



**Accounts of the Government for the year ended
31 March 2018**

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INTRODUCTION

INTRODUCTION

The Accounts of the Government

The Accounts of the Government comprise the financial statements of the Government's General Revenue Account (GRA) and the following Funds established or deemed to have been established under section 29 of the Public Finance Ordinance (Chapter 2 of the Laws of Hong Kong):

- Capital Works Reserve Fund
- Capital Investment Fund
- Civil Service Pension Reserve Fund
- Disaster Relief Fund
- Innovation and Technology Fund
- Land Fund
- Loan Fund
- Lotteries Fund
- Bond Fund

The purposes of the GRA and the Funds above are explained in their respective financial statements.

The Consolidated Account

2. In addition, this book includes a set of financial statements consolidating the GRA and all the Funds above except the Bond Fund. These consolidated statements, referred to collectively as the Consolidated Account, show the overall position of the Government's fiscal reserves. The Consolidated Account excludes the Bond Fund, the balance of which is not part of the fiscal reserves.

Statutory Reporting Requirements

3. Under the Audit Ordinance (Chapter 122 of the Laws of Hong Kong), the Director of Accounting Services is required to transmit to the Director of Audit, within five months of the end of a financial year, a statement of the assets and liabilities as well as a statement of the receipts and payments in respect of the GRA and each of the Funds above except the Lotteries Fund. The Lotteries Fund is reported and audited separately under the Government Lotteries Ordinance (Chapter 334 of the Laws of Hong Kong).

Objectives and Basis of Accounting

4. The payments which the Government is permitted to make in any financial year are limited to those approved by the Legislative Council under the Public Finance Ordinance and the Appropriation Ordinance. In approving the estimates of expenditure, the Legislative Council also approves the purposes (as defined by the ambit of each subhead) for which payments can be made.

5. The accounts submitted to the Director of Audit are prepared mainly on a cash basis. The cash-based accounts serve both to demonstrate that moneys have been paid within the limits and ambits approved by the Legislature and to satisfy the statutory requirement for the production of statements of receipts and payments.

6. The cash-based accounts are modified in the case of the Capital Investment Fund and the Loan Fund to include the values of assets and liabilities in these respective accounts.

7. In addition to the accounts presented in this book, the Government separately publishes a set of consolidated financial statements prepared on an accrual basis to present the overall financial performance and position of the Government. The Government also publishes separate sets of accrual-based accounts for services which are commercial in nature. For example, the accounts of Trading Funds are prepared on an accrual basis as required by the Trading Funds Ordinance (Chapter 430 of the Laws of Hong Kong). The Trading Funds in operation at present are Companies Registry, Electrical and Mechanical Services, Land Registry, Office of the Communications Authority and Post Office. Although not required statutorily, a similar method of presentation is used for the accounts of Government utilities such as sewage services and ferry terminals, which are accessible on the websites of the relevant government departments.

Charlix WONG

Director of Accounting Services
29 August 2018

ACCOUNTS

Consolidated Account

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	1,117,372,233	964,736,313
Deposits with banks	4	532,753	542,313
Cash and bank balances	5	4,258,004	4,357,692
Advances	6	2,901,276	2,996,632
	7	1,125,064,266	972,632,950
Liabilities			
Deposits	8	(22,075,213)	(18,622,203)
Suspense Accounts	9	(55,407)	(50,405)
	10	(22,130,620)	(18,672,608)
		<u>1,102,933,646</u>	<u>953,960,342</u>
Representing:			
Consolidated Fund Balance			
Balance at beginning of year		953,960,342	842,887,635
Surplus for the year		148,973,304	111,072,707
Balance at end of year	11, 12, 13	<u>1,102,933,646</u>	<u>953,960,342</u>

Notes 1 to 18 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Consolidated Account

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		4,357,692	3,295,918
Revenue	14, 15	619,836,415	573,124,704
Expenditure	14, 16	(470,863,111)	(462,051,997)
Surplus for the year before repayment of government bonds and notes	17	148,973,304	111,072,707
Repayment of government bonds and notes		-	-
Surplus for the year after repayment of government bonds and notes	17	148,973,304	111,072,707
Other cash movements	18	(149,072,992)	(110,010,933)
Cash and bank balances at end of year		4,258,004	4,357,692

Notes 1 to 18 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Consolidated Account

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose

The Consolidated Account gives an overview of the financial position and cash resources of the Government of the Hong Kong Special Administrative Region.

2. Accounting Policies

- (i) The Consolidated Account covers 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. It excludes the Bond Fund, the balance of which is not part of the fiscal reserves.
- (ii) The Consolidated Account is prepared on a cash basis. Assets of capital investments acquired and loans made in the Capital Investment Fund and the Loan Fund, and liabilities of government bonds and notes in the Capital Works Reserve Fund are not included in the Statement of Assets and Liabilities of the Consolidated Account (Notes 7 and 10).
- (iii) Inter-fund transfers as set out in Note 14(i) are eliminated in full on consolidation.
- (iv) For the purposes of these financial statements, a contingent liability is defined as:
 - (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Government; or
 - (b) a present obligation that arises from past events but is not recognised because:
 - it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - the amount of the obligation cannot be measured with sufficient reliability.
- (v) Foreign currency transactions during the year are translated into Hong Kong dollars at the exchange rates ruling at the transaction dates. Foreign currency balances are translated into Hong Kong dollars at weighted average cost.

Consolidated Account

3. Investments with the Exchange Fund

(i) These are investments and deposits held:

	2018 \$'000	2017 \$'000
Investments (Notes (ii) to (iv) below)		
General Revenue Account	635,923,961	567,568,301
Capital Works Reserve Fund	184,651,906	102,604,328
Capital Investment Fund	2,917,526	3,078,306
Civil Service Pension Reserve Fund	35,129,267	31,899,385
Disaster Relief Fund	16,417	27,743
Innovation and Technology Fund	6,795,328	7,988,980
Loan Fund	4,103,778	4,190,965
Lotteries Fund	23,241,799	22,786,703
Future Fund (Note (iii) below)		
General Revenue Account	4,800,000	4,800,000
Land Fund	219,729,659	219,729,659
	224,529,659	224,529,659
	1,117,309,641	964,674,370
Deposits		
General Revenue Account	16,786	12,640
Capital Works Reserve Fund	44,235	48,342
Loan Fund	1,476	869
Lotteries Fund	95	92
	62,592	61,943
	1,117,372,233	964,736,313

(ii) The investments represent the cost of investments together with the investment income received in the year being reported.

(iii) Pursuant to the directive of the Financial Secretary in the 2015-16 Budget, the Future Fund was established on 1 January 2016 with an initial endowment of \$219.73 billion from the balance of the Land Fund as a notional savings account within the fiscal reserves (Note 12). As from 1 July 2016, the Future Fund also includes a top-up allocation of \$4.8 billion from the General Revenue Account, representing about one-third of the actual consolidated surplus in 2015-16. The entire Future Fund balance is placed with the Exchange Fund for securing higher investment returns over a ten-year investment period in accordance with an arrangement entered into with the Hong Kong Monetary Authority in December 2015. Investment return on the Future Fund placement is determined annually based on a composite rate (9.6% and 4.5% for the calendar years 2017 and 2016 respectively) computed on a weighted average basis with reference to the agreed rate under the Investment Portfolio (Note (iv) below) and the annual rate of return linked with the performance of the Long-Term Growth Portfolio. The Future Fund, together with investment return not received and compounded on an annual basis, is retained within the Exchange Fund until 31 December 2025 or upon decision of the Financial Secretary for withdrawal, whichever is the earlier. Such accumulated investment return not received as revenue amounted to \$32.8 billion as at 31 December 2017 (2016: \$10.07 billion), including the investment return for the calendar year 2017 of \$22.73 billion (2016: \$10.07 billion).

Consolidated Account

3. Investments with the Exchange Fund *(Continued)*

(iv) The part of the fiscal reserves outside the Future Fund (Note (iii) above) is referred to as Operating and Capital Reserves (Note 12). Investment income on the Operating and Capital Reserves placement with the Exchange Fund is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

4. Deposits with Banks

These are Hong Kong dollar and foreign currency deposits placed with licensed banks in Hong Kong:

	2018 \$'000	2017 \$'000
General Revenue Account	<u>532,753</u>	<u>542,313</u>

5. Cash and Bank Balances

These balances cover cash in hand, in transit, with banks and agents, and with public officers for operating standing or special imprest accounts as provided under section 22 of the Public Finance Ordinance:

	2018 \$'000	2017 \$'000
General Revenue Account	4,226,983	4,341,392
Capital Works Reserve Fund	5,292	1
Capital Investment Fund	1	-
Innovation and Technology Fund	1,044	2,485
Loan Fund	12,489	13,814
Lotteries Fund	12,195	-
	<u>4,258,004</u>	<u>4,357,692</u>

6. Advances

These are moneys paid out from time to time to individuals or organisations for a variety of reasons and are either recoverable or chargeable to expenditure upon authority being given:

	2018 \$'000	2017 \$'000
General Revenue Account	<u>2,901,276</u>	<u>2,996,632</u>

Consolidated Account

7. Assets

The following capital investments acquired and loans made are not included in the Statement of Assets and Liabilities (Note 2(ii)):

	2018 \$'000	2017 \$'000
Investments		
Capital Investment Fund		
Equity holdings	138,381,137	134,288,685
Other investments	518,693,108	492,371,319
	657,074,245	626,660,004
Loans Outstanding		
Capital Investment Fund		
Loans to investees	2,085,028	1,545,829
Loan Fund		
Housing loans	3,030,699	3,070,889
Education loans	17,678,138	17,353,286
Other loans	8,639,340	6,427,960
	31,433,205	28,397,964
Total	688,507,450	655,057,968

8. Deposits

These are moneys received from time to time from individuals or organisations for a variety of reasons and are in due course either repayable or transferable to revenue:

	2018 \$'000	2017 \$'000
General Revenue Account	20,093,160	16,816,005
Capital Works Reserve Fund	1,947,802	1,779,334
Loan Fund	23,356	22,100
Lotteries Fund	10,895	4,764
	22,075,213	18,622,203

Consolidated Account

9. Suspense Accounts

These Suspense Accounts are established under Resolutions passed by the Legislative Council under section 30 of the Public Finance Ordinance:

	2018	2017
	\$'000	\$'000
Correctional Services Industries (Note (i) below)	28,627	31,470
Government Logistics Department — Unallocated Stores (Note (i) below)	7,837	7,755
The Special Coin (Note (ii) below)	(87,921)	(89,879)
The Financial Secretary Incorporated (Note (iii) below)	(3,950)	249
	<u>(55,407)</u>	<u>(50,405)</u>

- (i) The balances on the Correctional Services Industries Suspense Account and the Government Logistics Department — Unallocated Stores Suspense Account represent the cost of stocks in hand.
- (ii) The balance on The Special Coin Suspense Account represents the unutilised balance of net proceeds arising from issuing and dealing with special and commemorative coins.
- (iii) The balance on The Financial Secretary Incorporated Suspense Account represents the net amount arising from dealing with the regrant or renewal of Government Leases and managing the properties comprised therein.

