

TAI HANG RESIDENTS' WELFARE ASSOCIATION

TAI HANG YOUTH CENTRE

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED 31 MARCH 2025

Date : 23 October 2025

V CPA LIMITED
CERTIFIED PUBLIC ACCOUNTANTS
文森會計師有限公司
TEL : 3709 3334 FAX : 3020 9346

These ANNUAL FINANCIAL REPORT are for the exclusive use of its Management committees only. The auditors and other professionals, if any involved, do not assume responsibility towards or accept liability to any other person for the contents of this set of the financial statements.



**INDEPENDENT AUDITOR'S ASSURANCE REPORT
TO THE MANAGEMENT COMMITTEE OF
TAI HANG RESIDENTS' WELFARE ASSOCIATION - TAI HANG YOUTH CENTRE**

We have audited the financial statements of Tai Hang Residents' Welfare Association - Tai Hang Youth Centre ("the Centre") FOR THE YEAR ENDED 31 MARCH 2025 in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), and have issued an unmodified auditor's report thereon dated 23 October 2025.

Pursuant to the Lump Sum Grant ("LSG") Manual issued by the Social Welfare Department of the Government of the Hong Kong Special Administrative Region ("SWD"), we have been requested to issue this assurance report in connection with the Annual Financial Report ("AFR") of the Centre FOR THE YEAR ENDED 31 MARCH 2025.

Responsibilities of the Management Committee

In relation to this report, the Management Committee are responsible for ensuring the AFR of the Centre FOR THE YEAR ENDED 31 MARCH 2025 is properly prepared in accordance with the relevant accounting and financial reporting requirements set out in the LSG Manual and other instructions issued by the SWD; and the use of the funds from the LSG by the Centre has complied with the purposes as specified in the LSG Manual and other instructions issued by the SWD.

Our Independence and Quality Management

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the HKICPA, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Management 1, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Auditor's Responsibility

Our responsibility is to form a conclusion, based on our engagement, and to report our conclusion to you.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information and with reference to Practice Note 851 (Revised), Reporting on the Annual Financial Reports of Non-governmental Organisations issued by the HKICPA. We have planned and performed our work to obtain reasonable assurance for giving conclusion 1 and obtain limited assurance for giving conclusion 2 below.

The work undertaken in connection with this engagement is less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.





V CPA LIMITED

CERTIFIED PUBLIC ACCOUNTANTS | 文森會計師有限公司

文森會計師有限公司
V CPA Limited
Certified Public Accountants
Est. Vincent Choi

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INDEPENDENT AUDITOR'S ASSURANCE REPORT (CONT'D) TO THE MANAGEMENT COMMITTEE OF TAI HANG RESIDENTS' WELFARE ASSOCIATION - TAI HANG YOUTH CENTRE

In relation to our conclusion 1 below, we have planned and performed such procedures as we considered necessary with reference to the procedures recommended in PN 851 (Revised), to satisfy ourselves that the AFR has been properly prepared, in all material respects, in accordance with the relevant accounting and financial reporting requirements set out in the LSG Manual and other instructions issued by the SWD.

In relation to our conclusion 2 below, we have obtained an understanding in respect of the purposes of the use of the funds as specified in the LSG Manual and other instructions issued by the SWD and obtaining an understanding of the control procedures. We are not required to perform any procedures to search for instances of the use of funds from the LSG by the Centre being non-complied with the specified purposes. Our work was limited to reporting non-compliances identified as a result of the procedures performed in relation to conclusion 2 and during the normal course of our work relating to conclusion 1. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Conclusion

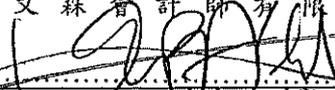
1. In our opinion, the AFR of the Centre FOR THE YEAR ENDED 31 MARCH 2025 is properly prepared, in all material respects, in accordance with the relevant accounting and financial reporting requirements set out in the LSG Manual and other instructions issued by the SWD.
2. Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the use of the funds from the LSG by the Centre has not complied, in all material respects, with the purposes as specified in the LSG Manual and other instructions issued by the SWD.

Intended Users and Purpose

This report is intended solely for submission by the Centre to the SWD and is not intended to be, and should not be, used for any other purpose. We agree that a copy of this report may be provided to the SWD without further comment from us.

