

NOTE FOR FINANCE COMMITTEE

Report on Redeployment of Funds in One-line Vote Departments

With effect from the 2003-04 Estimates, the one-line vote financial control arrangement has been extended to all bureaux, branches and departments covering 83 heads of expenditure. Under this arrangement, other than specified exceptions, Controlling Officers are given flexibility in meeting all their operational expenditure from approved funds under a single Subhead 000 Operational expenses. This is intended to facilitate the achievement of greater efficiency and enhanced productivity.

2. For the purpose of assuring Members on disclosure of information and accountability, in the annual Estimates Controlling Officers operating the one-line vote have been providing an analysis by conventional subheads of components in their operational expenditure. The Administration will continue to provide to Finance Committee with quarterly reports showing actual spending and any redeployment of funds between these components. However, to save paper we only include in this report bureaux, branches and departments that have redeployed funds between the components under Subhead 000 Operational expenses during this quarter. We informed Members of this arrangement in the fourth quarter report of 2002-03 in June.

Encls. 1-5 3. Enclosures 1 to 5 contain such details for the first quarter of 2003-04.

Financial Services and the Treasury Bureau
September 2003

Head 23 — Auxiliary Medical Service
 Financial Position of Subhead 000 Operational Expenses
 Report for the first quarter of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during the quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments				
- Salaries	27,800	(11)	27,789	6,852
- Allowances	465	—	465	19
- Job-related allowances	15	—	15	—
Personnel Related Expenses				
- Mandatory Provident Fund contribution	—	11 ^(Note)	11	3
Departmental Expenses				
- General departmental expenses	8,702	—	8,702	2,696
Other Charges				
- Pay and allowances for the auxiliary services.....	26,473	—	26,473	4,427
- Training expenses for the auxiliary services.....	728	—	728	79
	<u>64,183</u>	<u>0</u>	<u>64,183</u>	<u>14,076</u>
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Note -

A sum of \$11,000 was redeployed from Salaries to Mandatory Provident Fund contribution for the anticipated expenditure.

Head 70 — Immigration Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the first quarter of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during the quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments				
- Salaries	1,918,477	—	1,918,477	477,111
- Allowances	62,491	—	62,491	3,981
- Job-related allowances	1,997	—	1,997	288
Personnel Related Expenses				
- Mandatory Provident Fund contribution	3,320	—	3,320	1,255
- Civil Service Provident Fund contribution	723	—	723	—
Departmental Expenses				
- Data processing	117,502	—	117,502	12,876
- Specialist supplies and equipment	37,526	—	37,526	4,960
- General departmental expenses	148,219	(8)	148,211	40,293
Other Charges				
- Grant to the Immigration Service Welfare Fund.....	250	8 ^(Note)	258	257
	<u>2,290,505</u>	<u>0</u>	<u>2,290,505</u>	<u>541,021</u>
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Note -

A sum of \$8,000 was redeployed from General departmental expenses to Grant to the Immigration Service Welfare Fund to meet the additional expenses required due to higher than estimated number of Immigration Service staff as at 1 April 2003.

Head 76 — Inland Revenue Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the first quarter of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during the quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments				
- Salaries	1,062,211	(845)	1,061,366	261,521
- Allowances	16,303	—	16,303	2,436
- Job-related allowances	182	—	182	28
Personnel Related Expenses				
- Mandatory Provident Fund contribution	769	—	769	220
Departmental Expenses				
- General departmental expenses	138,410	845 ^(Note)	139,255	24,421
	1,217,875	0	1,217,875	288,626
	1,217,875	0	1,217,875	288,626

Note -

A sum of \$845,000 was redeployed from Salaries to General departmental expenses for the employment of non-civil service contract staff.

Head 130 — Printing Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the first quarter of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during the quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments				
- Salaries	77,437	—	77,437	19,137
- Allowances	4,260	280 ^(Note)	4,540	1,462
- Job-related allowances	1,250	20 ^(Note)	1,270	270
Personnel Related Expenses				
- Mandatory Provident Fund contribution	12	—	12	3
Departmental Expenses				
- Specialist supplies and equipment	121,768	(300)	121,468	21,350
- General departmental expenses	23,732	—	23,732	4,382
	<u>228,459</u>	<u>0</u>	<u>228,459</u>	<u>46,604</u>
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Note -

A sum of \$300,000 was redeployed from Specialist supplies and equipment to Allowances (\$280,000) and Job-related allowances (\$20,000) to meet the additional requirements arising from urgent printing of SARS-related publications.

Head 188 — Treasury
 Financial Position of Subhead 000 Operational Expenses
 Report for the first quarter of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during the quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments				
- Salaries	210,162	—	210,162	50,026
- Allowances	3,865	100 ^(Note)	3,965	542
- Job-related allowances	15	—	15	—
Personnel Related Expenses				
- Mandatory Provident Fund contribution	53	—	53	14
Departmental Expenses				
- General departmental expenses	125,424	(100)	125,324	17,697
	<u>339,519</u>	<u>0</u>	<u>339,519</u>	<u>68,279</u>
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Note -

A sum of \$100,000 was redeployed from General departmental expenses to Allowances to meet expenses arising from overtime work on User Acceptance Testing for the implementation of the web-enabled Payroll System.