

**CONSOLIDATED SUMMARY OF
ESTIMATES**

CONSOLIDATED SUMMARY OF ESTIMATES

Background

The Government's financial activities are undertaken through a variety of accounts and funds. The General Revenue Account acts as the main funding device with resources being transferred to or from the other funds as appropriate. The tables below indicate the consolidated position of the General Revenue Account and the following eight Funds: Capital Works Reserve Fund, Capital Investment Fund, Civil Service Pension Reserve Fund, Disaster Relief Fund, Innovation and Technology Fund, Land Fund, Loan Fund and Lotteries Fund. They exclude the Bond Fund which does not form part of the fiscal reserves and is managed separately.

Summary of Estimated Financial Position

	2015–16 Revised Estimate					
	Opening Balance	Revenue	Expenditure	Net Transfer between Funds	Surplus/ (Deficit) after Transfer	Closing Balance
	\$m	\$m	\$m	\$m	\$m	\$m
General Revenue Account	478,856	390,262	343,156	(3,180)	43,926	522,782
Capital Works Reserve Fund	76,362	61,985	78,131	—	(16,146)	60,216
Capital Investment Fund	1,443	1,407	275	—	1,132	2,575
Civil Service Pension Reserve Fund	27,029	—	—	100	100	27,129
Disaster Relief Fund	15	1	82	80	(1)	14
Innovation and Technology Fund	987	56	1,015	—	(959)	28
Land Fund	219,730	—	—	—	—	219,730
Loan Fund	2,472	2,535	3,412	3,000	2,123	4,595
Lotteries Fund	21,620	1,219	910	—	309	21,929
Total	828,514	457,465	426,981	—	30,484	858,998

	2016–17 Estimate					
	Opening Balance	Revenue	Expenditure	Net Transfer between Funds	Surplus/ (Deficit) after Transfer	Closing Balance
	\$m	\$m	\$m	\$m	\$m	\$m
General Revenue Account	522,782	422,013	381,333	(44,864)	(4,184)	518,598
Capital Works Reserve Fund	60,216	69,202	84,546	25,000	9,656	69,872
Capital Investment Fund	2,575	1,406	11,156	9,000	(750)	1,825
Civil Service Pension Reserve Fund	27,129	989	—	3,800	4,789	31,918
Disaster Relief Fund	14	2	—	64	66	80
Innovation and Technology Fund	28	121	1,258	5,000	3,863	3,891
Land Fund	219,730	—	—	—	—	219,730
Loan Fund	4,595	2,530	6,690	2,000	(2,160)	2,435
Lotteries Fund	21,929	1,988	1,888	—	100	22,029
Total	858,998	498,251	486,871	—	11,380	870,378

CONSOLIDATED SUMMARY OF ESTIMATES

Totals for General Revenue Account and the eight Funds

	Actual				Revised Estimate	Estimate
	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
	\$m	\$m	\$m	\$m	\$m	\$m
Opening Balance	595,402	669,088	733,914	755,717	828,514	858,998
Revenue#	437,723	442,150	455,346	478,668	457,465	498,251
Expenditure#	364,037	377,324	433,543	396,183	426,981	486,871
Consolidated Surplus before Repayment of Bonds and Notes	73,686	64,826	21,803	82,485	30,484	11,380
Repayment of Bonds and Notes issued in July 2004	—	—	—	9,688	—	—
Consolidated Surplus after Repayment of Bonds and Notes	73,686	64,826	21,803	72,797	30,484	11,380
Closing Balance	669,088	733,914	755,717	828,514	858,998	870,378

Excluding transfers between the General Revenue Account and the eight Funds.

SUMMARY

Background

The General Revenue Account is the main operating account through which the Government's finances are controlled. The following tables summarise the estimates for 2016–17 and set these estimates in a historical context.

Movement of the Account

	Actual				Revised Estimate	Estimate
	2011–12	2012–13	2013–14	2014–15	2015–16	2016–17
	\$m	\$m	\$m	\$m	\$m	\$m
Opening Balance	327,557	360,659	404,720	402,786	478,856	522,782
Revenue	330,821	349,700	348,234	395,761	390,262	422,013
Expenditure	299,519	306,087	340,275	319,162	343,156	381,333
Surplus/(Deficit) before Fund Transfers	31,302	43,613	7,959	76,599	47,106	40,680
Net Transfers (to)/from Funds	1,800	448	(9,893)	(529)	(3,180)	(44,864)
Surplus/(Deficit) after Fund Transfers	33,102	44,061	(1,934)	76,070	43,926	(4,184)
Closing Balance	360,659	404,720	402,786	478,856	522,782	518,598

SUMMARY

Revenue Analysis

	Actual								Revised Estimate		Estimate	
	2011-12		2012-13		2013-14		2014-15		2015-16		2016-17	
	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%
Operating Revenue												
Internal Revenue												
Earnings and profits tax	176,822	53	182,442	52	183,506	52	204,950	52	211,170	54	206,390	49
Stamp duties	44,356	13	42,880	12	41,515	12	74,845	19	64,000	16	50,000	12
Bets and sweeps tax	15,761	5	16,565	5	18,066	5	19,479	5	20,023	5	20,205	5
Air passenger departure tax	1,947	1	2,029	1	2,244	1	2,347	—	2,463	1	2,575	—
	238,886	72	243,916	70	245,331	70	301,621	76	297,656	76	279,170	66
Utilities, Fees and Charges	16,792	5	15,277	4	15,849	5	18,551	5	19,138	5	16,740	4
General Rates	9,722	3	11,204	3	14,911	4	22,272	6	22,239	6	19,824	5
Duties	7,725	2	8,977	3	9,720	3	10,010	3	10,516	3	10,939	2
Motor Vehicle Taxes	7,070	2	7,466	2	8,338	2	9,549	2	9,885	2	9,865	2
Other Revenue	48,010	15	46,640	13	50,679	15	31,931	8	28,133	7	61,640	15
Total Operating Revenue	328,205	99	333,480	95	344,828	99	393,934	100	387,567	99	398,178	94
Capital Revenue	2,616	1	16,220	5	3,406	1	1,827	—	2,695	1	23,835	6
Total Revenue	330,821	100	349,700	100	348,234	100	395,761	100	390,262	100	422,013	100
Transfers from Funds	1,800		500		1,000		2,000		—		—	
Total including Transfers from Funds	332,621		350,200		349,234		397,761		390,262		422,013	