10. Liabilities

The following outstanding liabilities under the Loans Ordinance (Cap. 61) are not included in the Statement of Assets and Liabilities (Note 2(ii)):

	2018	2017
	\$'000	\$'000
Outstanding government bonds and notes (Note (i) below)	1,500,000	1,500,000

- (i) Following a resolution passed under section 3(1) of the Loans Ordinance, the Government issued in July 2004 bonds and notes totalling \$20 billion to retail and institutional investors. These include institutional notes of US\$1.25 billion denominated in United States dollars. The net proceeds were credited to the Capital Works Reserve Fund. The outstanding bonds and notes are denominated in Hong Kong dollars with maturity in July 2019. During the financial year, there were payments of interest of \$77 million on the notes but no repayment of principal.

Consolidated Account

11. Contingent Liabilities

As at 31 March 2018, the Government had the following contingent liabilities:

- (i) guarantee to the Hong Kong Export Credit Insurance Corporation for liabilities under contracts of insurance amounting to \$39,881 million (2017: \$36,799 million);
- (ii) guarantees provided under the SME Financing Guarantee Scheme — Special Concessionary Measures amounting to \$19,763 million (2017: \$20,811 million);
- (iii) legal claims, disputes and proceedings amounting to \$10,826 million (2017: \$29,324 million);
- (iv) guarantees provided under the SME Loan Guarantee Scheme amounting to \$4,234 million (2017: \$4,544 million);
- (v) guarantees provided under the Special Loan Guarantee Scheme amounting to \$654 million (2017: \$899 million);
- (vi) subscription to callable shares in the Asian Development Bank amounting to \$6,265 million (2017: \$5,804 million);
- (vii) subscription to callable shares in the Asian Infrastructure Investment Bank amounting to \$4,800 million (2017: Nil) with commitment approved; and
- (viii) guarantees provided under a commercial loan of the Hong Kong Science and Technology Parks Corporation amounting to \$1,911 million (2017: \$1,957 million).

12. Consolidated Fund Balance

The consolidated fund balance comprises the following individual fund balances:

	2018 \$'000	2017 \$'000
Operating and Capital Reserves (Note 3(iv))		
General Revenue Account	623,453,192	558,594,868
Capital Works Reserve Fund	182,753,631	100,873,337
Capital Investment Fund	2,917,527	3,078,306
Civil Service Pension Reserve Fund	35,129,267	31,899,385
Disaster Relief Fund	16,417	27,743
Innovation and Technology Fund	6,796,372	7,991,465
Loan Fund	4,094,387	4,183,548
Lotteries Fund	23,243,194	22,782,031
	878,403,987	729,430,683
Future Fund (Note 3(iii))		
General Revenue Account	4,800,000	4,800,000
Land Fund	219,729,659	219,729,659
	224,529,659	224,529,659
Total	1,102,933,646	953,960,342

Consolidated Account

13. Commitments

Commitments comprise the outstanding balances of capital and non-recurrent funding approvals that may result in future cash outflows. The commitments were as follows:

	2018	2017
	\$'000	\$'000
Capital works	371,959,310	321,058,587
Land acquisition	5,649,880	5,245,069
Capital subventions	27,079,491	32,228,722
Plant, vehicles, systems and equipment	22,532,416	21,145,676
Non-recurrent expenditure	29,303,955	29,013,864
Investments (Note (i) below)	11,607,892	54,011
Loans and non-recurrent grants	29,859,204	31,321,127
	<u>497,992,148</u>	<u>440,067,056</u>

- (i) These included an approved commitment of \$4,800 million (2017: Nil) for the subscription to callable shares in the Asian Infrastructure Investment Bank (Note 11(vii)).

14. Revenue and Expenditure

- (i) Inter-fund transfers totalling \$4,350 million between the General Revenue Account and the eight Funds specified in Note 2(i) are eliminated in full on consolidation.

(ii) Revenue

Revenue comprises operating revenue and capital revenue.

Operating revenue comprises all revenue items of the General Revenue Account (except certain items such as disposal proceeds of government quarters and other assets, estate duty, loan repayments received and recovery from Housing Authority, etc. which are classified as capital revenue) and all receipts of the Land Fund.

Capital revenue comprises all receipts of the other seven Funds and capital revenue items of the General Revenue Account.

(iii) Expenditure

Expenditure comprises operating expenditure and capital expenditure.

Operating expenditure comprises all expenditure of the General Revenue Account, except equipment, works and capital subventions of a minor nature which are classified as capital expenditure.

Capital expenditure comprises all payments of the Capital Works Reserve Fund (excluding repayment of government bonds and notes), Capital Investment Fund, Disaster Relief Fund, Innovation and Technology Fund, Loan Fund and Lotteries Fund and capital expenditure items of the General Revenue Account.

Consolidated Account

15. Revenue

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Operating revenue			
Internal revenue	286,127,263	328,598,030	292,523,117
Duties	10,933,456	10,700,965	10,254,359
General rates	21,427,000	22,203,177	21,250,102
Motor vehicle taxes	7,705,656	8,594,290	7,813,679
Royalties and concessions	3,195,186	3,241,957	10,545,324
Other operating revenue	50,744,003	53,794,415	52,578,682
Operating revenue before investment income	380,132,564	427,132,834	394,965,263
Investment income			
Investments with the Exchange Fund (Note (i) below)	-	15,524,061	16,629,501
Others	-	101,468	133,083
	15,124,000	15,625,529	16,762,584
Operating revenue after investment income	395,256,564	442,758,363	411,727,847
Capital revenue			
Land premium	101,000,000	164,811,296	127,969,534
Asset sales	280,966	292,813	169,586
Other capital revenue	6,479,858	6,156,998	29,294,847
Capital revenue before investment income	107,760,824	171,261,107	157,433,967
Investment income			
Investments with the Exchange Fund (Note (i) below)	-	5,812,786	3,958,967
Others	-	4,159	3,923
	4,682,000	5,816,945	3,962,890
Capital revenue after investment income	112,442,824	177,078,052	161,396,857
Total revenue	507,699,388	619,836,415	573,124,704

- (i) Pursuant to the Financial Secretary's directives, the investment incomes for the calendar years 2014 and 2015 totalling \$72.64 billion (comprising \$27.49 billion for 2014 and \$45.15 billion for 2015) were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iv) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$6.11 billion up to 31 December 2017 (2016: \$3.97 billion), including the investment return for the calendar year 2017 amounting to \$2.14 billion (2016: \$2.46 billion). Together with the accumulated investment return, the sums not received as revenue and earmarked as Housing Reserve totalled \$78.75 billion (2016: \$76.61 billion).

Consolidated Account

16. Expenditure

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Operating expenditure			
Recurrent expenditure			
Personal emoluments	74,587,866	74,567,246	71,775,118
Personnel related expenses	43,431,104	41,854,983	38,672,897
Departmental expenses	31,753,025	31,365,347	30,162,610
Other charges	78,830,866	69,307,339	69,052,144
Subventions	142,262,158	144,716,969	134,975,611
Additional commitments	100,000	-	-
Total recurrent expenditure	370,965,019	361,811,884	344,638,380
Non-recurrent expenditure	10,183,266	9,084,961	8,617,856
Additional commitments	3,052,000	-	-
Total non-recurrent expenditure	13,235,266	9,084,961	8,617,856
Operating expenditure	384,200,285	370,896,845	353,256,236
Capital expenditure			
Capital expenditure other than interest and other expenses on government bonds and notes	107,133,989	99,889,386	108,719,092
Interest and other expenses on government bonds and notes	76,881	76,880	76,669
Capital expenditure	107,210,870	99,966,266	108,795,761
Total expenditure	491,411,155	470,863,111	462,051,997

Consolidated Account

17. Surplus/(Deficit)

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Operating Account			
Operating revenue	395,256,564	442,758,363	411,727,847
Operating expenditure	(384,200,285)	(370,896,845)	(353,256,236)
Operating surplus	11,056,279	71,861,518	58,471,611
Capital Account			
Capital revenue	112,442,824	177,078,052	161,396,857
Capital expenditure	(107,210,870)	(99,966,266)	(108,795,761)
Capital surplus	5,231,954	77,111,786	52,601,096
Surplus for the year before repayment of government bonds and notes	16,288,233	148,973,304	111,072,707
Repayment of government bonds and notes	-	-	-
Surplus for the year after repayment of government bonds and notes	16,288,233	148,973,304	111,072,707

