

ANNUAL FINANCIAL REPORT

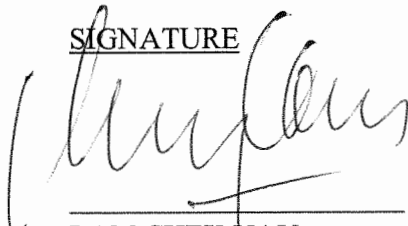
NGO : FUNG YING SEEN KOON - NEIGHBOURHOOD ELDERLY CENTRES (219)

FROM 1 APRIL 2022 TO 31 MARCH 2023

	Notes	Total 2022-23 \$	Total 2021-22 \$
A. INCOME			
1. Lump Sum Grant			
a. Lump Sum Grant (excluding Provident Fund)	1b	10,045,317.00	9,910,596.00
b. Provident Fund	1c	621,825.00	612,787.00
Sub-total		10,667,142.00	10,523,383.00
2. Fee Income	2	22,483.00	90.00
3. Central Items	3	0.00	0.00
4. Rent and Rates	4	366,306.00	353,922.00
5. Other Income	5	410,620.00	189,419.80
6. Interest Received		4,458.45	39.10
TOTAL INCOME		11,471,009.45	11,066,853.90
B. EXPENDITURE			
1. Personal Emoluments			
a. Salaries		6,716,360.61	6,167,061.02
b. Provident Fund	1c	468,600.83	352,686.33
c. Allowances		0.00	0.00
Sub-total	6	7,184,961.44	6,519,747.35
2. Other Charges	7	3,494,001.60	3,733,076.32
3. Central Items	3	0.00	0.00
4. Rent and Rates	4	623,031.00	344,282.00
TOTAL EXPENDITURE		11,301,994.04	10,597,105.67
C. SURPLUS/(DEFICIT) FOR THE YEAR	8	169,015.41	469,748.23

The Annual Financial Report from pages 3 to 11 has been prepared in accordance with the requirements as set out in the Lump Sum Grant Manual.

SIGNATURE



LAM CHEK YAU
CHAIRMAN

DATE : 20 OCT 2023

SIGNATURE



LO YUNG TAI ANNE
NGO HEAD/HEAD OF
SOCIAL WELFARE SERVICES

DATE : 20 OCT 2023

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) services (including support services to FSA services) 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 LSG (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 1 April 2000.

6.8% and other posts represent those staff that are employed after 1 April 2000.

The Provident Fund received and contributed for staff under the Central Items which are separately included as part of the income and expenditure of the relevant items have been shown under **Note 3**.

Details are analysed below:

<u>Provident Fund Contribution</u>	Snapshot Staff \$	6.8% and Other Posts \$	Total \$
Subvention Received	0.00	621,825.00	621,825.00
Provident Fund Contribution Paid during the year	0.00	(468,600.83)	(468,600.83)
Surplus/(Deficit) for the Year	0.00	153,224.17	153,224.17
<u>Add: Surplus/(Deficit) b/f</u>	41,324.67	1,508,043.99	1,549,368.66
Additional subvention received for previous year(s)	0.00	5,517.00	5,517.00
<u>Less: Refund to Government</u>	(2,090.00)	0.00	(2,090.00)
Surplus/(Deficit) c/f	<u>39,234.67</u>	<u>1,666,785.16</u>	<u>1,706,019.83</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 LSG Manual.

3. Central Items

These are subsidies allocated to NGOs for specified purposes on a recurrent, time-limited or one-off basis 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. Any surplus, which is not allowed to be offset by any deficit of another item, is subject to claw-back by SWD according to the terms and conditions of individual central items. 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 LSG Manual). The income and expenditure of each of the Central Items are as follows:

	2022-23 \$	2021-22 \$
3. a. Income		
Dementia Supplement for Elderly with Disabilities	0.00	0.00
Infirmiry Care Supplement for the Aged Blind Persons	0.00	0.00
Dementia Supplement for Residential Elderly Services	0.00	0.00
Infirmiry Care Supplement for Residential Elderly Services	0.00	0.00
Foster Care Allowance/One-off Special Allowance for Foster Children to Safeguard the Foster Children from the Coronavirus Disease / Emergency Foster Care Allowance	0.00	0.00
After School Care Programme - Fee Waiving Subsidy Scheme	0.00	0.00
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services	0.00	0.00
Neighbourhood Support Child Care Project (NSCCP) - Contract Subsidy	0.00	0.00
NSCCP - Subsidy for Fee Reduction/Waiving	0.00	0.00
NSCCP - Subsidy for Incentive Payment	0.00	0.00
NSCCP - Rent and Rates	0.00	0.00
Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes	0.00	0.00
Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services	0.00	0.00
Financial Incentive Scheme for Mentors of Employees with Disabilities	0.00	0.00
Enhanced After School Care Programme - Fee Waiving Subsidy Scheme	0.00	0.00
Navigation Scheme for Young Persons in Care Services - Operating Expenses	0.00	0.00
Navigation Scheme for Young Persons in Care Services - Training Cost	0.00	0.00
Pilot Scheme on Multi-disciplinary Outreaching Support Teams for the Elderly (MOSTE) - Annual Funding Allocation	0.00	0.00
MOSTE - Annual Rent and Rates	0.00	0.00
Subsidy for Enhanced Support for Ethnic Minority Children in Special Care Centre	0.00	0.00
Subsidy for Enhanced Support for Ethnic Minority Children in Early Education and Training Centres	0.00	0.00
Time-defined Allocation of Ethnic Minority District Ambassador Posts - salary and provident fund	0.00	0.00
Time-defined Allocation of Ethnic Minority District Ambassador Posts - other charges	0.00	0.00
One-off Subsidy for Strengthened Provision of Visiting Medical Practitioner Service for Residential Care Homes # (private and self-financing)	0.00	0.00
One-off Subsidy for Strengthened Provision of Visiting Medical Officer Service for Residential Care Homes for the Elderly and Visiting Medical Practitioner Scheme for Residential Care Homes for Persons with Disabilities	0.00	0.00
Short-term Food Assistance Service Teams - Food Cost	0.00	0.00
Siu Lam Integrated Rehabilitation Services Complex - Management & Maintenance Cost for Common Area	0.00	0.00

	2022-23 \$	2021-22 \$
3. a. Income (cont'd)		
After School Care Programme for Pre-primary Children [ASCP(PC)] Contract Subsidy -	0.00	0.00
ASCP(PC) Fee Subsidy	0.00	0.00
ASCP(PC) Rent and Rates	0.00	0.00
Time-defined Service Contract of Social Work Service for Pre- primary Institutions		
- Allocation	0.00	0.00
- Rent and Rates	0.00	0.00
Temporary Financial Aid under Care and Support Networking Team^	0.00	0.00
Emergency Fund for NGOs operating Integrated Services Team for Street Sleepers^	0.00	0.00
Time-defined Subsidy Scheme for Extended Hours Service Users^	0.00	0.00
Short-term Rental Assistance for Discharged Prisoners^	0.00	0.00
Allowance for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)^	0.00	0.00
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities^	0.00	0.00
Time-defined Subsidy Scheme for Occasional Child Care Service^	0.00	0.00
Total	0.00	0.00
3. b. Expenditure		
Dementia Supplement for Elderly with Disabilities	0.00	0.00
Infirmity Care Supplement for the Aged Blind Persons	0.00	0.00
Dementia Supplement for Residential Elderly Services	0.00	0.00
Infirmity Care Supplement for Residential Elderly Services	0.00	0.00
Foster Care Allowance/One-off Special Allowance for Foster Children to Safeguard the Foster Children from the Coronavirus Disease / Emergency Foster Care Allowance	0.00	0.00
After School Care Programme - Fee Waiving Subsidy Scheme	0.00	0.00
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services	0.00	0.00
Neighbourhood Support Child Care Project (NSCCP) - Contract Subsidy	0.00	0.00
NSCCP - Subsidy for Fee Reduction/Waiving	0.00	0.00
NSCCP - Subsidy for Incentive Payment	0.00	0.00
NSCCP - Rent and Rates	0.00	0.00
Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes	0.00	0.00
Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services	0.00	0.00
Financial Incentive Scheme for Mentors of Employees with Disabilities	0.00	0.00
Enhanced After School Care Programme - Fee Waiving Subsidy Scheme	0.00	0.00
Navigation Scheme for Young Persons in Care Services - Operating Expenses	0.00	0.00