SUMMARY

Expenditure Analysis

	Actual								Revised Estimate		Estimate	
	2011-12		2012-13		2013-14		2014-15		2015-16		2016-17	
	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%
Operating Expenditure												
Recurrent Expenditure												
Personal Emoluments	54,690	18	58,218	19	60,710	18	64,581	20	68,391	20	70,745	19
Personnel Related Expenses	23,606	8	26,135	8	28,702	8	31,781	10	35,745	10	39,982	10
Departmental Expenses	22,614	8	23,926	8	25,268	7	27,355	9	28,589	8	30,704	8
Other Charges	44,888	15	47,934	16	56,720	17	59,482	19	64,210	19	74,376	20
Subventions	96,698	32	106,108	35	112,989	33	121,891	38	128,773	38	130,770	34
Additional Commitments	—	—	—	—	—	—	—	—	—	—	884	—
Total Recurrent Expenditure	242,496	81	262,321	86	284,389	83	305,090	96	325,708	95	347,461	91
Non-Recurrent Expenditure	53,950	18	40,621	13	53,325	16	11,227	3	13,555	4	5,686	2
Additional Commitments	—	—	—	—	—	—	—	—	—	—	23,653	6
Total Non-Recurrent Expenditure	53,950	18	40,621	13	53,325	16	11,227	3	13,555	4	29,339	8
Total Operating Expenditure	296,446	99	302,942	99	337,714	99	316,317	99	339,263	99	376,800	99
Capital Expenditure												
Plant, Equipment and Works	1,488	—	1,583	1	1,205	—	1,316	—	2,280	1	2,640	1
Subventions	1,585	1	1,562	—	1,356	1	1,529	1	1,613	—	1,793	—
Additional Commitments	—	—	—	—	—	—	—	—	—	—	100	—
Total Capital Expenditure	3,073	1	3,145	1	2,561	1	2,845	1	3,893	1	4,533	1
Total Expenditure	299,519	100	306,087	100	340,275	100	319,162	100	343,156	100	381,333	100
Transfers to Funds	—		52		10,893		2,529		3,180		44,864	
Total including Transfers to Funds	299,519		306,139		351,168		321,691		346,336		426,197	

REVENUE ANALYSIS BY HEAD

SUMMARY OF REVENUE ESTIMATES

HEAD OF REVENUE	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate† 2016–17
	\$'000	\$'000	\$'000	\$'000
1 Duties.....	10,009,743	10,317,071	10,516,465	10,938,819
2 General Rates.....	22,272,387	21,711,000	22,239,000	19,824,000
3 Internal Revenue.....	301,799,017	266,884,991	297,685,870	279,192,752
4 Motor Vehicle Taxes	9,548,701	10,335,247	9,885,412	9,864,577
5 Fines, Forfeitures and Penalties	1,328,047	1,126,752	1,323,496	1,229,125
6 Royalties and Concessions	2,915,758	2,886,100	3,131,990	10,670,684
7 Properties and Investments	23,843,044	44,420,523	19,646,338	45,914,727
9 Loans, Reimbursements, Contributions and Other Receipts#.....	5,493,235	6,570,512	6,695,808	27,637,877
10 Utilities	3,972,124	4,051,263	4,017,663	4,121,446
11 Fees and Charges.....	14,578,916	15,101,158	15,120,035	12,618,917
	<u>395,760,972</u>	<u>383,404,617</u>	<u>390,262,077</u>	<u>422,012,924</u>
Transfers from Funds.....	2,000,000	1,000,000	—	—
Total	<u><u>397,760,972</u></u>	<u><u>384,404,617</u></u>	<u><u>390,262,077</u></u>	<u><u>422,012,924</u></u>

† After Budget revenue measures.

Excluding Transfers from Funds.

Head 1 — DUTIES

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
010 Hydrocarbon oils.....	3,529,197	3,749,930	3,723,814	3,887,074
020 Alcoholic beverages.....	406,078	415,045	418,773	413,084
030 Other alcohol products.....	5,503	5,146	4,323	3,867
050 Tobacco.....	6,068,965	6,146,950	6,369,555	6,634,794
Total.....	<u>10,009,743</u>	<u>10,317,071</u>	<u>10,516,465</u>	<u>10,938,819</u>

Description of Revenue Sources

This revenue head covers duties paid on hydrocarbon oils, alcoholic beverages, other alcohol products and tobacco under the Dutiable Commodities Ordinance (Cap. 109).

Revenue from duties generated 2.7% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The 2015–16 revised estimate of \$10,516,465,000 reflects a net increase of \$199,394,000 (1.9%) over the original estimate.

Under *Subhead 030 Other alcohol products*, the decrease of \$823,000 (16.0%) is mainly due to the lower-than-expected demand for such products.

The 2016–17 estimate of \$10,938,819,000 reflects a net increase of \$422,354,000 (4.0%) over the revised estimate for 2015–16.

Under *Subhead 030 Other alcohol products*, the decrease of \$456,000 (10.5%) is mainly due to the anticipated decrease in demand for such products.

Head 2 — GENERAL RATES

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
030 General Rates.....	22,272,387	21,711,000	22,239,000	19,824,000 †
Total.....	<u>22,272,387</u>	<u>21,711,000</u>	<u>22,239,000</u>	<u>19,824,000</u>

† After Budget revenue measures but subject to the passage of the relevant legislation by the Legislative Council.

Description of Revenue Source

This revenue head covers the yield from General Rates levied on occupiers of all rateable premises under the Rating Ordinance (Cap. 116).

Revenue from General Rates generated 5.7% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The 2015–16 revised estimate of \$22,239,000,000 reflects an increase of \$528,000,000 (2.4%) over the original estimate.

The 2016–17 estimate of \$19,824,000,000 reflects a decrease of \$2,415,000,000 (10.9%) against the revised estimate for 2015–16. This is mainly due to the effect of the proposed rates concession in the 2016–17 Budget.

Head 3 — INTERNAL REVENUE

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
010 Bets and sweeps tax	19,479,318	19,785,662	20,023,362	20,205,303
030 Earnings and profits tax—				
(010) Interest tax	10	—	—	—
(020) Profits tax	137,846,910	133,130,000	142,570,000	138,080,000 †
(030) Personal assessment	4,817,202	4,570,000	4,700,000	4,770,000 †
(040) Property tax	2,938,653	3,100,000	2,900,000	3,000,000
(050) Salaries tax	59,346,764	53,810,000	61,000,000	60,540,000 †
Sub-total	204,949,539	194,610,000	211,170,000	206,390,000
050 Estate duty	178,168	70,000	30,000	23,000
070 Stamp duties.....	74,844,945	50,000,000	64,000,000	50,000,000
080 Air passenger departure tax	2,347,047	2,419,329	2,462,508	2,574,449
Total.....	301,799,017	266,884,991	297,685,870	279,192,752

† After Budget revenue measures but subject to the passage of the relevant legislation by the Legislative Council.