For and on behalf of

For and on behalf of
V CPA Limited
文森會計師有限公司


V CPA Limited Authorized Signature(s)

Certified Public Accountants, Hong Kong
Corporate practice - Registration number S0655
Company Director - Choi Pak Kei, Certified Public Accountants, Hong Kong
Practising Certificate Number P05603
23 October 2025

TAI HANG RESIDENTS' WELFARE ASSOCIATION
 TAI HANG YOUTH CENTRE
 ANNUAL FINANCIAL REPORT
 FOR THE PERIOD FROM 1ST APRIL 2024 TO 31ST MARCH 2025

	<u>Note</u>	2024-25 HKD	2023-24 HKD
A. INCOME			
1 Lump Sum Grant			
a. Lump Sum Grant (excluding Provident Fund)	1b	3,424,750	3,326,768
b. Provident Fund.	1c	270,260	262,398
2 Fee Income	2	4,611	2,352
3 Central Items.	3	-	-
4 Rent and Rates.	4	43,592	43,592
5 Other Income	5	365,208	443,795
6 Interest Received		6,652	3,128
		<u>4,115,073</u>	<u>4,082,033</u>
B. EXPENDITURE			
1 Personal Emoluments			
a. Salaries		2,731,481	2,474,987
b. Provident Fund	1c	229,499	211,276
c. Allowances		-	-
Sub-total	6	<u>2,960,980</u>	<u>2,686,263</u>
2 Other Charges	7	972,269	820,802
3 Central Items	3	-	-
4 Rent and Rates	4	60,892	59,892
		<u>3,994,141</u>	<u>3,566,957</u>
C. SURPLUS (DEFICIT) FOR THE YEAR	8	<u><u>120,932</u></u>	<u><u>515,076</u></u>

The Annual Financial Report from pages 4 to 12 has been prepared in accordance with the requirements as set out in the Lump Sum Grant Manual.



Yuen How Kuen
Chairman

Date : 23 October 2025



Leung Yin Fung
Social Service Coordinator

Date : 23 October 2025

TAI HANG RESIDENTS' WELFARE ASSOCIATION
 TAI HANG YOUTH CENTRE
NOTES ON THE ANNUAL FINANCIAL REPORT

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 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 1st April, 2000.

6.8% and other posts represent those staff that are employed after 1st 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>	<u>Snapshot Staff</u> HK\$	<u>6.8% and Other</u> <u>Posts</u> HK\$	<u>Total</u> HK\$
Subvention Received	80,046	190,214	270,260
Provident Fund Contribution Paid during the year	(80,046)	(149,453)	(229,499)
Surplus/(deficit) for the year	-	40,761	40,761
Add: Surplus/ (Deficit) b/f	(7,228)	777,139	769,911
SWD adjustment, if any	3,314	-	3,314
Additional subvention received for previous year(s)	3,730	-	3,730
Less: Refund to government	-	-	-
Surplus/(deficit) c/f	<u>(184)</u>	<u>817,900</u>	<u>817,716</u>

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.

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:

a) <u>Income</u>	2024-25 HK\$	2023-24 HK\$
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	-	-
Foster Care Allowance/ One-off Special Allowance for Foster Children to Safeguard the Foster Children from the Coronavirus Disease / Emergency Foster Care Allowance	-	-
After School Care Programme- Fee Waiving Subsidy Scheme	-	-
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services	-	-
Neighbourhood Support Child Care Project (NSCCP) – Contract Subsidy	-	-
NSCCP - Subsidy for Fee Reduction/waiving	-	-
NSCCP - Subsidy for Incentive Payment	-	-
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	-	-
Enhanced After School Care Programme- Fee Waiving Subsidy Scheme	-	-
Navigation Scheme for Young Persons in Care Services - Operating Expenses	-	-
Navigation Scheme for Young Persons in Care Services - Training Cost	-	-
Subsidy for Enhanced Support for Ethnic Minority Children in Special Care Centre	-	-
Subsidy for Enhanced Support for Ethnic Minority Children in Early Education and Training Centres	-	-
Time-defined Allocation of Ethnic Minority District Ambassador Posts - salary and provident fund	-	-
Time-defined Allocation of Ethnic Minority District Ambassador Posts –other charges	-	-
Short-term Food Assistance Service Teams – Food Cost	-	-
Siu Lam Integrated Rehabilitation Services Complex – Management & Maintenance Cost for Common Area	-	-
After School Care Programme for Pre-primary Children [ASCP(PC)] Contract Subsidy	-	-
ASCP(PC) Fee Subsidy	-	-
ASCP(PC) Rent and Rates	-	-