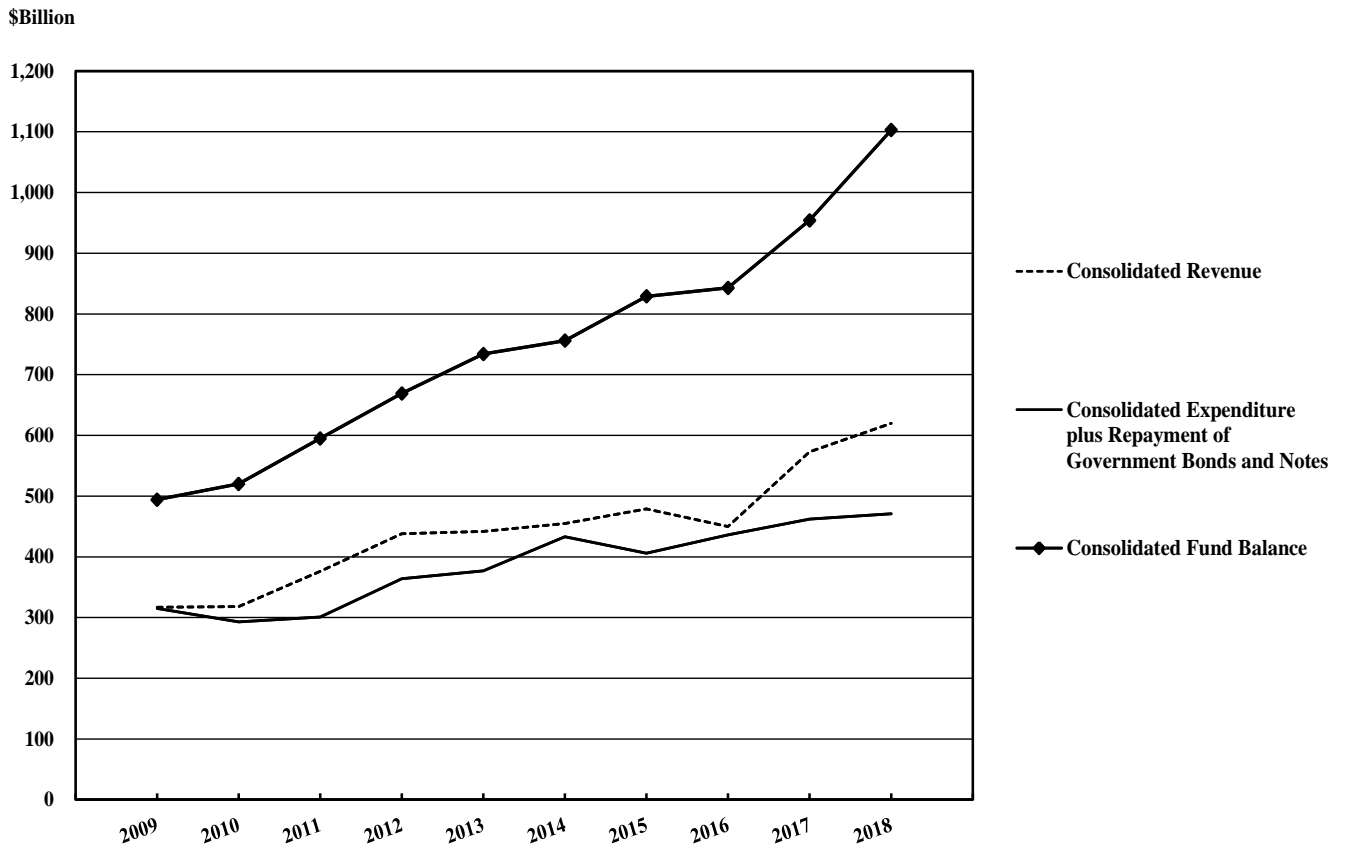
18. Other Cash Movements

These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
(Increase)/Reduction in Assets		
Investments with the Exchange Fund	(152,635,920)	(111,581,079)
Deposits with banks	9,560	716,671
Advances	95,356	45,358
	(152,531,004)	(110,819,050)
Increase/(Reduction) in Liabilities		
Deposits	3,453,010	811,928
Suspense Accounts	5,002	(3,811)
	3,458,012	808,117
	(149,072,992)	(110,010,933)

Consolidated Account

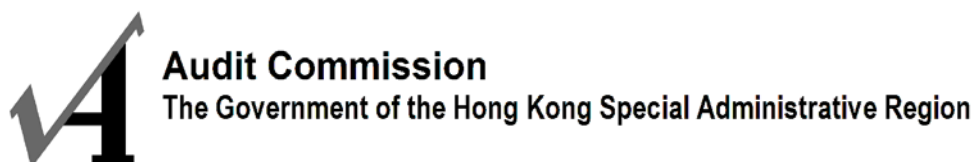
Consolidated Revenue, Expenditure plus Repayment of Government Bonds and Notes, and Fund Balance for the years ended 31 March 2009 to 2018



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General Revenue Account

REPORT OF THE DIRECTOR OF AUDIT



Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the General Revenue Account set out on pages 22 to 34, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the General Revenue Account are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the General Revenue Account's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services and the reasonableness of accounting estimates and related disclosures.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

General Revenue Account

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	640,740,747	572,380,941
Deposits with banks	4	532,753	542,313
Cash and bank balances	5	4,226,983	4,341,392
Advances	6	2,901,276	2,996,632
		648,401,759	580,261,278
Liabilities			
Deposits	7	(20,093,160)	(16,816,005)
Suspense Accounts	8	(55,407)	(50,405)
		(20,148,567)	(16,866,410)
		628,253,192	563,394,868
Representing:			
General Revenue Balance			
Balance at beginning of year		563,394,868	508,486,156
Surplus for the year		64,858,324	54,908,712
Balance at end of year	9, 10	628,253,192	563,394,868

Notes 1 to 13 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



General Revenue Account

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		4,341,392	3,279,897
Revenue	11	444,331,070	436,026,493
Expenditure	12	(379,472,746)	(381,117,781)
Surplus for the year		64,858,324	54,908,712
Other cash movements	13	(64,972,733)	(53,847,217)
Cash and bank balances at end of year		4,226,983	4,341,392

Notes 1 to 13 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



General Revenue Account

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

- (i) The Public Finance Ordinance (Cap. 2) provides for the control and management of the public finances of Hong Kong and for incidental and connected purposes. The General Revenue Account records moneys raised or received for the purposes of the Government (except where provided otherwise in other Ordinances) and appropriations of expenditure in accordance with the Appropriation Ordinance and the Supplementary Appropriation Ordinance.
- (ii) The Statement of Assets and Liabilities and the Statement of Receipts and Payments of the General Revenue Account constitute the statement of the assets and liabilities and the annual statement of the receipts and payments of the Government as specified in section 11(1)(a) and (b) of the Audit Ordinance (Cap. 122). These Statements exclude the assets and liabilities and the receipts and payments of the Funds established under section 29 of the Public Finance Ordinance, viz Capital Works Reserve Fund, Capital Investment Fund, Civil Service Pension Reserve Fund, Disaster Relief Fund, Innovation and Technology Fund, Land Fund, Loan Fund, Lotteries Fund and Bond Fund, for which separate financial statements are prepared.

2. Accounting Policies

- (i) The General Revenue Account is kept on a cash basis. Transactions are recorded when moneys are received or paid. The Statement of Assets and Liabilities does not include fixed assets, loans, investments other than those made under section 26 of the Public Finance Ordinance, and debtors and creditors other than those covered by sections 20, 21, 22, 23, 24, 27 and 30 of the Public Finance Ordinance.
- (ii) For the purposes of these financial statements, a contingent liability is defined as:
 - (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Government; or
 - (b) a present obligation that arises from past events but is not recognised because:
 - it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - the amount of the obligation cannot be measured with sufficient reliability.
- (iii) Foreign currency transactions during the year are translated into Hong Kong dollars at the exchange rates ruling at the transaction dates. Foreign currency balances are translated into Hong Kong dollars at weighted average cost.

3. Investments with the Exchange Fund

- (i) These are investments and deposits held under section 26 of the Public Finance Ordinance:

	2018	2017
	\$'000	\$'000
Investments (Notes (ii) to (iv) below)	640,723,961	572,368,301
Deposits	16,786	12,640
	640,740,747	572,380,941

General Revenue Account

3. Investments with the Exchange Fund *(Continued)*

- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) Pursuant to the Financial Secretary's decision announced in the 2016-17 Budget, as from 1 July 2016, a top-up allocation of \$4.8 billion was made from the General Revenue Account to the Future Fund. The Future Fund was established on 1 January 2016 as a notional savings account within the fiscal reserves. Together with the top-up allocation, it was placed with the Exchange Fund for securing higher investment returns over a ten-year investment period in accordance with an arrangement entered into with the Hong Kong Monetary Authority in December 2015. Investment return on the Future Fund placement is determined annually based on a composite rate (9.6% and 4.5% for the calendar years 2017 and 2016 respectively) computed on a weighted average basis with reference to the agreed rate under the Investment Portfolio (Note (iv) below) and the annual rate of return linked with the performance of the Long-Term Growth Portfolio. The Future Fund, together with investment return not received and compounded on an annual basis, is retained within the Exchange Fund until 31 December 2025 or upon decision of the Financial Secretary for withdrawal, whichever is the earlier. In respect of the General Revenue Account portion of \$4.8 billion, such accumulated investment return not received as revenue amounted to \$0.79 billion as at 31 December 2017 (2016: \$0.08 billion), including the investment return for the calendar year 2017 of \$0.71 billion (2016: \$0.08 billion).
- (iv) The part of the fiscal reserves outside the Future Fund (Note (iii) above) is referred to as Operating and Capital Reserves. Investment income on the Operating and Capital Reserves placement with the Exchange Fund is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

4. Deposits with Banks

These are Hong Kong dollar and foreign currency deposits placed with licensed banks in Hong Kong for investment under section 26 of the Public Finance Ordinance:

	2018	2017
	\$'000	\$'000
Hong Kong dollar	89,836	91,784
Foreign currency	442,917	450,529
	532,753	542,313

5. Cash and Bank Balances

These balances cover cash in hand, in transit, with banks and agents, and with public officers for operating standing or special imprest accounts as provided under section 22 of the Public Finance Ordinance.

General Revenue Account

6. Advances

Advances are paid under the authority of warrants issued under section 20 of the Public Finance Ordinance for a variety of reasons and are either recoverable or chargeable to expenditure upon authority being given:

	2018 \$'000	2017 \$'000
Expenditure on Vietnamese migrants (Note (i) below)	1,161,991	1,161,991
Advances to Government officers	996,105	1,074,846
Payments on behalf of non-departmental public bodies, trading funds and non-statutory corporations wholly-owned by Government	423,210	412,483
Others	319,970	347,312
	<u>2,901,276</u>	<u>2,996,632</u>

- (i) The sum of \$1,161.991 million is the outstanding balance of expenditure on Vietnamese migrants recoverable from the United Nations High Commissioner for Refugees (UNHCR). The last repayment, amounting to \$3.865 million, was received in February 1998. In January 1998, the High Commissioner for Refugees informed the Government of the Hong Kong Special Administrative Region (HKSAR) that in the absence of further funding prospects, the repayment in February 1998 was the last reimbursement that the UNHCR could realistically foresee. If the UNHCR defaults on repayment of the outstanding advances, the Government of the HKSAR will not be able to enforce repayment through legal means as the UNHCR is immune from suit under the International Organizations and Diplomatic Privileges Ordinance (Cap. 190). Consequently, the full recovery of the amount due is doubtful.

During the financial year 2017-18, the Government of the HKSAR continued to pursue the repayment of the outstanding advances from the UNHCR and to urge it to make renewed efforts to look for donations with a view to settling the amount. So far, the Government of the HKSAR has not received any further repayments.

Efforts to press the UNHCR for early settlement of the outstanding advances will continue.