Description of Revenue Sources

This revenue head covers direct taxes on earnings and profits, which include profits tax, property tax and salaries tax. A range of indirect taxes is also included.

Bets and sweeps tax is charged on horse racing bets, lotteries and football betting.

Profits tax is levied on individuals, corporations, bodies of persons and partnerships in respect of assessable profits arising in or derived from Hong Kong. The rate is 16.5% for corporations. The rate for non-corporate persons is 15%.

Property tax is charged on the owner of land and/or buildings at the standard rate of 15% on the net assessable value of the property for each year of assessment.

Salaries tax is charged on all income arising in or derived from Hong Kong from any office or employment or any pension. The total salaries tax payable by an individual is restricted to an amount not exceeding the standard rate of 15% on his total income.

An individual may elect for *personal assessment* of his total income which provides for the deduction of all probable personal allowances, and would, in appropriate circumstances, reduce the total tax liability of the individual.

Estate duty is charged on assets situated in Hong Kong valued at more than \$7.5 million according to a schedule scaled from 5% on estates of value up to \$9.0 million to 15% on estates of value over \$10.5 million. The duty was abolished on 11 February 2006 with retrospective effect to estates of persons who passed away on or after 15 July 2005.

Stamp duties are charged at a fixed rate on certain documents, and *ad valorem* on others. Fixed duties vary from \$3 to \$100, whereas *ad valorem* duties range from 0.1% to 8.5%. The *ad valorem* duties on stock transactions are 0.1% for each side per transaction. The Government has introduced a special stamp duty on residential properties at the point of resale if the properties are acquired on or after 20 November 2010 and resold within 24 months (for the properties acquired between 20 November 2010 and 26 October 2012) or 36 months (for the properties acquired on or after 27 October 2012) after acquisition. The Government has also introduced a buyer's stamp duty on residential properties acquired on or after 27 October 2012 by any person, except a Hong Kong permanent resident ("HKPR") acting on his or her own behalf. Besides, immovable properties acquired on or after 23 February 2013 are subject to *ad valorem* stamp duty at the higher (Scale 1) rates, unless the property is a residential property and the buyer is a HKPR acting on his or her own behalf and not a beneficial owner of any another residential property in Hong Kong on the date of acquisition. Further, the stamping of *ad valorem* stamp duty for non-residential property transactions carried out on or after 23 February 2013 is advanced from the conveyance on sale to the agreement for sale.

Air passenger departure tax is charged at a fixed rate of \$120 for a passenger 12 years of age or above departing from Hong Kong International Airport, or by helicopter from Hong Kong at the Hong Kong Macau Ferry Terminal Heliport.

Revenue from internal revenue generated 76.3% of total revenue in 2015–16.

Head 3 — INTERNAL REVENUE

Underlying Changes in Revenue Yield

The **2015–16** revised estimate of \$297,685,870,000 reflects a net increase of \$30,800,879,000 (11.5%) over the original estimate.

Under *Subhead 050 Estate duty*, the decrease of \$40,000,000 (57.1%) is mainly due to the lower-than-expected rate of recovery from duty in arrears.

Under *Subhead 070 Stamp duties*, the increase of \$14,000,000,000 (28.0%) is mainly due to the higher-than-expected turnover in the stock market and the property market.

The **2016–17** estimate of \$279,192,752,000 reflects a net decrease of \$18,493,118,000 (6.2%) against the revised estimate for 2015–16.

Under *Subhead 050 Estate duty*, the decrease of \$7,000,000 (23.3%) is mainly due to the anticipated lower amount of duty receipt in 2016–17.

Under *Subhead 070 Stamp duties*, the decrease of \$14,000,000,000 (21.9%) is mainly due to the anticipated uncertainties and volatility in the stock market and the property market in 2016–17.

Head 4 — MOTOR VEHICLE TAXES

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
010 First registration.....	9,548,701	10,335,247	9,885,412	9,864,577
Total.....	<u>9,548,701</u>	<u>10,335,247</u>	<u>9,885,412</u>	<u>9,864,577</u>

Description of Revenue Source

This revenue head covers the taxes for the registration of motor vehicles under the Motor Vehicles (First Registration Tax) Ordinance (Cap. 330). Motor vehicle taxes are imposed on the first registration of certain classes of motor vehicles set out in the Schedule to the Motor Vehicles (First Registration Tax) Ordinance, including private cars, motor cycles, motor tricycles, goods vehicles, taxis, buses, light buses and special purpose vehicles. The tax rate is expressed as a percentage of the value of the vehicle and varies according to the class of motor vehicle specified in the Schedule.

Revenue from motor vehicle taxes generated 2.5% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The **2015–16** revised estimate of \$9,885,412,000 reflects a decrease of \$449,835,000 (4.4%) against the original estimate.

The **2016–17** estimate of \$9,864,577,000 reflects a decrease of \$20,835,000 (0.2%) against the revised estimate for 2015–16.

Head 5 — FINES, FORFEITURES AND PENALTIES

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
010 Court fines and statutory penalties.....	569,342	487,249	547,304	494,663
020 Forfeitures.....	199,545	50,490	150,629	90,916
030 Fixed penalty system (Traffic Contraventions)..	365,169	384,632	426,633	439,401
040 Fixed penalty system (Criminal Proceedings) ...	189,458	201,559	194,937	200,785
050 Payments by civil servants.....	4,519	2,803	3,973	3,340
060 Fixed penalty system (Motor Vehicle Idling)....	14	19	20	20
Total.....	<u>1,328,047</u>	<u>1,126,752</u>	<u>1,323,496</u>	<u>1,229,125</u>

Description of Revenue Sources

This revenue head covers fines imposed by the Courts and penalties imposed by statute, forfeitures resulting from Court orders or from breaches of contracts and agreements with the Government, penalties arising from the fixed penalty system for offences under the Fixed Penalty (Traffic Contraventions) Ordinance (Cap. 237), the Fixed Penalty (Criminal Proceedings) Ordinance (Cap. 240) and the Motor Vehicle Idling (Fixed Penalty) Ordinance (Cap. 611), the fixed penalty ticket system for parking offences in public housing estates and payments by civil servants in respect of disciplinary proceedings and breaches of contracts.

Revenue from fines, forfeitures and penalties generated 0.4% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The **2015–16** revised estimate of \$1,323,496,000 reflects a net increase of \$196,744,000 (17.5%) over the original estimate.

