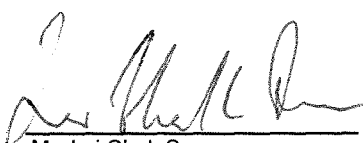


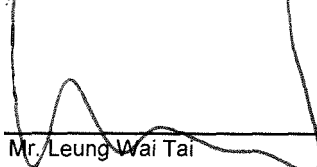
SIK SIK YUEN
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	Notes	<u>Total</u> <u>2023-24</u>	<u>Total</u> <u>2022-23</u>
		\$	\$
A. INCOME			
1. Lump Sum Grant			
a. Lump Sum Grant (excluding Provident Fund)	1b	195,161,409.00	182,782,129.00
b. Provident Fund	1c	13,447,793.00	12,899,262.00
2. Fee Income	2	15,091,208.10	14,330,755.40
3. Central Items	3a	17,273,800.00	16,509,530.00
4. Rent and Rates	4	9,374,986.00	9,392,073.00
5. Other Income	5	3,927,083.60	2,992,479.43
6. Interest Received		3,828,568.96	2,203,468.45
TOTAL INCOME		<u>258,104,848.66</u>	<u>241,109,697.28</u>
B. EXPENDITURE			
1. Personal Emoluments			
a. Salaries		176,976,752.35	164,832,692.79
b. Provident Fund	1c	14,753,955.00	9,812,541.92
c. Allowances		7,393,346.38	6,045,415.42
Sub-total	6	199,124,053.73	180,690,650.13
2. Other Charges	7	32,332,402.74	31,623,196.15
3. Central Items	3b	17,249,069.31	16,822,106.30
4. Rent and Rates	4	9,527,988.00	9,294,161.40
TOTAL EXPENDITURE		<u>258,233,513.78</u>	<u>238,430,113.98</u>
C. SURPLUS/(DEFICIT) FOR THE YEAR	8	<u>(128,665.12)</u>	<u>2,679,583.30</u>

The Annual Financial Report from pages 3 to 13 has been prepared in accordance with the requirements as set out in the Lump Sum Grant Manual.

Approved by the Board on 16 August, 2024 and signed on its behalf by:


Mr. Lai Chak Sum
Chairman


Mr. Leung Wai Tai
Director


Ms. Sin Pik Shan
Chief Executive Officer

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NOTES ON THE ANNUAL FINANCIAL REPORT
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1. Lump Sum Grant

a. Basis of preparation

The Annual Financial Report (AFR) is prepared in respect of all Funding and Service Agreement (FSA) services (including support services to FSA services) 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 Lump Sum Grant (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 which are separately included as part of the income and expenditure of the relevant disclosures have been shown under Note 3.

Details are analysed below

<u>Provident Fund Contribution</u>	<u>Snapshot Staff</u>	<u>6.8% and Other Posts</u>	<u>Total</u>
	\$	\$	\$
Subvention Received	1,509,593.00	11,938,200.00	13,447,793.00
Provident Fund Contribution Paid during the Year	(1,256,505.35)	(13,497,449.65)	(14,753,955.00)
Surplus/(Deficit) for the Year	253,087.65	(1,559,249.65)	(1,306,162.00)
<u>Add:</u> Surplus b/f	991,361.37	31,668,440.57	32,659,801.94
Additional subvention received for previous year(s)	-	180,634.00	180,634.00
<u>Less:</u> Refund to Government	(575,003.00)	-	(575,003.00)
Surplus c/f	669,446.02	30,289,824.92	30,959,270.94

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 Lump Sum Grant Manual

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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:

	<u>2023-24</u>	<u>2022-23</u>
	\$	\$
a. <u>Income</u>		
Dementia Supplement for Residential Elderly Services	7,696,479.00	7,830,706.00
Infirmary Care Supplement for Residential Elderly Services	9,562,410.00	8,669,160.00
Time-defined Subsidy Scheme for Extended Hours Service Users	4,417.00	4,417.00
Time-defined Subsidy Scheme for Occasional Child Care Service	10,494.00	5,247.00
	<hr/>	<hr/>
Total	17,273,800.00	16,509,530.00
	<hr/>	<hr/>
	<u>2023-24</u>	<u>2022-23</u>
	\$	\$
b. <u>Expenditure</u>		
Dementia Supplement for Residential Elderly Services	7,690,816.48	7,827,246.82
Infirmary Care Supplement for Residential Elderly Services	9,558,252.83	8,666,272.48
One-off Subsidy for Strengthened Provision of Visiting Medical Officer Service for RCHE	-	328,587.00
	<hr/>	<hr/>
Total	17,249,069.31	16,822,106.30
	<hr/>	<hr/>

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 be included as Other Income in AFR. In this respect, donations should be included if it is used to finance expenditure of the FSA services/ FSA-related activities reflected in the AFR

The breakdown on Other Income is as follows:

	<u>2023-24</u>	<u>2022-23</u>
	\$	\$
<u>Other Income</u>		
(a) Programme income	2,168,910.00	969,941.80
(b) Production income	974,138.10	1,488,246.70
(c) Donation	-	-
(d) Income from Other Activities	-	-
(e) Utilised allocation under Central Items (CI): After School Care Programme (ASCP) / Enhanced ASCP / ASCP(PC) – Fee Waiving Subsidy Scheme (FWSS) which forms as part of Other Income	-	-
(f) Reimbursement of Maternity Leave Pay (RMLP) Scheme reimbursement received	-	-
(g) Miscellaneous income	784,035.50	534,290.93
	<hr/>	<hr/>
Sub-Total	3,927,083.60	2,992,479.43
Less: Utilised allocation under CI: ASCP / Enhanced ASCP / ASCP(PC) - FWSS which forms as part of Other Income	-	-
	<hr/>	<hr/>
Total	3,927,083.60	2,992,479.43
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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:

<u>Analysis on Personal Emoluments paid under LSG</u>	<u>No. of Posts</u>	<u>\$</u>
HK\$700,001 - HK\$800,000 p.a.	12	8,906,554.69
HK\$800,001 - HK\$900,000 p.a.	5	4,158,682.63
HK\$900,001 - HK\$1,000,000 p.a.	4	3,818,928.41
HK\$1,000,001 - HK\$1,100,000 p.a.	4	4,079,374.89
HK\$1,100,001 - HK\$1,200,000 p.a.	3	3,456,825.25
>HK\$1,200,000 p.a.	3	3,998,808.73

7. Other Charges

The breakdown on Other Charges is as follows:

<u>Other Charges</u>	<u>2023-24</u>	<u>2022-23</u>
	<u>\$</u>	<u>\$</u>
(a) Utilities	7,282,967.86	6,895,889.94
(b) Food	9,025,734.06	9,728,752.11
(c) Administrative Expenses	1,786,881.73	2,183,993.09
(d) Stores and Equipment	1,731,305.61	1,663,285.89
(e) Repair and Maintenance	2,749,224.14	2,728,838.07
(f) Special Allowances	-	-
(g) Programme Expenses	4,589,183.70	3,243,002.85
(h) Transportation and Travelling	309,853.66	219,556.97
(i) Insurance	1,609,255.22	1,472,303.13
(j) Miscellaneous	3,247,996.76	3,487,574.10
Sub-Total	32,332,402.74	31,623,196.15
Less: Utilised allocation under CI: ASCP / Enhanced ASCP / ASCP(PC) - FWSS which forms as part of Other Income	-	-
Total	32,332,402.74	31,623,196.15

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

	Lump Sum Grant (LSG)	Holding Account (HA)	Adjustment for Utilised allocation under ASCP / Enhanced ASCP / ASCP(PC) - FWSS	Rent and Rates	Central Items (CI)	Total
	\$	\$	\$	\$	\$	\$
Income						
Lump Sum Grant	208,609,202.00	-	-	-	-	208,609,202.00
Fee Income	15,091,208.10	-	-	-	-	15,091,208.10
Other Income	3,927,083.60	-	-	-	-	3,927,083.60
Interest Received (Note 1)	3,828,568.96	-	-	-	-	3,828,568.96
Rent and Rates	-	-	-	9,374,986.00	-	9,374,986.00
Central Items	-	-	-	-	17,273,800.00	17,273,800.00
Total Income (a)	231,456,062.66	-	-	9,374,986.00	17,273,800.00	258,104,848.66
Expenditure						
Personal Emoluments	195,124,053.73	4,000,000.00	-	-	-	199,124,053.73
Other Charges	32,332,402.74	-	-	-	-	32,332,402.74
Rent and Rates	-	-	-	9,527,988.00	-	9,527,988.00
Central Items	-	-	-	-	17,249,069.31	17,249,069.31
Total Expenditure (b)	227,456,456.47	4,000,000.00	-	9,527,988.00	17,249,069.31	258,233,513.78
	T1	T2				
Surplus/(Deficit) for the Year (a) - (b)	3,999,606.19	(4,000,000.00)	-	(153,002.00)	24,730.69	(128,665.12)
Less: Surplus of Provident Fund	1,306,162.00	-	-	-	-	1,306,162.00
	5,305,768.19	(4,000,000.00)	-	(153,002.00)	24,730.69	1,177,496.88
Adjustment (Note 5)	-	-	-	-	152,645.96	152,645.96
Surplus/(Deficit) b/f (Note 2)	34,618,928.13	24,600,250.93	-	97,919.97	(136,635.26)	59,180,463.77
	39,924,696.32	20,600,250.93	-	(55,082.03)	40,741.39	60,510,606.61
Add: Refund from Government	-	-	-	266,415.00	-	266,415.00
Less: Refund to Government	-	-	-	(364,326.60)	(16,010.70)	(380,337.30)
Transfer from LSG Reserve to cover the salary adjustment for Dementia Supplement and Infirmary Care Supplement (Note 3)	-	-	-	-	-	-
Adjustment for utilised allocation under <u>Enhanced</u> ASCP / ASCP(PC) - FWSS (over-estimated) / under-estimated in previous year(s)	-	-	-	-	-	-
Surplus/(Deficit) c/f (Note 4)	39,924,696.32	20,600,250.93	-	(152,993.63)	24,730.69	60,396,684.31
	S1					

- Notes: (1) Interest received on LSG (including HA) and Provident Fund reserves, rent and rates, Central Items are included as one item under LSG; and the item is considered as part of LSG reserve.
- (2) Accumulated balance of LSG Surplus b/f from previous years (including all interest received in previous years (see (1) above) and the balance of HA should be separately reported as in the surplus b/f under LSG and HA respectively.
- (3) Amount of LSG Reserve used to cover the salary adjustment for Dementia Supplement and Infirmary Care Supplement, if any, as per Schedule for Central Items.
- (4) For NGOs with HA, with effect from 2022-23, the calculation of the annual claw-back is as follows
- (i) With Snapshot Staff (SS) [i.e. Position of SS as at 1 September being reported on the Agency Staff List submitted by NGO last year was greater than zero] The level of LSG cumulative reserve (i.e. S1) will be capped at 25% of the NGO's operating expenditure (i.e. Total Expenditure (T1+T2) excluding Provident Fund Contribution) for the year
- (5) Adjustment for the accumulated deficits of Dementia Supplement / Infirmary Care Supplement for Residential Elderly Services absorbed by the Subvented Agency