7. Deposits

These are moneys received from time to time from individuals or organisations under sections 23 and 24 of the Public Finance Ordinance for a variety of reasons and are in due course either repayable or transferable to General Revenue:

	2018 \$'000	2017 \$'000
Tax reserve certificates	11,983,233	9,121,127
Water deposits	1,843,157	1,789,674
Tenancy deposits	1,798,708	1,746,603
Legal aid deposits	997,501	872,882
Tax overpayments	816,342	737,410
Private works	379,290	382,667
Others	2,274,929	2,165,642
	<u>20,093,160</u>	<u>16,816,005</u>

General Revenue Account

8. Suspense Accounts

These Suspense Accounts are established under Resolutions passed by the Legislative Council under section 30 of the Public Finance Ordinance:

	2018	2017
	\$'000	\$'000
Correctional Services Industries (Note (i) below)	28,627	31,470
Government Logistics Department — Unallocated Stores (Note (i) below)	7,837	7,755
The Special Coin (Note (ii) below)	(87,921)	(89,879)
The Financial Secretary Incorporated (Note (iii) below)	(3,950)	249
	<u>(55,407)</u>	<u>(50,405)</u>

- (i) The balances on the Correctional Services Industries Suspense Account and the Government Logistics Department — Unallocated Stores Suspense Account represent the cost of stocks in hand.
- (ii) The balance on The Special Coin Suspense Account represents the unutilised balance of net proceeds arising from issuing and dealing with special and commemorative coins.
- (iii) The balance on The Financial Secretary Incorporated Suspense Account represents the net amount arising from dealing with the regrant or renewal of Government Leases and managing the properties comprised therein.

9. Contingent Liabilities

As at 31 March 2018, the Government had the following contingent liabilities:

- (i) guarantee to the Hong Kong Export Credit Insurance Corporation for liabilities under contracts of insurance amounting to \$39,881 million (2017: \$36,799 million);
- (ii) guarantees provided under the SME Financing Guarantee Scheme — Special Concessionary Measures amounting to \$19,763 million (2017: \$20,811 million);
- (iii) legal claims, disputes and proceedings amounting to \$8,215 million (2017: \$26,474 million);
- (iv) guarantees provided under the SME Loan Guarantee Scheme amounting to \$4,234 million (2017: \$4,544 million); and
- (v) guarantees provided under the Special Loan Guarantee Scheme amounting to \$654 million (2017: \$899 million).

10. Commitments

The balances of capital and non-recurrent funding approvals that were unspent were as follows:

	2018	2017
	\$'000	\$'000
Non-recurrent expenditure	29,303,955	29,013,864
Plant, vehicles and equipment	7,101,505	7,232,944
Capital works	133,183	117,248
Capital subventions	2,000,471	1,788,195
	<u>38,539,114</u>	<u>38,152,251</u>

General Revenue Account

11. Revenue

Analysis of total revenue by Head:

Head	2018				2017
	Original Estimate \$'000	Actual \$'000	Over/(Under) the Estimate \$'000	Variance %	Actual \$'000
1 Duties	10,933,456	10,700,965	(232,491)	(2.1)	10,254,359
2 General Rates	21,427,000	22,203,177	776,177	3.6	21,250,102
3 Internal Revenue					
Profits tax	139,000,000	139,100,219	100,219	0.1	139,238,084
Salaries tax	61,855,000	60,838,782	(1,016,218)	(1.6)	59,077,484
Stamp duties	53,000,000	95,172,761	42,172,761	79.6	61,898,965
Other internal revenue	32,287,263	33,517,557	1,230,294	3.8	32,327,417
	286,142,263	328,629,319	42,487,056	14.8	292,541,950
4 Motor Vehicle Taxes	7,705,656	8,594,290	888,634	11.5	7,813,679
5 Fines, Forfeitures and Penalties	1,433,024	2,327,192	894,168	62.4	1,496,411
6 Royalties and Concessions	3,195,186	3,241,957	46,771	1.5	10,686,400
7 Properties and Investments					
Income from Investments with the Exchange Fund (Note (i) below)	-	15,524,061	-	-	16,629,501
Others	-	27,747,214	-	-	30,334,667
	41,047,102	43,271,275	2,224,173	5.4	46,964,168
9 Loans, Reimbursements, Contributions and Other Receipts	4,811,977	5,097,517	285,540	5.9	28,044,154
10 Utilities	4,232,551	4,372,380	139,829	3.3	4,256,150
11 Fees and Charges	15,816,572	15,892,998	76,426	0.5	12,719,120
Total	396,744,787	444,331,070	47,586,283	12.0	436,026,493

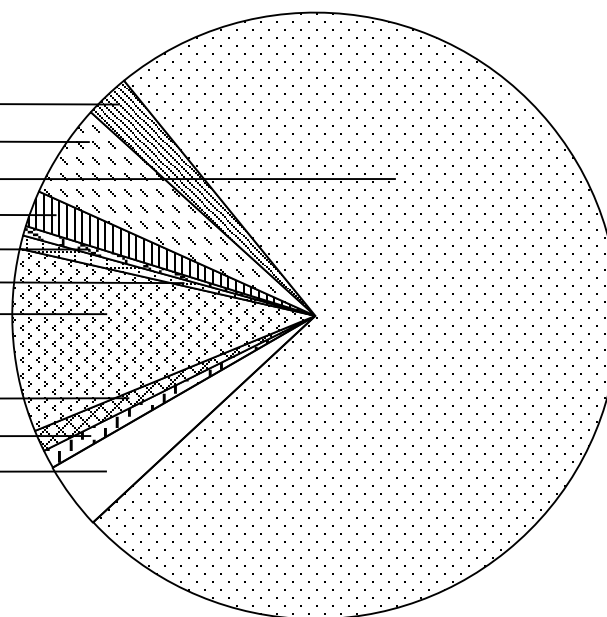
- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the General Revenue Account for the calendar years 2014 and 2015 totalling \$40.99 billion (comprising \$14.84 billion for 2014 and \$26.15 billion for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iv) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$3.41 billion up to 31 December 2017 (2016: \$2.2 billion), including the investment return for the calendar year 2017 amounting to \$1.21 billion (2016: \$1.38 billion). Together with the accumulated investment return, the sums not received as revenue of the General Revenue Account and earmarked as Housing Reserve totalled \$44.4 billion (2016: \$43.19 billion).

Further analysis of revenue appears on pages 116 to 124 of the Supporting Statements.

General Revenue Account

Analysis of Revenue for the year ended 31 March 2018

Duties	\$10.7 Billion	2%
General Rates	\$22.2 Billion	5%
Internal Revenue	\$328.6 Billion	74%
Motor Vehicle Taxes	\$8.6 Billion	2%
Fines, Forfeitures and Penalties	\$2.3 Billion	1%
Royalties and Concessions	\$3.2 Billion	1%
Properties and Investments	\$43.3 Billion	10%
Loans, Reimbursements, Contributions and Other Receipts (Including Transfers from Funds)	\$5.1 Billion	1%
Utilities	\$4.4 Billion	1%
Fees and Charges	\$15.9 Billion	3%



**Total Revenue
\$444.3 Billion**

12. Expenditure

Analysis of total expenditure by Head:

Head	2018				2017
	Original Estimate \$'000	Actual \$'000	Over/(Under) the Estimate \$'000	Variance %	Actual \$'000
21 Chief Executive's Office	117,363	116,930	(433)	(0.4)	110,498
22 Agriculture, Fisheries and Conservation Department	1,521,847	1,356,295	(165,552)	(10.9)	1,250,175
25 Architectural Services Department	2,042,983	2,065,436	22,453	1.1	2,032,677
24 Audit Commission	169,191	169,548	357	0.2	164,357
23 Auxiliary Medical Service	97,935	94,253	(3,682)	(3.8)	96,385
82 Buildings Department	1,382,930	1,394,062	11,132	0.8	1,359,915
26 Census and Statistics Department	665,767	644,351	(21,416)	(3.2)	777,868
27 Civil Aid Service	109,468	109,414	(54)	-	106,138
28 Civil Aviation Department	994,730	1,003,054	8,324	0.8	950,005
33 Civil Engineering and Development Department	2,845,479	2,542,264	(303,215)	(10.7)	2,636,662
30 Correctional Services Department	3,839,053	3,864,785	25,732	0.7	3,775,767
31 Customs and Excise Department	3,652,909	3,630,607	(22,302)	(0.6)	3,497,997
37 Department of Health	8,780,758	8,323,910	(456,848)	(5.2)	7,304,813
92 Department of Justice	1,971,926	1,641,631	(330,295)	(16.7)	1,531,123
39 Drainage Services Department	2,636,654	2,646,928	10,274	0.4	2,594,150

General Revenue Account

12. Expenditure (Continued)

Head	2018				2017
	Original	Actual	Over/(Under)	Variance	Actual
	Estimate \$'000	\$'000	the Estimate \$'000	%	\$'000
42 Electrical and Mechanical Services Department	668,166	651,289	(16,877)	(2.5)	477,032
44 Environmental Protection Department	6,133,742	5,251,677	(882,065)	(14.4)	4,956,727
45 Fire Services Department	6,049,824	5,894,000	(155,824)	(2.6)	5,563,723
49 Food and Environmental Hygiene Department	6,776,198	6,779,014	2,816	-	6,511,923
46 General Expenses of the Civil Service	3,826,740	3,388,492	(438,248)	(11.5)	3,261,294
166 Government Flying Service	776,275	517,348	(258,927)	(33.4)	536,119
48 Government Laboratory	463,918	473,326	9,408	2.0	473,487
59 Government Logistics Department	619,790	619,377	(413)	(0.1)	602,465
51 Government Property Agency	1,942,714	1,936,292	(6,422)	(0.3)	1,936,934
143 Government Secretariat: Civil Service Bureau	600,626	589,318	(11,308)	(1.9)	569,040
152 Government Secretariat: Commerce and Economic Development Bureau (Commerce, Industry and Tourism Branch)	2,515,634	1,966,189	(549,445)	(21.8)	1,884,689
55 Government Secretariat: Commerce and Economic Development Bureau (Communications and Creative Industries Branch)	409,369	366,364	(43,005)	(10.5)	367,022
144 Government Secretariat: Constitutional and Mainland Affairs Bureau	698,066	696,082	(1,984)	(0.3)	608,814
138 Government Secretariat: Development Bureau (Planning and Lands Branch)	392,650	382,624	(10,026)	(2.6)	307,301
159 Government Secretariat: Development Bureau (Works Branch)	505,678	461,670	(44,008)	(8.7)	408,782
156 Government Secretariat: Education Bureau	57,393,829	60,087,809	2,693,980	4.7	54,815,376
137 Government Secretariat: Environment Bureau	80,845	76,721	(4,124)	(5.1)	77,626
148 Government Secretariat: Financial Services and the Treasury Bureau (Financial Services Branch)	343,588	271,973	(71,615)	(20.8)	764,942