Under *Subhead 010 Court fines and statutory penalties*, the increase of \$60,055,000 (12.3%) is mainly due to the higher-than-expected revenue from court fines and fines ordered by the Securities and Futures Commission and Hong Kong Monetary Authority.

Under *Subhead 020 Forfeitures*, the increase of \$100,139,000 (198.3%) is mainly due to the higher-than-expected revenue from forfeiture cases.

Under *Subhead 030 Fixed penalty system (Traffic Contravention)*, the increase of \$42,001,000 (10.9%) is mainly due to the higher-than-expected number of fixed penalty tickets issued for traffic offences.

Under *Subhead 050 Payments by civil servants*, the increase of \$1,170,000 (41.7%) is mainly due to the higher-than-expected payment by civil servants resigning from the civil service who choose to pay salary in lieu of observing the prescribed notice period.

The **2016–17** estimate of \$1,229,125,000 reflects a net decrease of \$94,371,000 (7.1%) against the revised estimate for 2015–16.

Under *Subhead 020 Forfeitures*, the decrease of \$59,713,000 (39.6%) is mainly due to anticipated decrease in revenue from forfeiture cases.

Under *Subhead 050 Payments by civil servants*, the decrease of \$633,000 (15.9%) is mainly due to expected decrease in payment by civil servants resigning from the civil service who choose to pay salary in lieu of observing the prescribed notice period.

Head 6 — ROYALTIES AND CONCESSIONS

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
020 Quarries and mining.....	40,349	26,925	40,770	99,510
030 Bridges and tunnels.....	1,520,281	1,458,118	1,545,545	2,131,639
070 Petrol filling.....	2,055	2,123	2,188	2,226
080 Taxi Concessions.....	—	—	162,500	—
100 Parking.....	424,623	441,735	423,823	437,676
170 Vehicle examination.....	30,829	11,185	11,705	25,835
201 Slaughterhouse concessions.....	29,060	28,359	28,124	28,124
202 Other royalties and concessions.....	868,561	917,655	917,335	7,945,674
Total.....	<u>2,915,758</u>	<u>2,886,100</u>	<u>3,131,990</u>	<u>10,670,684</u>

Description of Revenue Sources

This revenue head covers royalties payable by franchised companies, revenue arising from government car parks, bridges and tunnels, petrol filling stations and various other royalties and concessions.

Subhead 020 Quarries and mining covers royalties from quarry contracts and mining leases.

Subhead 030 Bridges and tunnels covers royalties from the Tate's Cairn Tunnel and Discovery Bay Tunnel; revenue from the Route 8K linking Cheung Sha Wan and Sha Tin; and concessions payable by contractors assuming management responsibilities for the Aberdeen Tunnel, Kai Tak Tunnel, Lion Rock Tunnel, Shing Mun Tunnels, Tseung Kwan O Tunnel, the Tsing Ma Control Area, the Cross-Harbour Tunnel and, with effect from August 2016, the Eastern Harbour Crossing.

Subhead 070 Petrol filling covers royalties from petrol filling stations of oil companies in Hong Kong.

Subhead 080 Taxi concessions covers the premia generated from the issue of Urban, New Territories and Lantau taxi licences.

Subhead 100 Parking covers concessions payable by contractors who manage and operate government car parks, the Austin Road Cross Boundary Coach Terminus and on-street parking meters.

Subhead 170 Vehicle examination covers concessions payable by the contractor who manages and operates the New Kowloon Bay Vehicle Examination Centre.

Subhead 201 Slaughterhouse concessions covers concessions payable by the contractor who manages and operates the Sheung Shui Slaughterhouse.

Subhead 202 Other royalties and concessions covers miscellaneous royalties and concessions.

Revenue from royalties and concessions generated 0.8% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The 2015–16 revised estimate of \$3,131,990,000 reflects a net increase of \$245,890,000 (8.5%) over the original estimate.

Under *Subhead 020 Quarries and mining*, the increase of \$13,845,000 (51.4%) is mainly due to the additional revenue arising from the increase of rocks imported to quarries and variation orders for a change of rehabilitation works for Lam Tei Quarry.

Under *Subhead 080 Taxi concessions*, the increase of \$162,500,000 is mainly due to the estimated revenue arising from the issue of new Lantau taxi licences in 2015–16.

The 2016–17 estimate of \$10,670,684,000 reflects a net increase of \$7,538,694,000 (240.7%) over the revised estimate for 2015–16.

Under *Subhead 020 Quarries and mining*, the increase of \$58,740,000 (144.1%) is mainly due to the increase in rental revenue under the new Lam Tei Quarry contract.

Under *Subhead 030 Bridges and tunnels*, the increase of \$586,094,000 (37.9%) is mainly due to the anticipated toll revenue from the Eastern Harbour Crossing after the expiry of the Build-Operate-Transfer arrangement in August 2016 and the anticipated increase in traffic flow and toll revenue from Route 8K.

Head 6 — ROYALTIES AND CONCESSIONS

Under *Subhead 080 Taxi concessions*, a decrease of \$162,500,000 is expected because no issue of new taxi licence is expected in 2016–17.

Under *Subhead 170 Vehicle examination*, the increase of \$14,130,000 (120.7%) is mainly due to the cessation of the waiver of vehicle examination fees for commercial vehicles on 12 July 2016.

Under *Subhead 202 Other royalties and concessions*, the increase of \$7,028,339,000 (766.2%) is mainly due to the spectrum utilisation fee anticipated to be received in 2016–17 for the re-assignment of radio spectrum in 1.9–2.2 GHz band with effect from 22 October 2016.

Head 7 — PROPERTIES AND INVESTMENTS

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
010 Government land licences, government rents (other than those charged at 3% of rateable values in accordance with the Government Rent (Assessment and Collection) Ordinance (Cap. 515)) and rents from short term tenancies.....	2,282,592	1,977,345	2,027,834	2,043,571
020 Rents from government quarters.....	851,287	841,591	869,756	870,794
030 Rents from government properties.....	1,616,104	1,557,507	1,679,774	1,607,807
040 Investment income and interest.....	210,528	25,416,000	191,877	16,537,458
060 Returns on equity investments in statutory agencies/corporations	9,379,788	4,744,971	4,686,612	14,412,295
080 Recovery from Housing Authority under current financial arrangement.....	213,804	134,109	135,485	100,802
090 Government rents charged at 3% of rateable values in accordance with the Government Rent (Assessment and Collection) Ordinance (Cap. 515)	9,288,941	9,749,000	10,055,000	10,342,000
Total.....	<u>23,843,044</u>	<u>44,420,523</u>	<u>19,646,338</u>	<u>45,914,727</u>

Description of Revenue Sources

This revenue head covers the yields from government land licences; government rents including those charged at 3% of rateable values in accordance with the Government Rent (Assessment and Collection) Ordinance (Cap. 515); and rents from short term tenancies, government quarters and properties. Investment income earned on the balances of the General Revenue Account and other interest receipts arising from the General Revenue Account, returns from equity investments in statutory agencies and corporations other than those credited to the Capital Investment Fund, and recovery from the Housing Authority of the land costs of Home Ownership Scheme and Tenants Purchase Scheme flats are also included in this head.

