

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. Under this arrangement, Controlling Officers are generally given flexibility to meet 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 greater transparency, Controlling Officers operating the one-line vote have been providing in the annual Estimates a breakdown of their operational expenditure by conventional subheads. The Administration has also been presenting quarterly reports to Finance Committee on the actual spending for and redeployment of funds between these conventional subheads.

3. Details on bureaux, branches and departments that have redeployed funds between the conventional subheads under Subhead 000 Operational Expenses during the second quarter of 2003-04 are set out in Enclosures 1 to 11.

Encls. 1-11

Financial Services and the Treasury Bureau
January 2004

Head 25 — Architectural Services Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	900,000	—	—	900,000	463,195
- Allowances	16,951	—	(30)	16,921	6,260
- Job-related allowances	10	—	30 ^(Note)	40	10
Personnel Related Expenses					
- Mandatory Provident Fund contribution	843	—	—	843	557
Departmental Expenses					
- Light and power.....	3,300	—	—	3,300	2,060
- Hire of services and professional fees	33,187	—	—	33,187	4,763
- Workshop services	26,090	—	—	26,090	7,134
- General departmental expenses	47,500	—	—	47,500	16,937
Other Charges					
- Maintenance of government buildings	508,209	—	—	508,209	157,775
	<u>1,536,090</u>	<u>—</u>	<u>0</u>	<u>1,536,090</u>	<u>658,691</u>
	<u><u>1,536,090</u></u>	<u><u>—</u></u>	<u><u>0</u></u>	<u><u>1,536,090</u></u>	<u><u>658,691</u></u>

Note -

A sum of \$30,000 was redeployed from “Allowances” to “Job-related Allowances” to pay for the Rainstorm/Typhoon Allowances as a result of the typhoons in summer months.

Head 29 — Civil Service Training and Development Institute
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	65,500	—	—	65,500	32,483
- Allowances	1,451	—	—	1,451	397
Personnel Related Expenses					
-Mandatory Provident Fund contribution	—	—	10 ^(Note)	10	4
Departmental Expenses					
- Training expenses.....	53,067	—	—	53,067	9,823
- General departmental expenses	12,440	—	(10)	12,430	4,833
	<u>132,458</u>	<u>—</u>	<u>0</u>	<u>132,458</u>	<u>47,540</u>

Note -

A sum of \$10,000 was redeployed from “General Departmental Expenses” to meet requirements for “Mandatory Provident Fund Contribution”.

Head 39 — Drainage Services Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	674,411	—	—	674,411	326,397
- Allowances	35,327	—	68 ^(Note)	35,395	11,664
- Job-related allowances	13,353	—	(68)	13,285	5,274
Personnel Related Expenses					
- Mandatory Provident Fund contribution	735	—	—	735	437
Departmental Expenses					
- Light and power.....	202,549	—	—	202,549	89,762
- Hire of services and professional fees.....	95,817	—	—	95,817	31,543
- Fuel and lubricating oil.....	7,290	—	—	7,290	3,034
- Specialist supplies and equipment.....	73,607	—	—	73,607	16,447
- Maintenance materials.....	76,607	—	—	76,607	33,963
- Contract maintenance.....	302,546	—	—	302,546	111,792
- General departmental expenses	113,987	—	—	113,987	42,440
	<u>1,596,229</u>	<u>—</u>	<u>0</u>	<u>1,596,229</u>	<u>672,753</u>

Note -

A sum of \$68,000 was redeployed from “Job-related Allowances” to “Allowances” due to re-classification of Typhoon Allowances, Rainstorm Black Warning Allowances and On-call Duty Allowances.

Head 76 — Inland Revenue Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	1,062,211	(845)	(303)	1,061,063	520,448
- Allowances	16,303	—	—	16,303	6,134
- Job-related allowances	182	—	—	182	52
Personnel Related Expenses					
- Mandatory Provident Fund contribution	769	—	—	769	447
Departmental Expenses					
- General departmental expenses	138,410	845	303 ^(Note)	139,558	47,434
	<u>1,217,875</u>	<u>0</u>	<u>0</u>	<u>1,217,875</u>	<u>574,515</u>

Note -

A sum of \$303,000 was redeployed from “Salaries” to “General Departmental Expenses” for the employment of non-civil service contract staff.