Time-defined Service Contract of Social Work Service for Pre-primary Institutions	-	-
-Allocation		
-Rent and Rates		
Allowances for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)	-	-
Travelling Subsidy of the designated Hotline for Carer Support (Carer Hotline)	-	-
Pilot Scheme on Training to Foreign Domestic Helpers in Care for Persons with Disabilities	-	-
Special Grant for Providing Temporary Accommodation for Services Users of SAHK LOHAS Garden at Cheung Muk Tau Holiday Centre for the Elderly	-	-
Special Grant for Temporary Relocation of Service Users of SAHK LOHAS Garden to Cheung Muk Tau Holiday Centre	-	-
One-off Allocation for Providing Assistance to Persons with Disabilities under the Government Public Transport Fare Concession Scheme for the Elderly and Eligible Persons with Disabilities	-	-
Temporary Financial Aid under Care and Support Networking Team	-	-
Emergency Fund for NGOs operating Integrated Services Team for Street Sleepers	-	-
Time-defined Subsidy Scheme for Extended Hours Service Users	-	-
Short-term Rental Assistance for Discharged Prisoners	-	-
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities	-	-
Time-defined Subsidy Scheme for Occasional Child Care Service	-	-
Total	-	-
	2024-25	2023-24
	HK\$	HK\$
b) Expenditure		
Dementia Supplement for Elderly with Disabilities	-	-
Infirmity Care Supplement for the Aged Blind Persons	-	-
Dementia Supplement for Residential Elderly Services	-	-
Infirmity Care Supplement for Residential Elderly Services	-	-
Foster Care Allowance/ One-off Special Allowance for Foster Children to Safeguard the Foster Children from the Coronavirus Disease / Emergency Foster Care Allowance	-	-
After School Care Programme- Fee Waiving Subsidy Scheme	-	-
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services	-	-
Neighbourhood Support Child Care Project (NSCCP) – Contract Subsidy	-	-
NSCCP - Subsidy for Fee Reduction/waiving	-	-
NSCCP - Subsidy for Incentive Payment	-	-
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	-	-
Enhanced After School Care Programme – Fee Waiving Subsidy Scheme	-	-
Navigation Scheme for Young Persons in Care Services - Operating Expenses	-	-
Navigation Scheme for Young Persons in Care Services - Training Cost	-	-
Subsidy for Enhanced Support for Ethnic Minority Children in Special Care Centre	-	-
Subsidy for Enhanced Support for Ethnic Minority Children in Early Education and Training Centres	-	-
Time-defined Allocation of Ethnic Minority District Ambassador Posts - salary and provident fund	-	-
Time-defined Allocation of Ethnic Minority District Ambassador Posts – other charges	-	-
Short-term Food Assistance Service Teams – Food Cost	-	-
Siu Lam Integrated Rehabilitation Services Complex – Management & Maintenance Cost for Common Area	-	-
After School Care Programme for Pre-primary Children [ASCP(PC)] Contract Subsidy	-	-
ASCP(PC) Fee Subsidy	-	-
ASCP(PC) Rent and Rates	-	-
Time-defined Service Contract of Social Work Service for Pre-primary Institutions	-	-
-Allocation		
-Rent and Rates		
Allowances for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)	-	-
Travelling Subsidy of the designated Hotline for Carer Support (Carer Hotline)	-	-
Pilot Scheme on Training to Foreign Domestic Helpers in Care for Persons with Disabilities	-	-
Special Grant for Providing Temporary Accommodation for Services Users of SAHK LOHAS Garden at Cheung Muk Tau Holiday Centre for the Elderly	-	-
Special Grant for Temporary Relocation of Service Users of SAHK LOHAS Garden to Cheung Muk Tau Holiday Centre	-	-
One-off Allocation for Providing Assistance to Persons with Disabilities under the Government Public Transport Fare Concession Scheme for the Elderly and Eligible Persons with Disabilities	-	-
Temporary Financial Aid under Care and Support Networking Team – other charges	-	-
Emergency Fund for NGOs operating Integrated Services Team for Street Sleepers	-	-
Time-defined Subsidy Scheme for Extended Hours Service Users	-	-
Short-term Rental Assistance for Discharged Prisoners	-	-
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities	-	-
Time-defined Subsidy Scheme for Occasional Child Care Service	-	-
Total	-	-

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:

Other Income	2024-25 HK\$	2023-24 HK\$
(a) Fees and charges for services incidental to the operation of subvented services	-	-
(b) Others	<u>365,208</u>	<u>443,795</u>
Total	<u><u>365,208</u></u>	<u><u>443,795</u></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:

Analyses of Personal Emoluments

	<u>No. of Posts</u>	2024-25 HK\$	2023-24 HK\$
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\$1,200,001 p.a.	/	-	-
		<u>-</u>	<u>-</u>
		<u><u>-</u></u>	<u><u>-</u></u>

7. Other Charges

The breakdown on Other Charges is as follows:

	2024-25 HK\$	2023-24 HK\$
a) Utilities	69,274	81,671
b) Food	-	-
c) Administrative Expenses	128,587	109,113
d) Stores and Equipment	-	-
e) Repairs and Maintenance	106,859	74,699
f) Special Allowances	-	-
g) Programme Expenses	551,997	487,340
h) Transportation and Travelling	2,837	676
i) Insurance	70,487	39,481
j) Miscellaneous	42,229	27,822
Total	<u>972,270</u>	<u>820,802</u>