Revenue from properties and investments generated 5.0% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The **2015–16** revised estimate of \$19,646,338,000 reflects a net decrease of \$24,774,185,000 (55.8%) against the original estimate.

Under *Subhead 040 Investment income and interest*, the decrease of \$25,224,123,000 (99.2%) is mainly because the investment income on the fiscal reserves for 2015–16 has been set aside and retained within the Exchange Fund for the Housing Reserve. The investment income on the balance of the General Revenue Account placed with the Exchange Fund for 2015–16 is \$26,149,985,000.

The **2016–17** estimate of \$45,914,727,000 reflects a net increase of \$26,268,389,000 (133.7%) over the revised estimate for 2015–16.

Under *Subhead 040 Investment income and interest*, the increase of \$16,345,581,000 (8 518.8%) is mainly due to the receipt of 2016–17 investment income on the balance of the General Revenue Account placed with the Exchange Fund.

Under *Subhead 060 Returns on equity investments in statutory agencies/corporations*, the increase of \$9,725,683,000 (207.5%) is mainly due to the anticipated receipt of special dividend from MTR Corporation Limited (MTRCL) in 2016–17, the payment of which has been approved by its independent shareholders and will be paid subject to the Finance Committee of the Legislative Council approving an increase in the project estimate for the Hong Kong section of the Guangzhou-Shenzhen-Hong Kong Express Rail Link.

Under *Subhead 080 Recovery from the Housing Authority under current financial arrangement*, the decrease of \$34,683,000 (25.6%) is mainly due to the expected decrease in payment by the Housing Authority of the land costs for flats sold under Home Ownership Scheme.

Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
010 Repayments of loans and advances.....	93	—	136	—
020 Pension contributions.....	7,652	6,496	6,635	5,879
030 Recovery of salaries and staff on-costs.....	2,834,276	3,150,282	3,039,726	3,160,604
040 Light and fuel in government buildings.....	28,276	29,597	26,529	25,395
050 Recovery of overpayments and losses.....	1,043,857	572,768	1,042,566	598,901
080 Transfers from Funds.....	2,000,000	1,000,000	—	—
090 Other receipts.....	1,435,248	2,699,454	2,366,747	23,710,697
110 Payments made by Trading Funds—				
(001) Payments in lieu of profits tax.....	140,423	108,340	209,946	132,793
(002) Payments for “insurance” premium.....	3,280	3,326	3,326	3,365
(003) Reimbursements by trading funds arising from policy on “insurance”.....	130	249	197	243
Total.....	<u>7,493,235</u>	<u>7,570,512</u>	<u>6,695,808</u>	<u>27,637,877</u>

Description of Revenue Sources

This revenue head covers repayments of loans and advances, such as loans under the Sandwich Class Housing Purchase Loan Scheme, pension contributions (e.g. to the Widows and Orphans Pension Scheme and the Surviving Spouses' and Children's Pension Scheme), recovery of salaries and staff on-costs from organisations including the Hong Kong Housing Authority and the Hospital Authority, charges for light and fuel in government buildings, recovery of overpayments and losses (including surcharges on public officers), transfers from Government Funds, and payments made by Trading Funds.

Revenue from loans, reimbursements, contributions and other receipts (excluding transfer from funds) generated 1.7% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The **2015–16** revised estimate of \$6,695,808,000 reflects a net decrease of \$874,704,000 (11.6%) against the original estimate.

Under *Subhead 010 Repayments of loans and advances*, the increase of \$136,000 is due to the unexpected repayment of loans and advances under the Sandwich Class Housing Purchase Loan Scheme.

Under *Subhead 040 Light and fuel in government buildings*, the decrease of \$3,068,000 (10.4%) is due to the lower-than-expected electricity charges collected from the tenants of government premises.

Under *Subhead 050 Recovery of overpayments and losses*, the increase of \$469,798,000 (82.0%) is mainly due to the higher-than-expected refunds of unspent balance of subventions from Non-governmental Organisations (NGOs), the unexpected refunds from the Applied Research Fund, the higher-than-expected refunds of unspent balance of grants from aided schools and the higher-than-expected recovery of residual funds in the Government-to-Pay Rent exercise.

Under *Subhead 090 Other receipts*, the decrease of \$332,707,000 (12.3%) is mainly due to the lower-than-expected sale proceeds of surplus quarters and properties.

Under *Subhead 110 Payments made by Trading Funds*, the increase of \$101,554,000 (90.7%) is mainly due to the settlement of under-recovery of payments in lieu of profits tax and the increase in the provisional profits tax from Electrical and Mechanical Services Trading Fund, Land Registry Trading Fund and Post Office Trading Fund. (As Trading Funds remain part of Government, they are not liable to profits tax but will instead make a payment of an equivalent amount to the general revenue.)

The **2016–17** estimate of \$27,637,877,000 reflects a net increase of \$20,942,069,000 (312.8%) over the revised estimate for 2015–16.

Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS

Under *Subhead 010 Repayments of loans and advances*, a decrease of \$136,000 (100.0%) is expected because no repayment of loans and advances under the Sandwich Class Housing Purchase Loan Scheme is expected.

Under *Subhead 020 Pension contributions*, a decrease of \$756,000 (11.4%) is expected because the pension contributions under the Surviving Spouses' and Children's Pension Schemes are expected to drop.

Under *Subhead 050 Recovery of overpayments and losses*, a decrease of \$443,665,000 (42.6%) is expected mainly because the unspent balance of subventions from NGOs is expected to drop, and no refunds from the Applied Research Fund are expected.

Under *Subhead 090 Other receipts*, an increase of \$21,343,950,000 (901.8%) is expected mainly because of the anticipated receipt of dividends from the West Rail Property Development Limited, and an anticipated increase in the sale proceeds of government properties.

Under *Subhead 110 Payments made by Trading Funds*, a decrease of \$77,068,000 (36.1%) is expected mainly because of the exclusion of the one-off settlement of under-recovery of payment in lieu of profits tax from Electrical and Mechanical Services Trading Fund, Companies Registry Trading Fund, Land Registry Trading Fund and Post Office Trading Fund made in 2015–16. (As Trading Funds remain part of Government, they are not liable to profits tax but will instead make a payment of an equivalent amount to the general revenue.)

