



立法會秘書處 LEGISLATIVE COUNCIL SECRETARIAT

京品媒質 YOURRET

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26 November 2004

Dr Hon Philip Wong Yu-hong, GBS
Chairman
Public Accounts Committee
Legislative Council
Legislative Council Building
8 Jackson Road
Central
Hong Kong

Dear Dr Wong

Progress report on matters outstanding in Public Accounts Committee Report No. 40 on "Subvention for staff emoluments of The Legislative Council Commission"

I wish to report on the progress in relation to the Public Accounts Committee's recommendations in Chapter 2 of its Report No. 40 regarding Chapter 5 of the Director of Audit's Report No. 40 on "Subvention for staff emoluments of The Legislative Council Commission".

Review of funding arrangements for The Legislative Council Commission (LCC)

In its response made in the Legislative Council on 15 October 2003, LCC stated that as its funding arrangements with the Administration had been formulated nine years ago when LCC was first established, it was opportune to have an overall review.

The Exchange of Letters (EoL) between the Administration and LCC, which sets out the general principles and guidelines governing the administrative arrangements for LCC and its working relationship with the Administration, as well as the existing funding arrangements for LCC, has been reviewed. It has been amended to reflect the updated funding arrangements since the last revision in 1997, such as the replacement of the baseline approach for funding by the Operating Expenditure Envelope approach. The revised EoL was signed by LCC and the Administration in November 2004.

Yours sincerely

(Ricky C C Fung) Secretary General

c.c. Chief Secretary for Administration (Attn: Ms Chang King-yiu)
Secretary for Financial Services and the Treasury (Attn: Ms Elizabeth Tse)