General Revenue Account

12. Expenditure (Continued)

Head	2018				2017
	Original Estimate \$'000	Actual \$'000	Over/(Under) the Estimate \$'000	Variance %	Actual \$'000
147 Government Secretariat: Financial Services and the Treasury Bureau (The Treasury Branch)	318,842	309,529	(9,313)	(2.9)	342,091
139 Government Secretariat: Food and Health Bureau (Food Branch)	162,081	150,432	(11,649)	(7.2)	131,095
140 Government Secretariat: Food and Health Bureau (Health Branch)	55,990,015	57,060,922	1,070,907	1.9	54,049,368
53 Government Secretariat: Home Affairs Bureau	2,025,752	1,981,368	(44,384)	(2.2)	1,808,372
135 Government Secretariat: Innovation and Technology Bureau	178,215	51,706	(126,509)	(71.0)	38,837
155 Government Secretariat: Innovation and Technology Commission	621,176	618,339	(2,837)	(0.5)	590,739
141 Government Secretariat: Labour and Welfare Bureau	840,546	821,610	(18,936)	(2.3)	782,636
47 Government Secretariat: Office of the Government Chief Information Officer	765,961	759,680	(6,281)	(0.8)	735,443
142 Government Secretariat: Offices of the Chief Secretary for Administration and the Financial Secretary	993,951	941,270	(52,681)	(5.3)	911,989
96 Government Secretariat: Overseas Economic and Trade Offices	431,946	370,943	(61,003)	(14.1)	337,878
151 Government Secretariat: Security Bureau	606,630	467,774	(138,856)	(22.9)	371,884
158 Government Secretariat: Transport and Housing Bureau (Transport Branch)	280,433	278,504	(1,929)	(0.7)	231,057
60 Highways Department	3,148,719	2,870,321	(278,398)	(8.8)	2,810,029
63 Home Affairs Department	2,607,074	2,571,893	(35,181)	(1.3)	2,425,682
168 Hong Kong Observatory	303,083	302,784	(299)	(0.1)	298,044
122 Hong Kong Police Force	18,495,744	18,785,027	289,283	1.6	17,855,006
62 Housing Department	304,587	304,574	(13)	-	287,593
70 Immigration Department	4,558,514	4,457,514	(101,000)	(2.2)	4,275,049
72 Independent Commission Against Corruption	1,074,206	1,080,262	6,056	0.6	1,044,691
121 Independent Police Complaints Council	73,393	74,673	1,280	1.7	64,215

General Revenue Account

12. Expenditure (Continued)

Head	2018				2017
	Original Estimate \$'000	Actual \$'000	Over/(Under) the Estimate \$'000	Variance %	Actual \$'000
74 Information Services Department	505,545	512,111	6,566	1.3	466,367
76 Inland Revenue Department	1,566,548	1,541,401	(25,147)	(1.6)	1,503,710
78 Intellectual Property Department	156,394	157,372	978	0.6	145,793
79 Invest Hong Kong	130,697	134,652	3,955	3.0	125,539
174 Joint Secretariat for the Advisory Bodies on Civil Service and Judicial Salaries and Conditions of Service	33,107	32,823	(284)	(0.9)	30,410
80 Judiciary	1,762,725	1,663,915	(98,810)	(5.6)	1,521,355
90 Labour Department	1,953,176	1,927,367	(25,809)	(1.3)	1,851,634
91 Lands Department	2,452,963	2,509,354	56,391	2.3	2,402,600
94 Legal Aid Department	996,812	1,005,841	9,029	0.9	1,023,633
112 Legislative Council Commission	841,862	853,524	11,662	1.4	874,052
95 Leisure and Cultural Services Department	8,599,298	8,657,462	58,164	0.7	8,431,164
100 Marine Department	1,362,139	1,381,427	19,288	1.4	1,307,032
106 Miscellaneous Services	3,912,906	162,522	(3,750,384)	(95.8)	115,825
180 Office for Film, Newspaper and Article Administration	48,345	48,232	(113)	(0.2)	46,222
114 Office of The Ombudsman	114,068	116,644	2,576	2.3	115,095
116 Official Receiver's Office	180,311	180,819	508	0.3	188,998
120 Pensions	35,385,040	34,409,640	(975,400)	(2.8)	31,948,165
118 Planning Department	686,700	686,300	(400)	(0.1)	662,442
136 Public Service Commission Secretariat	30,350	29,519	(831)	(2.7)	24,871
160 Radio Television Hong Kong	995,202	1,008,400	13,198	1.3	985,439
162 Rating and Valuation Department	525,906	531,459	5,553	1.1	512,928
163 Registration and Electoral Office	554,159	351,820	(202,339)	(36.5)	920,958
169 Secretariat, Commissioner on Interception of Communications and Surveillance	21,202	20,186	(1,016)	(4.8)	19,146
170 Social Welfare Department	72,151,170	66,195,562	(5,955,608)	(8.3)	64,434,066
181 Trade and Industry Department	802,446	736,986	(65,460)	(8.2)	728,440
186 Transport Department	3,097,346	2,913,421	(183,925)	(5.9)	2,652,148
188 Treasury	391,910	396,473	4,563	1.2	382,883
190 University Grants Committee	18,661,695	18,999,780	338,085	1.8	18,610,482

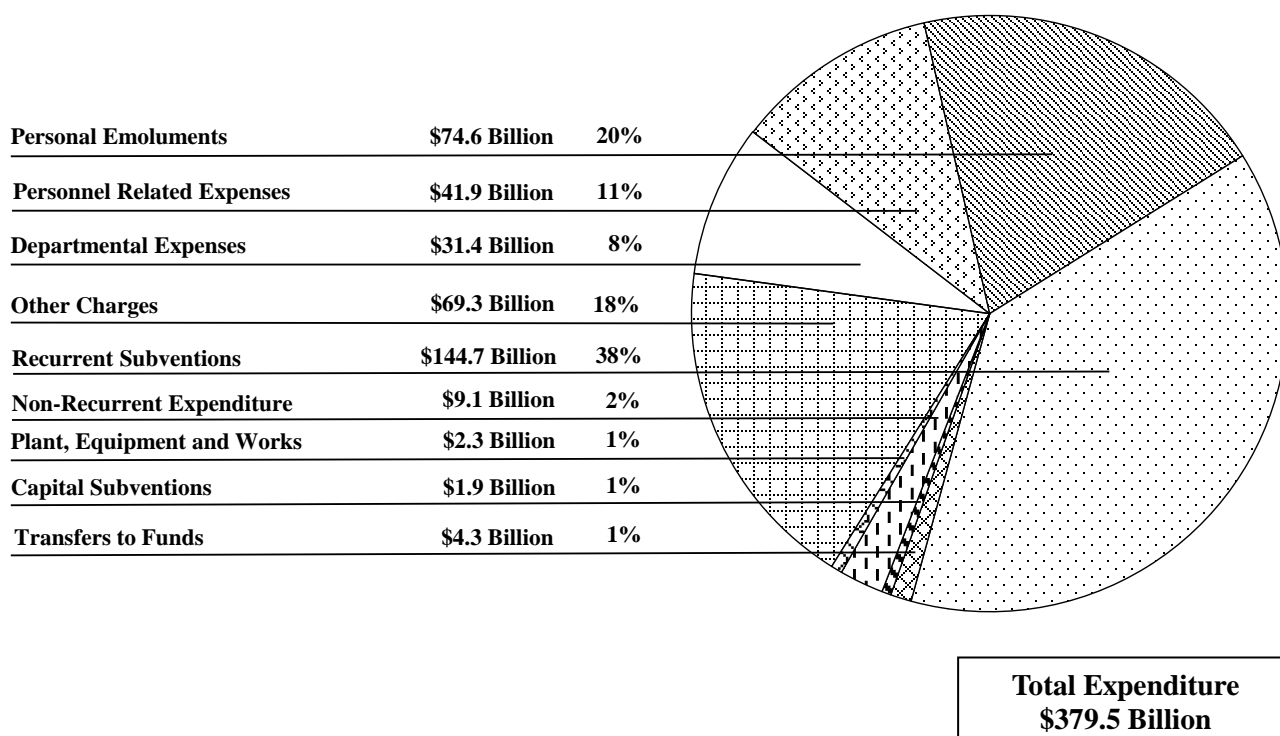
General Revenue Account

12. Expenditure (Continued)

Head	2018				2017
	Original Estimate \$'000	Actual \$'000	Over/(Under) the Estimate \$'000	Variance %	Actual \$'000
194 Water Supplies Department	8,282,094	8,322,096	40,002	0.5	8,001,067
173 Working Family and Student Financial Assistance Agency	8,197,941	5,363,480	(2,834,461)	(34.6)	5,517,793
	<u>389,207,570</u>	<u>375,122,746</u>	<u>(14,084,824)</u>	<u>(3.6)</u>	<u>357,253,781</u>
184 Transfers to Funds	8,850,000	4,350,000	(4,500,000)	(50.8)	23,864,000
Total	<u>398,057,570</u>	<u>379,472,746</u>	<u>(18,584,824)</u>	<u>(4.7)</u>	<u>381,117,781</u>

Further analyses of expenditure appear on pages 125 to 148 of the Supporting Statements.