Head 10 — UTILITIES

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
040 Marine ferry terminals—				
(010) Berthing fee	44,464	44,615	45,285	46,165
(020) Embarkation fee.....	161,801	171,930	167,680	169,780
(030) Others	6,360	6,811	6,811	6,811
Sub-total	<u>212,625</u>	<u>223,356</u>	<u>219,776</u>	<u>222,756</u>
070 Waterworks—				
(010) Chargeable water	2,622,913	2,583,700	2,579,700	2,578,900
(020) Fees and licences	18,006	19,700	19,600	19,600
(040) Others	10,987	12,800	12,560	12,760
Sub-total	<u>2,651,906</u>	<u>2,616,200</u>	<u>2,611,860</u>	<u>2,611,260</u>
080 Sewage services—				
(010) Sewage charge	888,370	986,200	967,800	1,066,400
(020) Trade effluent surcharge	215,696	222,400	214,400	217,200
(030) Others	3,527	3,107	3,827	3,830
Sub-total	<u>1,107,593</u>	<u>1,211,707</u>	<u>1,186,027</u>	<u>1,287,430</u>
Total.....	<u><u>3,972,124</u></u>	<u><u>4,051,263</u></u>	<u><u>4,017,663</u></u>	<u><u>4,121,446</u></u>

Description of Revenue Sources

This revenue head covers all income generated by government-operated public utilities except government toll-tunnels and bridges.

Revenue from utilities generated 1.0% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The **2015–16** revised estimate of \$4,017,663,000 reflects a net decrease of \$33,600,000 (0.8%) against the original estimate.

The **2016–17** estimate of \$4,121,446,000 reflects a net increase of \$103,783,000 (2.6%) over the revised estimate for 2015–16.

Head 11 — FEES AND CHARGES

Details of Revenue

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
022 Agriculture, Fisheries and Conservation Department—				
(010) Markets	85,104	89,211	86,569	89,272
(020) Agricultural services and products	478	470	664	699
(030) Others	37,361	36,907	36,109	36,356
Sub-total	122,943	126,588	123,342	126,327
024 Audit Commission	10,830	10,829	11,349	11,349
025 Architectural Services Department—				
(025) Services to trading funds and subvented projects	1,456	1,097	825	825
(030) Others	486	499	411	411
Sub-total	1,942	1,596	1,236	1,236
026 Census and Statistics Department	10,510	11,689	11,372	10,632
027 Civil Aid Service	130	153	181	82
028 Civil Aviation Department—				
(010) Services to the Airport Authority.....	758,939	870,210	772,439	896,470
(020) Aircraft en route navigation charges.....	273,387	303,427	291,302	282,896
(030) Licences	84,199	62,179	66,219	90,696
(040) Others	2,900	2,842	1,568	1,106
Sub-total	1,119,425	1,238,658	1,131,528	1,271,168
030 Correctional Services Department—				
(010) Recovery other than cost of raw materials for correctional services industries.....	998	1,002	168	168
(015) Laundry charges	3,296	3,298	3,335	3,335
(020) Others	401	497	214	214
Sub-total	4,695	4,797	3,717	3,717
031 Customs and Excise Department—				
(010) Import and export declarations	912,927	952,540	883,699	883,747
(020) Bonded warehouse supervision charges.....	442	524	492	541
(030) Clothing industry training levy service charges.....	70	70	53	53
(040) Denaturing fees.....	230	240	288	288
(071) Import and export licences.....	2,608	2,381	3,026	3,026
(072) Warehouse licences	753	753	828	828
(080) Miscellaneous licences	1,726	1,709	1,803	1,805
(090) Storage fees	—	1	1	1
(100) Others	17,644	15,065	16,106	16,212
Sub-total	936,400	973,283	906,296	906,501

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
032 Companies Registry—				
(010) Licence and other fees	13,125	14,504	16,347	19,453
033 Civil Engineering and Development Department—				
(010) Works executed on private account	27,045	33,383	12,347	11,984
(011) Dangerous goods, mining and prospecting licences	1,902	1,689	1,843	2,103
(012) Explosives permit and storage fees	21,943	23,395	16,283	21,962
(013) Mud disposal	3,235	5,937	10,696	8,353
(014) Disposal of construction waste at public fill reception facilities	355,575	363,000	410,000	446,000
(030) Others	581	408	408	373
Sub-total	410,281	427,812	451,577	490,775
037 Department of Health—				
(010) Dangerous drugs, pharmacy, poisons and other licences	23,733	23,870	23,620	24,740
(030) Out-patient charges	34,226	36,723	35,217	35,400
(040) Dental charges	8,019	8,324	8,205	8,413
(050) Medical and health charges other than hospital, out-patient and dental charges	28,750	28,539	28,541	28,200
(060) Registrations and certificates of medical and supplementary medical professionals	28,469	31,130	32,074	34,476
(070) Others	679	1,751	863	739
Sub-total	123,876	130,337	128,520	131,968
039 Drainage Services Department—				
(010) Works executed on private account	—	—	8	8
(030) Others	1,125	980	975	978
Sub-total	1,125	980	983	986
042 Electrical and Mechanical Services Department—				
(025) Services to Electrical and Mechanical Services Trading Fund	38,738	42,359	40,598	42,221
(027) Registration, certification and permit fees	45,183	45,816	46,551	56,225
(030) Others	11,451	13,597	13,108	13,557
Sub-total	95,372	101,772	100,257	112,003

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
044 Environmental Protection Department—				
(010) Chemical waste charging scheme	21,407	18,600	24,000	24,000
(015) MARPOL waste charging scheme	3,597	3,650	3,650	3,650
(017) Waste disposal charges	123,186	121,000	129,850	143,450
(020) Licence and permit fees	13,472	13,281	12,403	12,348
(025) Producer Responsibility Scheme	35,365	8,500	8,871	—
(030) Others	861	906	643	664
Sub-total	197,888	165,937	179,417	184,112
045 Fire Services Department—				
(010) Dangerous goods licences	11,373	11,798	11,746	11,746
(012) Official certificates and fire reports	7,423	8,364	8,502	8,502
(020) Others	915	910	1,094	1,127
Sub-total	19,711	21,072	21,342	21,375
047 Government Secretariat: Office of the Government Chief Information Officer	8,999	7,732	8,666	8,369
048 Government Laboratory—				
(015) Services to the Hospital Authority	5,544	7,911	3,213	3,283
(020) Others	6,560	7,349	4,805	4,691
Sub-total	12,104	15,260	8,018	7,974
049 Food and Environmental Hygiene Department—				
(010) Licences and permits	231,656	176,785	188,596	130,908 *
(020) Meat inspection	22,762	23,300	22,340	22,351
(030) Cemeteries and crematoria	101,647	103,100	100,735	67,130
(040) Others	4,103	2,920	3,211	3,044
Sub-total	360,168	306,105	314,882	223,433
051 Government Property Agency—				
(010) Management and air conditioning charges	98,863	66,780	66,996	65,399
(020) Others	8,182	6,204	6,387	6,541
Sub-total	107,045	72,984	73,383	71,940
055 Government Secretariat: Commerce and Economic Development Bureau (Communications and Creative Industries Branch)	1,115	1,215	1,111	1,144
059 Government Logistics Department—				
(010) Printing services	282,101	277,146	305,914	310,862
(020) Advertisements	19,233	19,333	20,680	20,197
(030) Government transport	22,806	23,691	21,975	21,728
(040) Others	16,027	13,704	19,907	16,493
Sub-total	340,167	333,874	368,476	369,280