Head 100 — Marine Department
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	485,387	—	—	485,387	236,956
- Allowances	17,743	—	(120)	17,623	5,068
- Job-related allowances	6,341	—	—	6,341	2,407
Personnel Related Expenses					
- Mandatory Provident Fund contribution	519	—	120 ^(Note)	639	349
Departmental Expenses					
- Technical Services Agreement	30,062	—	—	30,062	12,179
- Maintenance materials	99,832	—	—	99,832	43,658
- Contract maintenance	83,117	—	—	83,117	35,734
- General departmental expenses	238,268	—	—	238,268	88,361
	<u>961,269</u>	<u>—</u>	<u>0</u>	<u>961,269</u>	<u>424,712</u>
	=====	=====	=====	=====	=====

Note -

A sum of \$120,000 was redeployed from “Allowances” to meet requirements for “Mandatory Provident Fund Contribution” since more officers had been re-employed on agreement terms.

Head 116 — Official Receiver's Office
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	103,822	—	(40)	103,782	50,649
- Allowances	1,219	—	—	1,219	363
- Job-related allowances	20	—	—	20	7
Personnel Related Expenses					
- Mandatory Provident Fund contribution	41	—	40 ^(Note)	81	44
Departmental Expenses					
- Hire of services and professional fees	20,596	—	—	20,596	5,040
- General departmental expenses	8,333	—	—	8,333	6,165
	<u>134,031</u>	<u>—</u>	<u>0</u>	<u>134,031</u>	<u>62,268</u>

Note -

A sum of \$40,000 was redeployed from “Salaries” to meet requirements for “Mandatory Provident Fund Contribution”.

**Head 152 — Government Secretariat: Commerce, Industry and Technology Bureau
(Commerce and Industry Branch)**

Financial Position of Subhead 000 Operational Expenses
Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	65,317	—	—	65,317	30,265
- Allowances	3,432	—	—	3,432	1,402
- Job-related allowances	7	—	—	7	2
Personnel Related Expenses					
- Mandatory Provident Fund contribution	71	—	—	71	35
Departmental Expenses					
-Honoraria for members of committees	300	—	750 ^(Note)	1,050	1,048
- General departmental expenses	46,317	—	(750)	45,567	5,979
Other Charges					
- Subscription to the Asia Pacific Economic Cooperation	750	—	—	750	—
- Subscription to the Pacific Economic Cooperation Council	150	—	—	150	—
	<u>116,344</u>	<u>—</u>	<u>0</u>	<u>116,344</u>	<u>38,731</u>

Note -

A sum of \$750,000 was redeployed from “General Departmental Expenses” to “Honoraria for Members of Committees” to meet the expenses for the two hearings conducted by the Review Body of Bid Challenges in April and May 2003.

Head 156 — Government Secretariat: Education and Manpower Bureau

Financial Position of Subhead 000 Operational Expenses

Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	2,846,746	—	(809)	2,845,937	1,355,128
- Allowances	31,151	—	100 ^(Note 1)	31,251	9,709
- Job-related allowances	6,006	—	—	6,006	2,549
Personnel Related Expenses					
- Mandatory Provident Fund contribution	5,056	—	809 ^(Note 2)	5,865	3,430
Departmental Expenses					
- Temporary staff	319,561	—	(16,135)	303,426	90,684
- Remuneration for special appointments	62,801	—	—	62,801	24,680
- General departmental expenses	654,795	—	(15,592)	639,203	150,988
Other Charges					
- Teacher training.....	130,415	—	250 ^(Note 3)	130,665	12,323
- Curriculum Development Institute.....	258,006	—	—	258,006	83,570
- Subject and curriculum block grant for government schools.....	70,691	—	—	70,691	19,562
- School extra-curricular activities, programmes, grants and prizes.....	29,123	—	—	29,123	6,029
Subventions					
- Code of Aid for primary schools.....	10,477,049	—	18,673 ^(Note 4)	10,495,722	5,272,602
- Code of Aid for secondary schools.....	13,416,230	—	9,564 ^(Note 4)	13,425,794	6,930,672
- Mortgage Interest Subsidy Scheme	51,010	—	—	51,010	19,681
- Code of Aid for special schools.....	1,475,229	—	2,640 ^(Note 4)	1,477,869	751,321
- Direct Subsidy Scheme	1,179,269	—	—	1,179,269	525,069
- Kindergarten Subsidy Scheme	160,356	—	—	160,356	78,035

