00
(b) Others	-	-
Total	<u>4,940.00</u>	<u>7,774.00</u>

6. Personal Emoluments

Personal Emoluments include salary, provident fund and salary-related allowances.

The analysis on number of posts with annual Personal Emoluments over \$700,000 each paid under LSG is appended below:

Analysis of Personal Emoluments paid under LSG	No of Posts	\$
HK\$700,001 - HK\$800,000 p.a.	-	-
HK\$800,001 - HK\$900,000 p.a.	-	-
HK\$900,001 - HK\$1,000,000 p.a.	-	-
HK\$1,000,001 - HK\$1,100,000 p.a.	-	-
HK\$1,100,001 - HK\$1,200,000 p.a.	-	-
>HK\$1,200,000 p.a.	-	-

**ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

7. Other Charges

The breakdown on Other Charges is as follows:

	2017-18	2016-17
	\$	\$
Other Charges		
(a) Utilities	-	-
(b) Food	5,799.70	5,404.50
(c) Administrative Expenses	-	-
(d) Stores and Equipment	-	-
(e) Repair and Maintenance	-	-
(f) Special Allowances	-	-
(g) Programme Expenses	26,193.60	19,123.05
(h) Transportation and Travelling	-	-
(i) Insurance	-	-
(j) Miscellaneous		
Auditor's remuneration	19,000.00	-
Bank Charges	350.00	700.00
Cleaning	6,381.00	22,349.00
Printing and Stationery	2,600.10	4,033.40
Total	<u>60,324.40</u>	<u>51,609.95</u>

7a. Special One-off Grant Payments

Details of Special One-off Grant Payments are as follows:

	2017-18	2016-17
	\$	\$
Special One-off Grant Payments		
(a) Voluntary Retirement Scheme	-	-
(b) Compensation Scheme	-	-
(c) Staff Training and Development	-	-
(d) Other Staff-related Initiatives	-	-
Total	<u>-</u>	<u>-</u>

ST. MATTHIAS' CHURCH DAY NURSERY
NOTES ON THE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2018

8. Analysis of Lump Sum Grant Reserve and balances of other SWD subventions

	Lump Sum Grant	Special One-off Grant	Rent and Rates	Central Items	Total
	\$	\$	\$	\$	\$
Income					
Lump Sum Grant	1,321,349.00	-	-	-	1,321,349.00
Special One-off Grant	-	-	-	-	-
Fee Income	28,902.40	-	-	-	28,902.40
Other Income	4,940.00	-	-	-	4,940.00
Interest Received (Note (1))	116.25	-	-	-	116.25
Rent and Rates	-	-	-	-	-
Central Items	-	-	-	13,304.00	13,304.00
Total Income (a)	1,355,307.65	-	-	13,304.00	1,368,611.65
Expenditure					
Personal Emoluments	1,258,832.50	-	-	-	1,258,832.50
Other Charges	60,324.40	-	-	-	60,324.40
Rent and Rates	-	-	-	-	-
Central Items	-	-	-	15,000.00	15,000.00
Special one-off Grant Payments	-	-	-	-	-
Total Expenditure (b)	1,319,156.90	-	-	15,000.00	1,334,156.90
(Deficit)/Surplus for the Year (a)-(b)	36,150.75	-	-	(1,696.00)	34,454.75
Less: Surplus of Provident Fund	3,060.50	-	-	-	3,060.50
	33,090.25	-	-	(1,696.00)	31,394.25
Surplus b/f (Note (2))	154,612.19	-	-	273,545.00	428,157.19
Add: Prior year adjustment	187,702.44	-	-	271,849.00	459,551.44
Less: Refund from/(to) Government	(57,418.65)	-	-	-	(57,418.65)
	(38,289.00)	-	-	3,975.00	(34,314.00)
Transfer from LSG Reserve to cover the salary adjustment for Dementia Supplement and Infirmiry Care Supplementary (Note (3))	-	-	-	-	-
Surplus c/f (Note (4))	91,994.79	-	-	275,824.00	367,818.79

Notes :

- (1) Interest received on LSG and Provident Fund reserves, rent and rates, central items, Special One-off Grant are included as one item under LSG; and the item is considered as part of LSG reserve.
- (2) Accumulated balance Lump Sum Grant Surplus b/f from previous years (including holding account) and all interest received in previous years should be included in the surplus b/f under LSG.
- (3) Amount of LSG Reserve used to cover the salary adjustment for Dementia Supplement and Infirmiry Care Supplement, if any, as per Schedule of Central Items.
- (4) The level of LSG cumulative reserve (i.e. S), less LSG Reserve kept in the holding account, will be capped at 25% of the NGO's **operating expenditure** (excluding Provident Fund expenditure) for the year.