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
060 Highways Department—				
(010) Works executed on private account.....	734	562	877	877
(020) Excavation permits	166,687	145,351	152,563	152,563
(030) Others	2,000	2,060	2,075	1,980
Sub-total	169,421	147,973	155,515	155,420
063 Home Affairs Department—				
(015) Guesthouse licences.....	9,625	2,400	6,164	1,995 *
(016) Clubhouse certificates.....	13,553	13,646	13,643	13,498
(020) Karaoke establishments licences and permits	29	28	19	22
(021) Entertainment licences.....	11,957	14,822	15,955	14,752
(030) Others	2,745	2,685	2,694	2,693
Sub-total	37,909	33,581	38,475	32,960
070 Immigration Department—				
(012) Chinese nationality applications	4,078	4,529	4,752	5,318
(020) Travel documents	282,559	277,257	278,328	260,834
(030) Visas, entry permits and extension of stay.....	110,973	128,984	141,002	148,448
(040) Certification fees.....	9,423	9,810	10,889	10,580
(060) Replacement of identity cards	44,380	41,957	47,296	47,781
(070) Births and deaths registration fees.....	38,374	37,008	38,675	38,318
(080) Marriage registration fees	64,674	69,340	61,576	59,764
(090) Others	15,350	14,549	14,228	13,695
Sub-total	569,811	583,434	596,746	584,738
074 Information Services Department—				
(010) Sale of publications	6,196	5,597	4,340	4,313
(020) Others	1,192	1,116	1,135	1,135
Sub-total	7,388	6,713	5,475	5,448
076 Inland Revenue Department—				
(010) Business registration fees	2,480,563	2,550,000	2,600,000	170,000 †
(020) Others	22,791	23,000	24,000	25,000
Sub-total	2,503,354	2,573,000	2,624,000	195,000
078 Intellectual Property Department—				
(010) Patents fees	22,090	20,776	22,380	21,559
(020) Trade marks fees.....	157,960	186,622	190,652	231,526
(030) Registered designs fees.....	9,379	8,671	8,124	7,168
(040) Others	88	115	32	114
Sub-total	189,517	216,184	221,188	260,367

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17	
	\$'000	\$'000	\$'000	\$'000	
080	Judiciary—				
(010)	Commission.....	7,357	7,920	7,232	7,232
(020)	Court fees.....	153,309	148,829	175,088	147,636
(030)	Possession.....	180	196	145	145
(040)	Others	15,575	15,105	15,975	15,975
	Sub-total	176,421	172,050	198,440	170,988
082	Buildings Department—				
(010)	Buildings Ordinance fees.....	217,606	276,992	237,009	233,627
(020)	Works executed on private account.....	12	28	117	116
(030)	Others	1,024	2,602	2,184	2,155
	Sub-total	218,642	279,622	239,310	235,898
090	Labour Department.....	26,255	27,792	27,023	28,611
091	Lands Department—				
(010)	Administrative and legal land services	61,008	67,216	67,295	65,400
(012)	Lands Department consent fees and Government lease fees.....	6,018	3,799	6,178	4,752
(013)	Administrative fees for conveyancing services for FSI.....	133	142	144	143
(020)	Excavation permits	10,347	10,925	11,120	11,011
(040)	Works executed on private account.....	831	375	331	70
(042)	Services to KCRC.....	27,259	25,863	25,695	29,312
(046)	Services to MTRCL.....	31,971	37,850	34,225	43,119
(050)	Others	32,827	28,935	26,564	26,892
	Sub-total	170,394	175,105	171,552	180,699
092	Department of Justice	2,071	3,576	2,444	3,453
094	Legal Aid Department.....	298,760	346,468	297,466	274,495
095	Leisure and Cultural Services Department—				
(010)	Admission and hire charges.....	711,228	699,639	681,385	698,018
(020)	Programme entry fees for recreational and sports activities	38,360	39,604	41,011	41,485
(030)	Licences	344	329	329	329
(040)	Others	29,419	27,938	27,059	27,602
	Sub-total	779,351	767,510	749,784	767,434

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
100 Marine Department—				
(010) Anchorage.....	21,670	23,944	20,601	20,601
(020) Buoy	24,187	23,947	24,998	25,499
(030) Permit fees	116,921	117,526	113,164	113,164
(040) Cargo working area charges	126,149	130,568	123,694	123,694
(050) Examination and registration fees.....	115,141	120,631	135,844	138,362
(070) Vessel licences.....	39,597	40,684	42,411	43,500
(080) Port and light dues	178,819	108,870	139,131	119,661
(090) Port clearance fees	11,508	11,648	11,444	11,444
(100) Survey fees	23,681	21,923	22,535	22,211
(110) Others	5,813	5,236	5,311	5,394
Sub-total	663,486	604,977	639,133	623,530
116 Official Receiver's Office—				
(010) Bankruptcy	209,933	411,573	453,747	109,812
(020) Liquidation	19,619	33,843	33,148	26,767
(030) Others	7	—	—	—
Sub-total	229,559	445,416	486,895	136,579
122 Hong Kong Police Force—				
(010) Confirmation of criminal record.....	9,786	11,485	10,582	9,956
(020) Establishments and trades licences.....	1,520	1,433	1,642	1,642
(025) Security personnel permits	9,370	10,209	14,449	10,081
(030) Others	6,969	9,621	11,265	11,274
Sub-total	27,645	32,748	37,938	32,953
143 Government Secretariat: Civil Service Bureau—				
(010) Translation and interpretation services ...	8,796	8,318	9,765	9,765
(020) Training and development services	4,270	4,105	4,763	4,763
(030) Others	682	656	730	730
Sub-total	13,748	13,079	15,258	15,258
148 Government Secretariat: Financial Services and the Treasury Bureau (Financial Services Branch)—				
(010) Insurance companies.....	38,419	39,533	39,555	39,555
(030) Others	3	4	4	4
Sub-total	38,422	39,537	39,559	39,559
151 Government Secretariat: Security Bureau—				
(010) Security companies.....	16,193	17,147	17,576	17,890
(090) Others	39	76	62	50
Sub-total	16,232	17,223	17,638	17,940