	2022-23 \$	2021-22 \$
3. b. Expenditure (cont'd)		
Navigation Scheme for Young Persons in Care Services - Training Cost	0.00	0.00
Pilot Scheme on Multi-disciplinary Outreaching Support Teams for the Elderly (MOSTE) - Annual Funding Allocation	0.00	0.00
MOSTE - Annual Rent and Rates	0.00	0.00
Subsidy for Enhanced Support for Ethnic Minority Children in Special Care Centre	0.00	0.00
Subsidy for Enhanced Support for Ethnic Minority Children in Early Education and Training Centres	0.00	0.00
Time-defined Allocation of Ethnic Minority District Ambassador Posts - salary and provident fund	0.00	0.00
Time-defined Allocation of Ethnic Minority District Ambassador Posts - other charges	0.00	0.00
One-off Subsidy for Strengthened Provision of Visiting Medical Practitioner Service for Residential Care Homes # (private and self-financing)	0.00	0.00
One-off Subsidy for Strengthened Provision of Visiting Medical Officer Service for Residential Care Homes for the Elderly and Visiting Medical Practitioner Scheme for Residential Care Homes for Persons with Disabilities	0.00	0.00
Short-term Food Assistance Service Teams - Food Cost	0.00	0.00
Siu Lam Integrated Rehabilitation Services Complex - Management & Maintenance Cost for Common Area	0.00	0.00
After School Care Programme for Pre-primary Children [ASCP(PC)] Contract Subsidy	0.00	0.00
ASCP(PC) Fee Subsidy	0.00	0.00
ASCP(PC) Rent and Rates	0.00	0.00
Time-defined Service Contract of Social Work Service for Pre- primary Institutions		
- Allocation	0.00	0.00
- Rent and Rates	0.00	0.00
Temporary Financial Aid under Care and Support Networking Team - other charges	0.00	0.00
Emergency Fund for NGOs operating Integrated Services Team for Street Sleepers	0.00	0.00
Time-defined Subsidy Scheme for Extended Hours Service Users	0.00	0.00
Short-term Rental Assistance for Discharged Prisoners	0.00	0.00
Allowance for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)	0.00	0.00
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities	0.00	0.00
Time-defined Subsidy Scheme for Occasional Child Care Service	0.00	0.00
Total	<u>0.00</u>	<u>0.00</u>

For NGOs with Visiting Medical Practitioner Service Team which arrange delivery of the service under the Programme to all private and self-financing RCHEs, RCHDs as well as contract homes operated by private operations only.

^ Please refer to 4(f) of Points to Note on Preparation of AFR and Analysis Schedules

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 need not to be included as Other Income in AFR. In this respect, donations have been included if it is used to finance expenditure of the FSA services/FSA-related activities reflected in the AFR.

The breakdown on Other Income is as follows:

Other Income	2022-23	2021-22
	\$	\$
(a) Programme income	0.00	0.00
(b) Production income	0.00	0.00
(c) Donation	0.00	0.00
(d) Income from Other Activities	0.00	0.00
(e) Utilised allocation under Central Items (CI) - After School Care Programme (ASCP) / Enhanced ASCP - Fee Waiving Subsidy Scheme (FWSS) which forms as part of Other Income*	0.00	0.00
(f) Reimbursement of Maternity Leave Pay (RMLP) Scheme reimbursement received	0.00	0.00
(g) Miscellaneous income	410,620.00	189,419.80
Sub-Total	410,620.00	189,419.80
Less: Utilised allocation under CI - ASCP / Enhanced ASCP - FWSS which forms as part of Other Income*	0.00	0.00
Total	410,620.00	189,419.80

* For those programmes which are regarded as FSA-related activities only.

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:

Analysis of Personal Emoluments paid under LSG	No of Posts	\$
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\$1,200,000 p.a.	-	-

7. Other Charges

The breakdown on Other Charges is as follows:

Other Charges	2022-23	2021-22
	\$	\$
(a) Utilities	99,024.20	94,349.60
(b) Food	0.00	0.00
(c) Administrative Expenses	686,871.90	1,465,047.35
(d) Stores and Equipment	236,690.96	113,381.19
(e) Repair and Maintenance	179,095.84	120,176.40
(f) Special Allowances	0.00	0.00
(g) Programme Expenses	2,160,507.60	1,767,367.78
(h) Transportation and Travelling	6,171.10	5,086.30
(i) Insurance	120,940.85	158,044.00
(j) Miscellaneous	4,699.15	9,623.70
Sub-Total	3,494,001.60	3,733,076.32
Less: Utilised allocation under CI - ASCP / Enhanced ASCP / ASCP(PC) - FWSS* which forms as part of Other Income to fund the operating expenses of FSA services / FSA-related activities	0.00	0.00
Total	3,494,001.60	3,733,076.32

* For those programmes which are regarded as FSA-related activities only.