Analysis of Expenditure for the year ended 31 March 2018



General Revenue Account

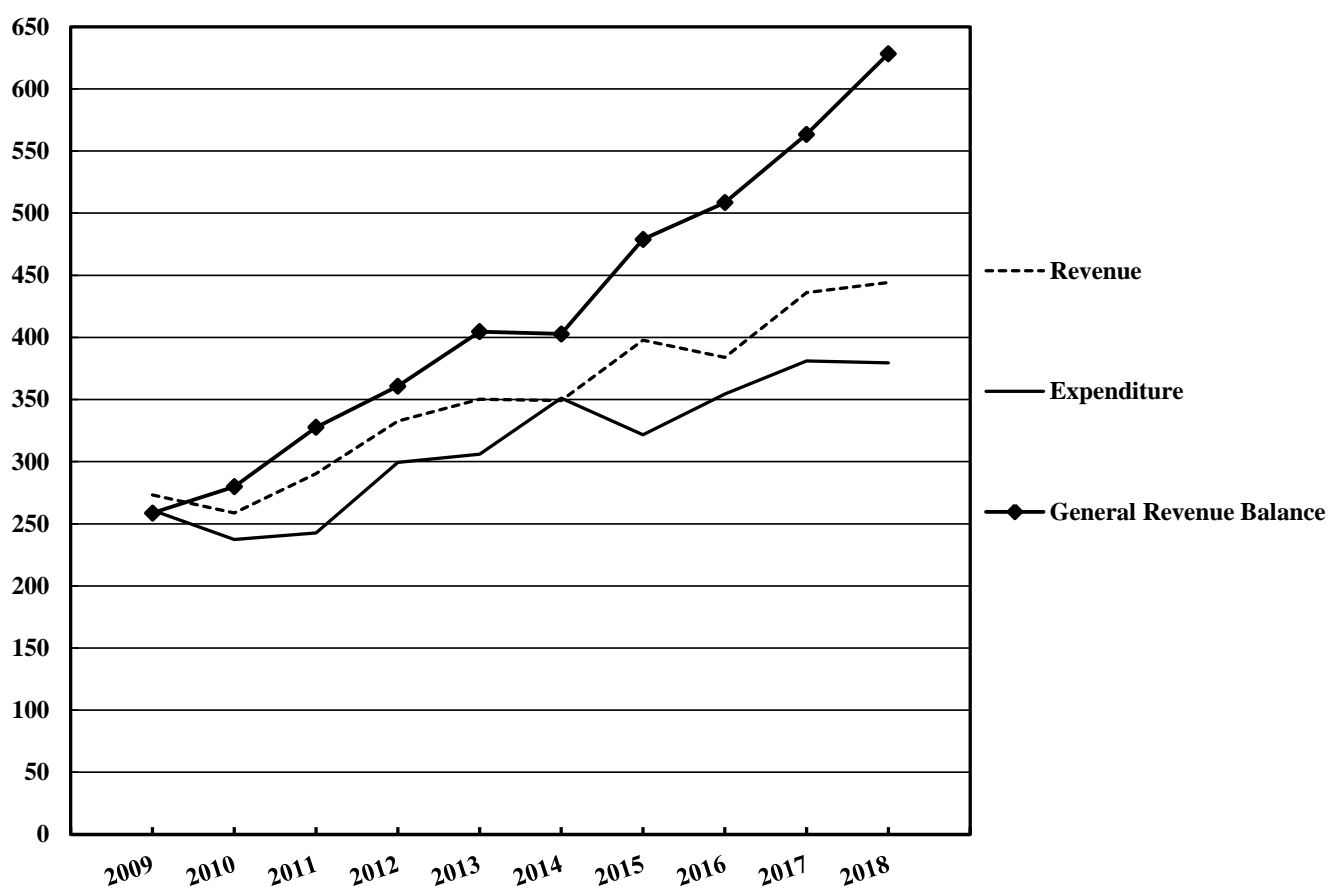
13. Other Cash Movements

These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
(Increase)/Reduction in Assets		
Investments with the Exchange Fund	(68,359,806)	(55,388,584)
Deposits with banks	9,560	716,671
Advances	95,356	45,358
	(68,254,890)	(54,626,555)
Increase/(Reduction) in Liabilities		
Deposits	3,277,155	783,149
Suspense Accounts	5,002	(3,811)
	3,282,157	779,338
	(64,972,733)	(53,847,217)

Revenue, Expenditure and General Revenue Balance for the years ended 31 March 2009 to 2018

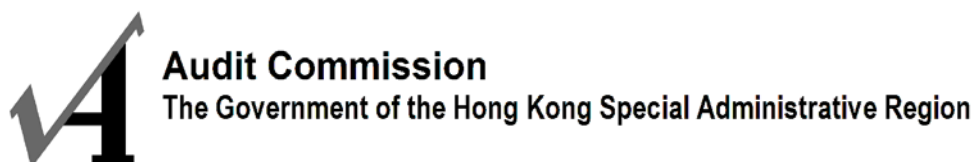
\$Billion



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Capital Works Reserve Fund

REPORT OF THE DIRECTOR OF AUDIT



Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Capital Works Reserve Fund set out on pages 38 to 47, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Capital Works Reserve Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Capital Works Reserve Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services and the reasonableness of accounting estimates and related disclosures.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Capital Works Reserve Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	184,696,141	102,652,670
Cash and bank balances		5,292	1
		184,701,433	102,652,671
Liabilities			
Deposits	4	(1,947,802)	(1,779,334)
		182,753,631	100,873,337
Representing:			
Fund Balance			
Balance at beginning of year		100,873,337	58,170,386
Surplus for the year		81,880,294	42,702,951
Balance at end of year	5, 6, 7	182,753,631	100,873,337

Notes 1 to 10 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Capital Works Reserve Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		1	952
Receipts	8	168,767,863	129,996,767
Payments	5, 9	(86,887,569)	(87,293,816)
Surplus for the year		81,880,294	42,702,951
Other cash movements	10	(81,875,003)	(42,703,902)
Cash and bank balances at end of year		5,292	1

Notes 1 to 10 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Capital Works Reserve Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Capital Works Reserve Fund was set up to finance public works programmes, acquisitions of land, capital subventions and major systems and equipment items. It was initially established on 1 April 1982 by a Resolution of the Legislative Council passed on 20 January 1982 and subsequently deemed to have been established under section 29(3) of the Public Finance Ordinance (Cap. 2). Since 1 January 1998, it has been reconstituted under another Resolution passed on 17 December 1997 (hereinafter referred to as the Resolution).

2. Accounting Policies

- (i) The accounts of the Capital Works Reserve Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid. The Statement of Assets and Liabilities of the Fund excludes fixed assets, loans, investments other than those made under paragraph (d)(iii) of the Resolution, and debtors and creditors other than those deposits referred to in Note 4 below.
- (ii) For the purposes of these financial statements, a contingent liability is defined as:
 - (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Government; or
 - (b) a present obligation that arises from past events but is not recognised because:
 - it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - the amount of the obligation cannot be measured with sufficient reliability.
- (iii) Foreign currency transactions during the year are translated into Hong Kong dollars at the exchange rates ruling at the transaction dates.

3. Investments with the Exchange Fund

- (i) These are investments and deposits held under paragraph (d)(iii) of the Resolution:

	2018 \$'000	2017 \$'000
Investments (Notes (ii) and (iii) below)	184,651,906	102,604,328
Deposits	44,235	48,342
	<u>184,696,141</u>	<u>102,652,670</u>

- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

Capital Works Reserve Fund

4. Deposits

These are moneys received from time to time from individuals or organisations for a variety of reasons and are in due course either repayable or transferable for credit to the Fund:

	2018	2017
	\$'000	\$'000
Contract retention money	1,655,906	1,486,928
Others	291,896	292,406
	<u>1,947,802</u>	<u>1,779,334</u>

5. Fund Balance

The Fund Balance includes receipts from sums borrowed for the purposes of the Capital Works Reserve Fund under the Loans Ordinance (Cap. 61) that are required to be credited to the Fund under paragraph (b)(v) of the Resolution. Repayments of the principal in relation to the outstanding liabilities in respect of sums borrowed are included in payments charged to the Fund under paragraph (d)(ii) of the Resolution.

Following a resolution passed under section 3(1) of the Loans Ordinance, the Government issued in July 2004 bonds and notes totalling \$20 billion to retail and institutional investors. These include institutional notes of US\$1.25 billion denominated in United States dollars. The outstanding liabilities, not included in the Statement of Assets and Liabilities, in respect of sums borrowed are as follows:

	2018	2017
	\$'000	\$'000
Outstanding government bonds and notes	<u>1,500,000</u>	<u>1,500,000</u>

The outstanding bonds and notes are denominated in Hong Kong dollars with maturity in July 2019. During the financial year, there were payments of interest of \$77 million on the notes but no repayment of principal.

6. Contingent Liabilities

As at 31 March 2018, the amount of contingent liabilities arising from legal claims, disputes and proceedings was \$2,611 million (2017: \$2,850 million).

Capital Works Reserve Fund

7. Commitments

The balances of the approved project estimates that were unspent were as follows:

Head	2018	2017
	\$'000	\$'000
Land acquisition		
701 Land acquisition	<u>5,649,880</u>	<u>5,245,069</u>
Sub-total	<u>5,649,880</u>	<u>5,245,069</u>
Capital works – Public Works Programme		
702 Port and airport development	125,021	125,798
703 Buildings	87,107,253	51,601,799
704 Drainage	15,156,426	15,654,031
705 Civil engineering	53,216,280	57,611,836
706 Highways	131,316,746	130,419,439
707 New towns and urban area development	64,997,430	46,160,300
709 Waterworks	10,817,227	10,749,016
711 Housing	9,089,744	8,619,120
Sub-total	<u>371,826,127</u>	<u>320,941,339</u>
Capital subventions		
708 (part) Capital subventions	<u>25,079,020</u>	<u>30,440,527</u>
Sub-total	<u>25,079,020</u>	<u>30,440,527</u>
Systems and equipment		
708 (part) Major systems and equipment	6,099,767	4,599,006
710 Computerisation	9,331,144	9,313,726
Sub-total	<u>15,430,911</u>	<u>13,912,732</u>
	<u>417,985,938</u>	<u>370,539,667</u>

Capital Works Reserve Fund

8. Receipts

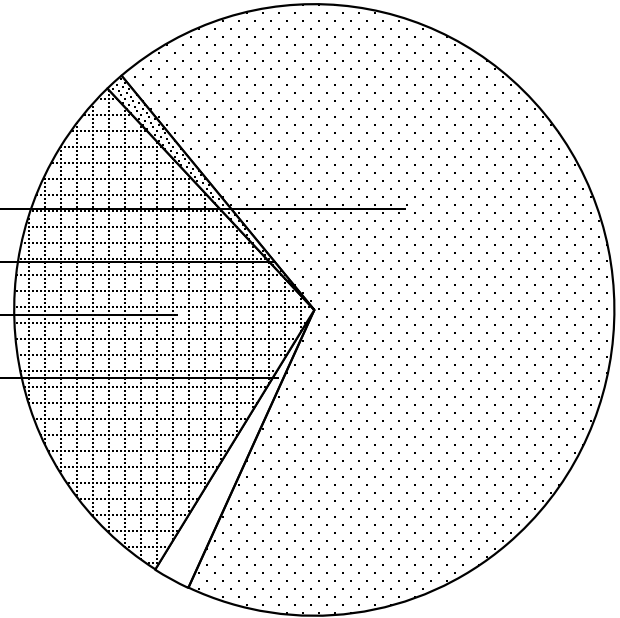
	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Land premium			
Sales by public auction and tender	-	114,588,712	105,091,474
Private treaty grants	-	74,187	2,245,563
Modification of existing leases, exchanges and extensions	-	49,318,984	19,819,546
Fees received in respect of short term waivers	-	829,413	812,951
	101,000,000	164,811,296	127,969,534
Investment income			
Investments with the Exchange Fund (Note (i) below)	-	3,830,897	1,879,741
Others	-	1,437	1,917
	2,750,000	3,832,334	1,881,658
Transfer from General Revenue	4,500,000	-	-
Other receipts			
Donations and contributions	37,655	22,359	8,265
Others	-	101,874	137,310
	37,655	124,233	145,575
	<u>108,287,655</u>	<u>168,767,863</u>	<u>129,996,767</u>

- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$6.86 billion (comprising \$2.88 billion for 2014 and \$3.98 billion for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$0.59 billion up to 31 December 2017 (2016: \$0.38 billion), including the investment return for the calendar year 2017 amounting to \$0.21 billion (2016: \$0.23 billion). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$7.45 billion (2016: \$7.24 billion).