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
152 Government Secretariat: Commerce and Economic Development Bureau (Commerce, Industry and Tourism Branch) ..	10,925	5,251	8,995	3,798 †
155 Government Secretariat: Innovation and Technology Commission.....	10,616	10,692	11,276	11,348
156 Government Secretariat: Education Bureau—				
(020) Grant and subsidised schools provident funds—supervision fees.....	5,234	5,200	5,200	5,600
(030) Others	3,523	3,500	3,500	3,600
Sub-total	8,757	8,700	8,700	9,200
160 Radio Television Hong Kong	1,661	1,617	1,624	1,634
162 Rating and Valuation Department.....	4,451	4,368	4,272	4,272
168 Hong Kong Observatory—				
(010) Services to the Airport Authority.....	94,016	105,434	93,951	106,349
(020) Others	970	972	966	956
Sub-total	94,986	106,406	94,917	107,305
170 Social Welfare Department—				
(010) Traffic Accident Victims Assistance Scheme administration fee.....	20,161	20,171	21,782	21,090
(020) Others	810	859	749	832
Sub-total	20,971	21,030	22,531	21,922
173 Working Family and Student Financial Assistance Agency	29,547	33,812	33,265	33,997
180 Office for Film, Newspaper and Article Administration—				
(020) Film censorship fees	3,882	3,792	3,653	3,653
(030) Others	669	696	671	671
Sub-total	4,551	4,488	4,324	4,324
181 Trade and Industry Department—				
(010) Application fees for certificates of origin	385	462	411	472
(030) Application fees for textile export licences	319	—	—	—
(040) Others	8,052	4,779	4,439	4,159
Sub-total	8,756	5,241	4,850	4,631

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2014–15	Original estimate 2015–16	Revised estimate 2015–16	Estimate 2016–17
	\$'000	\$'000	\$'000	\$'000
186 Transport Department—				
(010) Vehicle and driving licences.....	3,796,495	3,919,064	3,900,883	4,038,952
(030) Transfer of vehicle and registration mark, driving test and permits	339,603	342,922	386,492	429,819
(040) Traffic Accident Victims Assistance Scheme administration fee.....	1,920	1,822	1,936	2,011
(050) Vehicle examination fees.....	73,263	48,151	46,273	49,563
(055) Personalized vehicle registration mark...	24,241	23,874	38,125	35,193
(060) Others	15,222	15,278	16,358	16,493
Sub-total	4,250,744	4,351,111	4,390,067	4,572,031
188 Treasury—				
(040) Others	58,003	58,421	68,848	67,127
200 Other bureaux/departments.....	38,711	36,856	40,527	42,174
Total.....	14,578,916	15,101,158	15,120,035	12,618,917

* After Budget revenue measures.

† After Budget revenue measures but subject to the passage of the relevant legislation by the Legislative Council.

Description of Revenue Sources

This revenue head covers all fees and charges received by the Government, except fees charged by government utilities which are credited to Head 10—Utilities and Head 6—Royalties and Concessions (in respect of government toll-tunnels and bridges). Fees and charges are payable for services provided by bureaux, departments and government agencies, or are levied for certain policy objectives. It is the Government's general policy that the cost of services provided by the Government should be fully recovered from the fees imposed or the charges made. Certain essential services are subsidised by the Government or provided free.

Revenue from fees and charges generated 3.9% of total revenue in 2015–16.

Underlying Changes in Revenue Yield

The 2015–16 revised estimate of \$15,120,035,000 reflects a net increase of \$18,877,000 (0.1%) over the original estimate.

Under *Subhead 059 Government Logistics Department*, the increase of \$34,602,000 (10.4%) is mainly due to higher-than-expected receipts from printing services.

Under *Subhead 080 Judiciary*, the increase of \$26,390,000 (15.3%) is mainly due to higher-than-expected receipts from court fees.

Under *Subhead 082 Buildings Department*, the decrease of \$40,312,000 (14.4%) is mainly due to lower-than-expected receipts from building plan submission fees.

Under *Subhead 094 Legal Aid Department*, the decrease of \$49,002,000 (14.1%) is mainly due to lower-than-expected legal cost recovered.

Under *Subhead 168 Hong Kong Observatory*, the decrease of \$11,489,000 (10.8%) is mainly due to lower-than-expected receipts from services to the Airport Authority.

Under *Subhead 188 Treasury*, the increase of \$10,427,000 (17.8%) is mainly due to higher-than-expected administrative costs recovered from the Trading Funds and the Housing Authority.

The 2016–17 estimate of \$12,618,917,000 reflects a net decrease of \$2,501,118,000 (16.5%) against the revised estimate for 2015–16.

Under *Subhead 028 Civil Aviation Department*, the increase of \$139,640,000 (12.3%) is mainly due to projected increase in receipts from services to the Airport Authority.

Head 11 — FEES AND CHARGES

Under *Subhead 042 Electrical and Mechanical Services Department*, the increase of \$11,746,000 (11.7%) is mainly due to projected increase in number of applications for renewal of certificates for electrical workers and contractors.

Under *Subhead 049 Food and Environmental Hygiene Department*, the decrease of \$91,449,000 (29.0%) is mainly due to the proposed one-year waiver of restaurant licences, restricted food permits and hawker licences in the 2016–17 Budget.

Under *Subhead 076 Inland Revenue Department*, the decrease of \$2,429,000,000 (92.6%) is mainly due to the proposed one-year waiver of business registration fees in the 2016–17 Budget.

Under *Subhead 078 Intellectual Property Department*, the increase of \$39,179,000 (17.7%) is mainly due to projected increase in receipts from trade marks fees.

Under *Subhead 080 Judiciary*, the decrease of \$27,452,000 (13.8%) is mainly due to projected decrease in receipts from court fees.

Under *Subhead 116 Official Receiver's Office*, the decrease of \$350,316,000 (71.9%) is mainly due to projected decrease in receipts from bankruptcy cases.

Under *Subhead 168 Hong Kong Observatory*, the increase of \$12,388,000 (13.1%) is mainly due to projected increase in receipts from services to the Airport Authority.