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

	Lump Sum Grant (LSG)	Adjustment for Utilised allocation under ASCP / Enhanced ASCP - FWSS	Rent and Rates	Central Items (CI)	Total
	HK\$	HK\$	HK\$	HK\$	HK\$
Income					
Lump Sum Grant	10,667,142.00	0.00	0.00	0.00	10,667,142.00
Fee Income	22,483.00	0.00	0.00	0.00	22,483.00
Other Income	410,620.00	0.00	0.00	0.00	410,620.00
Interest Received (Note (1))	4,458.45	0.00	0.00	0.00	4,458.45
Rent and Rates	0.00	0.00	366,306.00	0.00	366,306.00
Central Items	0.00	0.00	0.00	0.00	0.00
Total Income (a)	11,104,703.45	0.00	366,306.00	0.00	11,471,009.45
Expenditure					
Personal Emoluments	7,184,961.44	0.00	0.00	0.00	7,184,961.44
Other Charges	3,494,001.60	0.00	0.00	0.00	3,494,001.60
Rent and Rates	0.00	0.00	623,031.00	0.00	623,031.00
Central Items	0.00	0.00	0.00	0.00	0.00
Total Expenditure (b)	10,678,963.04	0.00	623,031.00	0.00	11,301,994.04
Surplus /(Deficit) for the Year (a) - (b)	425,740.41	0.00	(256,725.00)	0.00	169,015.41
Less : Surplus /(Deficit) of Provident Fund	153,224.17	0.00	0.00	0.00	153,224.17
	272,516.24	0.00	(256,725.00)	0.00	15,791.24
Surplus /(Deficit) b/f (Note (2))	2,225,912.98	0.00	10,540.00	0.00	2,236,452.98
	2,498,429.22	0.00	(246,185.00)	0.00	2,252,244.22
Less : Transfer from Lump Sum Grant Reserve to cover rental deposits, agent commission and stamp duty for the new unit at Merit Place	(487,202.50)	0.00	0.00	0.00	(487,202.50)
Less : Refund to Government	0.00	0.00	(9,640.00)	0.00	(9,640.00)
Transfer from LSG Reserve to cover the salary adjustment for Dementia Supplement and Infirmary Care Supplementary (Note (3))	0.00	0.00	0.00	0.00	0.00
Adjustment for utilised allocation under Enhanced ASCP / ASCP(PC) - FWSS* (over-estimated) / under-estimated in previous year(s)	0.00	0.00	0.00	0.00	0.00
Surplus /(Deficit) c/f (Note (4))	2,011,226.72	0.00	(255,825.00)	0.00	1,755,401.72

Notes :

Including an amount \$Z being the utilised allocation under CI: ASCP / Enhanced ASCP / ASCP(PC) - FWSS*

* For those programmes which are regarded as FSA services / FSA-related activities only

- (1) Interest received on LSG (including HA) and Provident Fund reserves, rent and rates, central items are included as one item under LSG; and the item is considered as part of LSG reserve.
- (2) Accumulated balance LSG Surplus b/f from previous years (including all interest received in previous years (see (1) above) and the balance of HA should be separately reported as in the surplus b/f under LSG and HA respectively.
- (3) Amount of LSG Reserve used to cover the salary adjustment for Dementia Supplement and Infirmity Care Supplement, if any, as per Schedule of Central Items.
- (4) For NGOs without HA, separate disclosure of the movement of HA in their respective AFRs is not necessary. The level of LSG cumulative reserve (i.e. S1) will be capped at 25% of the NGO's operating expenditure (i.e. Total Expenditure (TI) excluding Provident Fund Contribution (K)) for the year.

For NGOs with HA, with effect from 2022-23, the calculation of the annual claw-back is as follows:

- (i) With Snapshot Staff (SS) [i.e. Position of SS as at 1 September being reported on the Agency Staff List submitted by NGO last year greater than zero]
The level of LSG cumulative reserve (i.e. S1) will be capped at 25% of the NGO's operating expenditure (i.e. Total Expenditure (T1+T2) excluding Provident Fund Contribution (K)) for the year.

- (ii) Without SS [i.e. Position of SS as at 1 September being reported on the Agency Staff List submitted by NGO last year (which is regarded as Year 0) was zero]
For the next three years (Year 1 to Year 3), the level of LSG cumulative reserve (i.e. S1) will be capped at 25% of the NGO's operating expenditure (i.e. Total Expenditure (T1) excluding Provident Fund Contribution (K)) for the year.

From the fourth financial year (Year 4) onwards, the level of LDG cumulative reserve and HA reserve will be counted altogether and the combined reserve amount (i.e. S1+S2) will be capped at 25 % of the NGO's operating expenditure (i.e. Total Expenditure (T1+T2) excluding Provident Fund Contribution (K)) for the year. In this regard, separate disclosure of the movement of HA in their respective AFRs is not necessary.

[For (4)(i) and (4)(ii) above, please also refer to SWD's letter under reference (11) in SWD/S/109/1/10 of 4 April 2022.]

For any amount above the cap, SWD would arrange the claw-back (including provisional in the following financial year) accordingly.