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
- Assistance to private secondary schools and bought places.....	266,034	—	—	266,034	143,221
- English Schools Foundation junior schools .	129,466	—	—	129,466	125,253
- English Schools Foundation secondary schools.....	188,974	—	—	188,974	179,820
- Refund of rents, Government rents and rates to kindergartens, private schools and study rooms.....	230,076	—	—	230,076	92,258
- Miscellaneous educational services.....	112,529	—	500 ^(Note 5)	113,029	31,524
- Remedial services for mildly disabled children in kindergartens.....	7,118	—	—	7,118	2,796
	<u>32,107,691</u>	<u>—</u>	<u>0</u>	<u>32,107,691</u>	<u>15,910,904</u>

Note -

- (1) A sum of \$100,000 was redeployed from “Temporary Staff” to “Allowances” to cater for an estimated increase in allowances.
- (2) A sum of \$809,000 was redeployed from “Salaries” to “Mandatory Provident Fund Contribution” to meet the estimated increase in requirements.
- (3) A sum of \$250,000 was redeployed from “Temporary Staff” to “Teacher Training” for the Special Education Needs training programme.
- (4) A sum of \$30,877,000 was redeployed from “Temporary Staff” and “General Departmental Expenses” to “Code of Aid for Primary Schools” (\$18,673,000), “Code of Aid for Secondary Schools” (\$9,564,000) and “Code of Aid for Special Schools” (\$2,640,000) for implementation of self-mode Technical Support Services in aided schools and for School Curriculum Development Grant in special schools.
- (5) A sum of \$500,000 was redeployed from “General Departmental Expenses” to “Miscellaneous Educational Services” for sponsoring Reading Summer 2003 programme.

Head 160 — Radio Television Hong Kong
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	240,554	—	(150)	240,404	118,372
- Allowances	3,852	—	—	3,852	1,688
- Job-related allowances	104	—	150 ^(Note)	254	97
Personnel Related Expenses					
- Mandatory Provident Fund contribution	526	—	—	526	362
Departmental Expenses					
- Technical Services Agreement	68,000	—	—	68,000	34,198
- Temporary staff	39,561	—	—	39,561	18,205
- General departmental expenses	126,299	—	—	126,299	57,639
	<u>478,896</u>	<u>—</u>	<u>0</u>	<u>478,896</u>	<u>230,561</u>

Note -

A sum of \$150,000 was redeployed from “Salaries” to “Job-related Allowances” to meet the additional typhoon allowance payments arising from the occurrence of typhoons in July and September.

Head 163 — Registration and Electoral Office
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	51,977	—	—	51,977	24,067
- Allowances	2,173	—	—	2,173	522
- Job-related allowances	7	—	—	7	1
Personnel Related Expenses					
- Mandatory Provident Fund contribution	32	—	29 ^(Note)	61	33
Departmental Expenses					
- Honoraria for members of committees	480	—	—	480	240
- General departmental expenses	14,044	—	(29)	14,015	3,125
Other Charges					
- Election expenses	135,682	—	—	135,682	20,508
	<u>204,395</u>	<u>—</u>	<u>0</u>	<u>204,395</u>	<u>48,496</u>
	=====	=====	=====	=====	=====

Note -

A sum of \$29,000 was redeployed from “General Departmental Expenses” to meet requirements for “Mandatory Provident Fund Contribution”.

Head 188 — Treasury
 Financial Position of Subhead 000 Operational Expenses
 Report for the second quarter (1.7.2003 to 30.9.2003) of 2003-04

	Original estimate 2003-04 (\$'000)	Redeployment of funds within the Subhead during 1st quarter (\$'000)	Redeployment of funds within the Subhead during 2nd quarter (\$'000)	Amended estimate 2003-04 (\$'000)	Actual expenditure for the year to date (\$'000)
Personal Emoluments					
- Salaries	210,162	—	—	210,162	99,940
- Allowances	3,865	100	(100)	3,865	1,537
- Job-related allowances	15	—	—	15	—
Personnel Related Expenses					
- Mandatory Provident Fund contribution	53	—	—	53	34
Departmental Expenses					
- General departmental expenses	125,424	(100)	100 ^(Note)	125,424	40,967
	<u>339,519</u>	<u>0</u>	<u>0</u>	<u>339,519</u>	<u>142,478</u>

Note -

A sum of \$100,000, which was redeployed from “General Departmental Expenses” to “Allowances” to meet expenses arising from overtime work in the first quarter of 2003-04, was considered not required after review and was reverted back.