Capital Works Reserve Fund

Analysis of Receipts for the year ended 31 March 2018

<u>Sales by public auction and tender</u>	\$114.6 Billion	68%
<u>Private treaty grants and fees received in respect of short term waivers</u>	\$0.9 Billion	1%
<u>Modification of existing leases, exchanges and extensions</u>	\$49.3 Billion	29%
<u>Investment income and other receipts</u>	\$4.0 Billion	2%



**Total Receipts
\$168.8 Billion**

Capital Works Reserve Fund

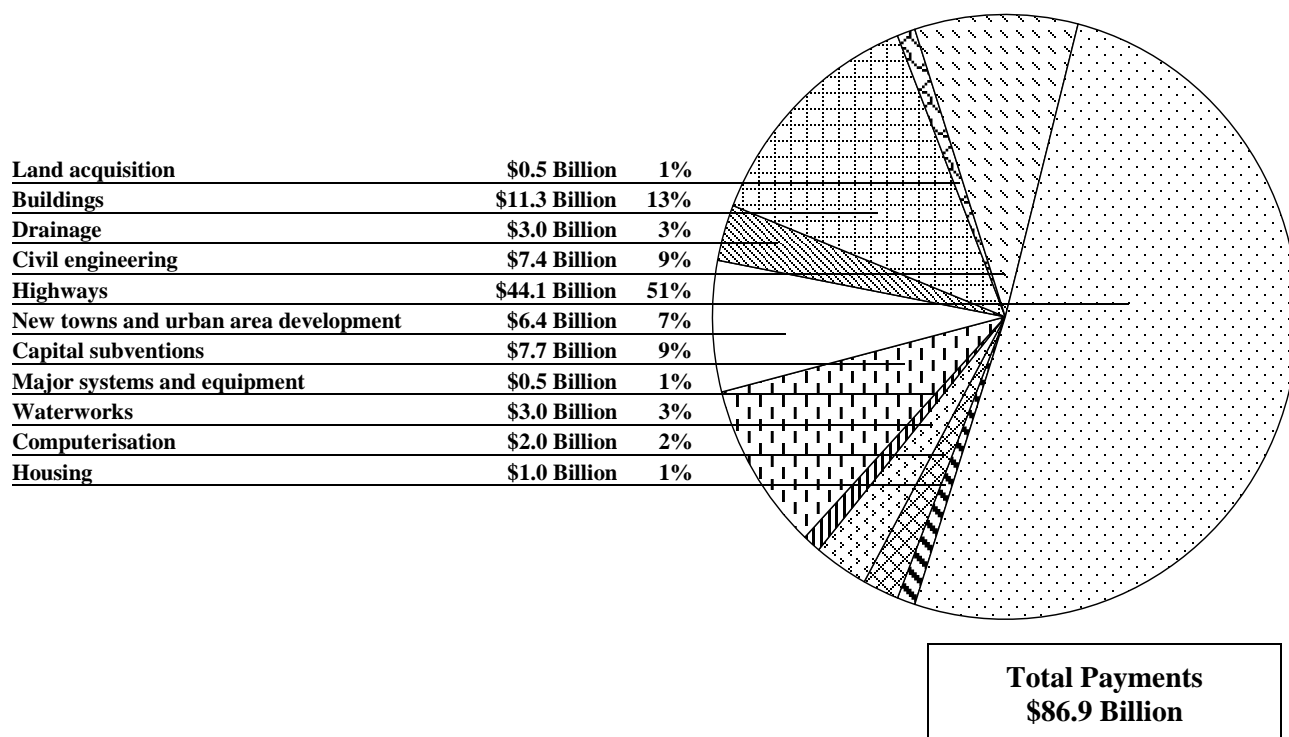
9. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Land acquisition	1,880,590	440,579	341,879
Public Works Programme			
Port and airport development	1,000	777	1,464
Buildings	12,366,800	11,288,836	8,618,156
Drainage	2,793,088	3,039,320	3,198,527
Civil engineering	7,777,937	7,414,564	7,575,253
Highways	44,646,610	44,097,127	49,093,581
New towns and urban area development	6,792,898	6,346,873	4,729,551
Waterworks	3,011,461	3,018,506	3,621,936
Housing	1,531,208	993,336	465,313
	78,921,002	76,199,339	77,303,781
Capital subventions and major systems and equipment			
Capital subventions	7,887,861	7,639,572	7,119,837
Major systems and equipment	638,216	516,808	599,210
	8,526,077	8,156,380	7,719,047
Computerisation	2,248,607	1,961,797	1,816,318
Government bonds and notes issued in July 2004			
Interest and other expenses	76,881	76,880	76,669
Other payments			
Refund of overpayment of land premium	-	52,594	36,122
	<u>91,653,157</u>	<u>86,887,569</u>	<u>87,293,816</u>

Further analyses of payments appear on pages 150 to 212 of the Supporting Statements.

Capital Works Reserve Fund

Analysis of Payments for the year ended 31 March 2018 *



* Actual payments on “Port and airport development”, “Refund of overpayment of land premium” and “Interest and other expenses on government bonds and notes” are not shown as it is less than \$0.1 billion each.

10. Other Cash Movements

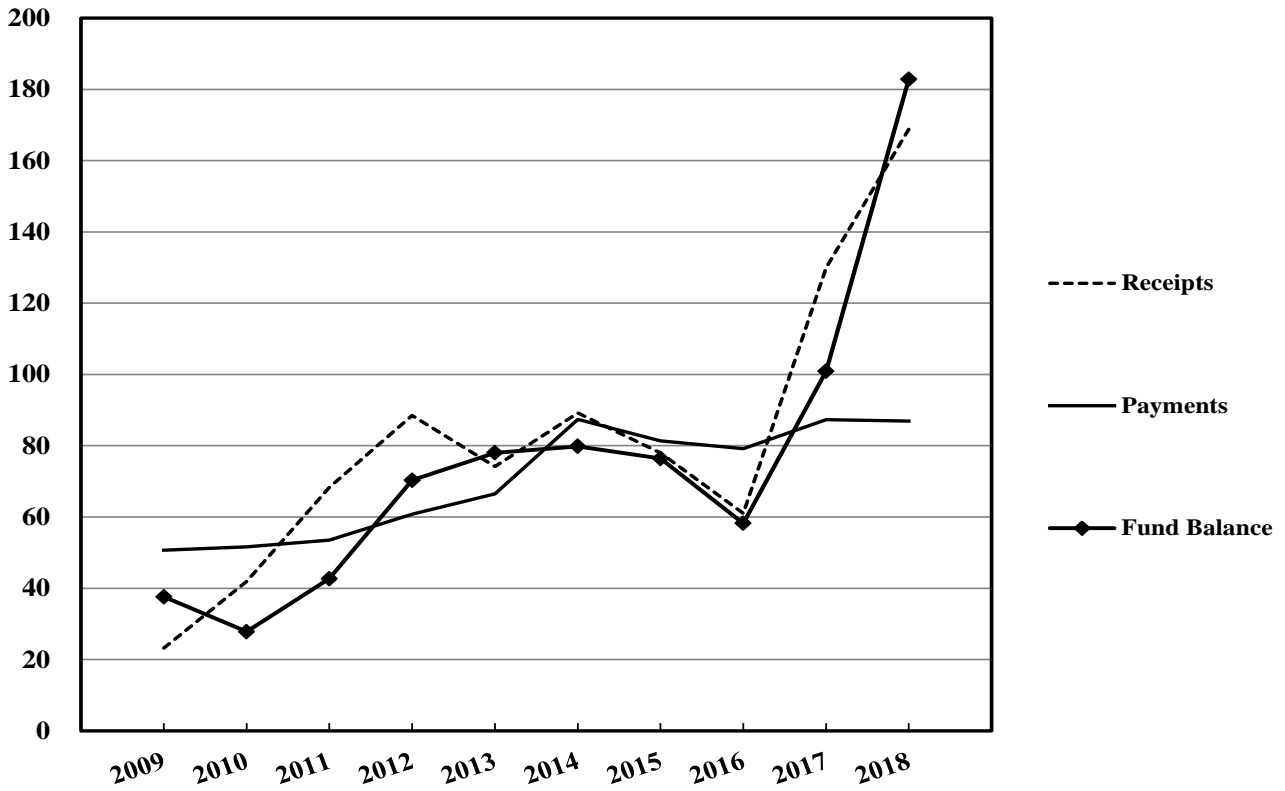
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Increase in Assets		
Investments with the Exchange Fund	(82,043,471)	(42,726,584)
Increase in Liabilities		
Deposits	168,468	22,682
	(81,875,003)	(42,703,902)

Capital Works Reserve Fund

Receipts, Payments and Fund Balance for the years ended 31 March 2009 to 2018

\$Billion



Capital Investment Fund

REPORT OF THE DIRECTOR OF AUDIT



Audit Commission

The Government of the Hong Kong Special Administrative Region

Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Capital Investment Fund set out on pages 50 to 57, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Capital Investment Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Capital Investment Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services and the reasonableness of accounting estimates and related disclosures.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Capital Investment Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments	3		
Equity holdings		138,381,137	134,288,685
Other investments		518,693,108	492,371,319
		657,074,245	626,660,004
Loans Outstanding	4	2,085,028	1,545,829
		659,159,273	628,205,833
Current Assets			
Investments with the Exchange Fund	5	2,917,526	3,078,306
Cash and bank balances	1	1	-
		2,917,527	3,078,306
		662,076,800	631,284,139
Representing:			
Total Fund Balance			
Applied Fund	6	659,159,273	628,205,833
Available Fund	7		
Balance at beginning of year		3,078,306	2,835,101
(Deficit)/Surplus for the year		(160,779)	243,205
Balance at end of year		2,917,527	3,078,306
	8, 9	662,076,800	631,284,139

Notes 1 to 12 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Capital Investment Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		-	1
Receipts	10	895,340	10,436,544
Payments	11	(1,056,119)	(10,193,339)
(Deficit)/Surplus for the year		(160,779)	243,205
Other cash movements	12	160,780	(243,206)
Cash and bank balances at end of year		1	-

Notes 1 to 12 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Capital Investment Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Capital Investment Fund finances investments in and loans to public sector bodies which are not part of the Government structure and such other bodies as the Finance Committee may specify. It was established with effect from 1 April 1990 by a Resolution passed by the Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) on 14 March 1990. Amendments to this Resolution were passed by the Legislative Council on 6 November 1991 (The Resolution as amended is hereinafter referred to as the Resolution).