7a. Special One-off Grant Payments

Details of Special One-off Grant as follows:

	2024-25 HK\$	2023-24 HK\$
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>

TAI HANG RESIDENTS' WELFARE ASSOCIATION
 TAI HANG YOUTH CENTRE
 NOTES ON THE ANNUAL FINANCIAL REPORT

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

	Analysis of Reserve Fund				
	Lump Sum Grant (LSG)	Special One-off Grant (SOG)	Rent and Rates	Central Items	Total
	HK\$	HK\$	HK\$	HK\$	HK\$
Income					
Lump Sum Grant	3,695,010	-	-	-	3,695,010
Special One-off Grant	-	-	-	-	-
Fee Income	4,611	-	-	-	4,611
Other Income	365,208	-	-	-	365,208
Interest Received (Note 1)	6,652	-	-	-	6,652
Rent and Rates	-	-	43,592	-	43,592
Central Items	-	-	-	-	-
Total Income (a)	4,071,481	-	43,592	-	4,115,073
Expenditure					
Personal Emoluments	2,960,980	-	-	-	2,960,980
Other Charges	972,269	-	-	-	972,269
Rent and Rates	-	-	60,892	-	60,892
Central Items	-	-	-	-	-
Special One-off Grant Payments	-	-	-	-	-
Total Expenditure (b)	3,933,249	-	60,892	-	3,994,141
Surplus/(Deficit) for the year (a) - (b)	138,232	-	(17,300)	-	120,932
Less: Surplus/ (Deficit) of Provident Fund	40,761	-	-	-	40,761
Surplus/(Deficit) for the year excluding Provident Fund	97,471	-	(17,300)	-	80,171
Surplus/(deficit) b/f before SWD adj	1,599,462	-	(122,225)	-	1,477,237
Add/(Less):SWD adjustment	-	-	-	-	-
Surplus/(deficit) b/f after SWD adj (Note (2))	1,599,462	-	(122,225)	-	1,477,237
Less: Refund to Government	1,696,933	-	(139,525)	-	1,557,408
Transfer from LSG Reserve to cover the salary adjustment for Dementia Supplement and Infirmiry Care Supplementary(Note(3))	(775,515)	-	-	-	(775,515)
	-	-	-	-	-
Surplus/(Deficit) c/f (Note 4)	921,418	-	(139,525)	-	781,893

Notes:

- (1) Interest received on LSG and PF reserves, rent and rates, central items, Special One-off Grant should all be 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 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. \$), 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.

TAI HANG RESIDENTS' WELFARE ASSOCIATION
 TAI HANG YOUTH CENTRE
SCHEDULE FOR INVESTMENT
 ANALYSIS OF INVESTMENT
 AS AT 31 MARCH 2025

NAME OF NGO: TAI HANG YOUTH CENTRE

	<u>2025</u> HK\$	<u>2024</u> HK\$
LSG Reserve as at 31st March	921,418	1,599,462
	<u>921,418</u>	<u>1,599,462</u>
Represented by:		
Investments		
a. HKD Bank Account Balances	921,418	1,599,462
b. HKD 24-hour Call Deposits	-	-
c. HKD Fixed Deposits	-	-
d. HKD Certificate of Deposits	-	-
e. HKD Bonds (see appendix for breakdown)	-	-
	<u>921,418</u>	<u>1,599,462</u>

Note: The investments should be reported as historical cost.

Confirmed by:



Yuen How Kuen
 Chairman
 Date : 23 October 2025



Leung Yin Fung
 Social Service Coordinator
 Date : 23 October 2025

Schedule for Rent and Rates
Analysis of Subvention and Expenditure for the Period from 1/4/2024 to 31/3/2025

Name of Agency: Tai Hang Residents' Welfare Association - Tai Hang Youth Centre

Unit Code and Name	Subvented Element	Subvented Released (Note 1)	Actual Expenditure	Surplus (Note 2)	Deficit (Note 3)
7500 Tai Hang Youth Centre	Rent(Note 3)	692	692	-	-
	Rates	42,900	60,200	-	(17,300)
	Total	43,592	60,892	-	(17,300)
	Grant Total:				

Notes :

- 1 The figures are to be extracted from the payroll for March plus subvention released in late March of the financial year.
- 2 Surplus/ Deficit for each element represents the difference between subvention released and actual expenditure.
- 3 Rent includes all kinds of rent such as PHE rental, private rental, carpark rent, management fee, building maintenance fee and Government Rent.