2. Accounting Policies

- (i) Subject to (ii) below, the accounts of the Capital Investment Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid.
- (ii) The Statement of Assets and Liabilities is structured to include investments acquired and loans made by way of cash, waived land premium, donated works or other similar transactions.
- (iii) For the purposes of these financial statements, a contingent liability is defined as:
 - (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Government; or
 - (b) a present obligation that arises from past events but is not recognised because:
 - it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - the amount of the obligation cannot be measured with sufficient reliability.

3. Investments (at cost/original valuation)

	2018			2017		
	Equity Holdings \$'000	Other Investments \$'000	Total \$'000	Equity Holdings \$'000	Other Investments \$'000	Total \$'000
Balance at beginning of year	134,288,685	492,371,319	626,660,004	124,795,346	465,913,116	590,708,462
Additions						
Cash acquisitions	456,119	-	456,119	9,493,339	-	9,493,339
Non-cash acquisitions	3,636,333	26,321,789	29,958,122	-	26,458,203	26,458,203
	4,092,452	26,321,789	30,414,241	9,493,339	26,458,203	35,951,542
Balance at end of year	138,381,137	518,693,108	657,074,245	134,288,685	492,371,319	626,660,004

Further analysis of investments appears on pages 213 to 215 of the Supporting Statements.

Capital Investment Fund

4. Loans Outstanding

	2018	2017
	\$'000	\$'000
Balance at beginning of year	1,545,829	917,454
Additions		
Loan payments	600,000	700,000
Capitalised interest	36,219	23,979
	636,219	723,979
Deductions		
Loan repayments	(97,020)	(95,604)
Balance at end of year	2,085,028	1,545,829

Further analysis of loans appears on page 216 of the Supporting Statements.

5. Investments with the Exchange Fund

- (i) These are investments made under paragraph 7 of the Resolution.
- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

6. Applied Fund

This represents the sum of investments acquired and outstanding loans made from the Fund under paragraph 5 of the Resolution.

7. Available Fund

This represents funds available for acquiring investments or making loans under paragraph 5 of the Resolution.

8. Contingent Liabilities

As at 31 March 2018, the Government had the following contingent liabilities:

- (i) subscription to callable shares in the Asian Development Bank amounting to \$6,265 million (2017: \$5,804 million);
- (ii) subscription to callable shares in the Asian Infrastructure Investment Bank amounting to \$4,800 million (2017: Nil) with commitment approved; and
- (iii) guarantees provided under a commercial loan of the Hong Kong Science and Technology Parks Corporation amounting to \$1,911 million (2017: \$1,957 million).

Capital Investment Fund

9. Commitments

The approved investments and loans that were unpaid were as follows:

	2018	2017
	\$'000	\$'000
Investments (Note (i) below)	11,607,892	54,011
Loans	2,378,500	2,978,500
	13,986,392	3,032,511

- (i) These included an approved commitment of \$4,800 million (2017: Nil) for the subscription to callable shares in the Asian Infrastructure Investment Bank (Note 8(ii)).

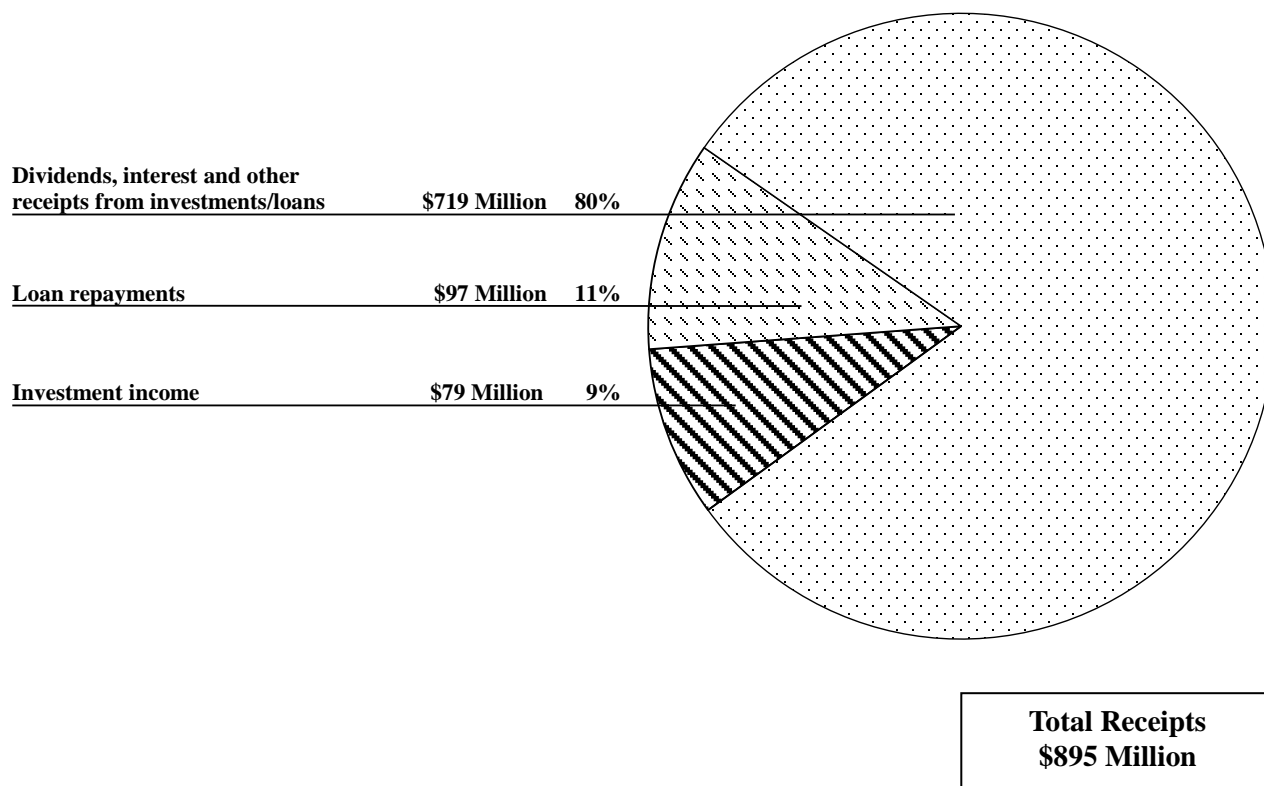
10. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Dividends, interest and other receipts from investments/loans (Note (i) below)	1,088,375	719,344	1,251,359
Loan repayments	96,608	97,020	95,604
Investment income			
Investments with the Exchange Fund (Note (ii) below)	75,000	78,976	89,581
Transfer from General Revenue	-	-	9,000,000
	1,259,983	895,340	10,436,544

- (i) In light of the judgment of the Court of Final Appeal on the judicial review case of the Office of the Communications Authority Trading Fund on 27 December 2017, trading funds are no longer required to pay dividends to the Government. Accordingly, no dividend was received by the Fund from trading funds during the year (2017: \$676 million).
- (ii) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$177 million (comprising \$79 million for 2014 and \$98 million for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 5(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$15 million up to 31 December 2017 (2016: \$10 million), including the investment return for the calendar year 2017 amounting to \$5 million (2016: \$6 million). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$192 million (2016: \$187 million).

Capital Investment Fund

Analysis of Receipts for the year ended 31 March 2018

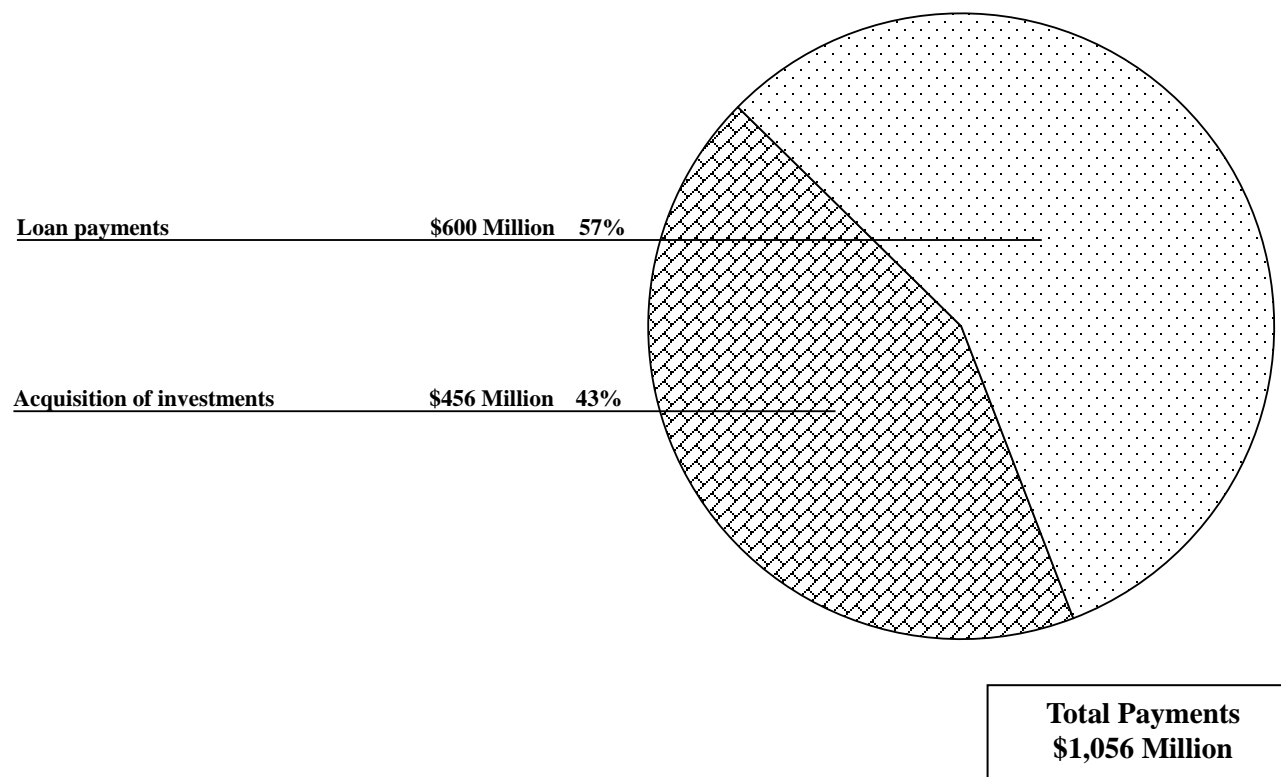


11. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Acquisition of investments			
Equity holdings	17,525	456,119	9,493,339
Loan payments	708,500	600,000	700,000
	<u>726,025</u>	<u>1,056,119</u>	<u>10,193,339</u>

Capital Investment Fund

Analysis of Payments for the year ended 31 March 2018



12. Other Cash Movements

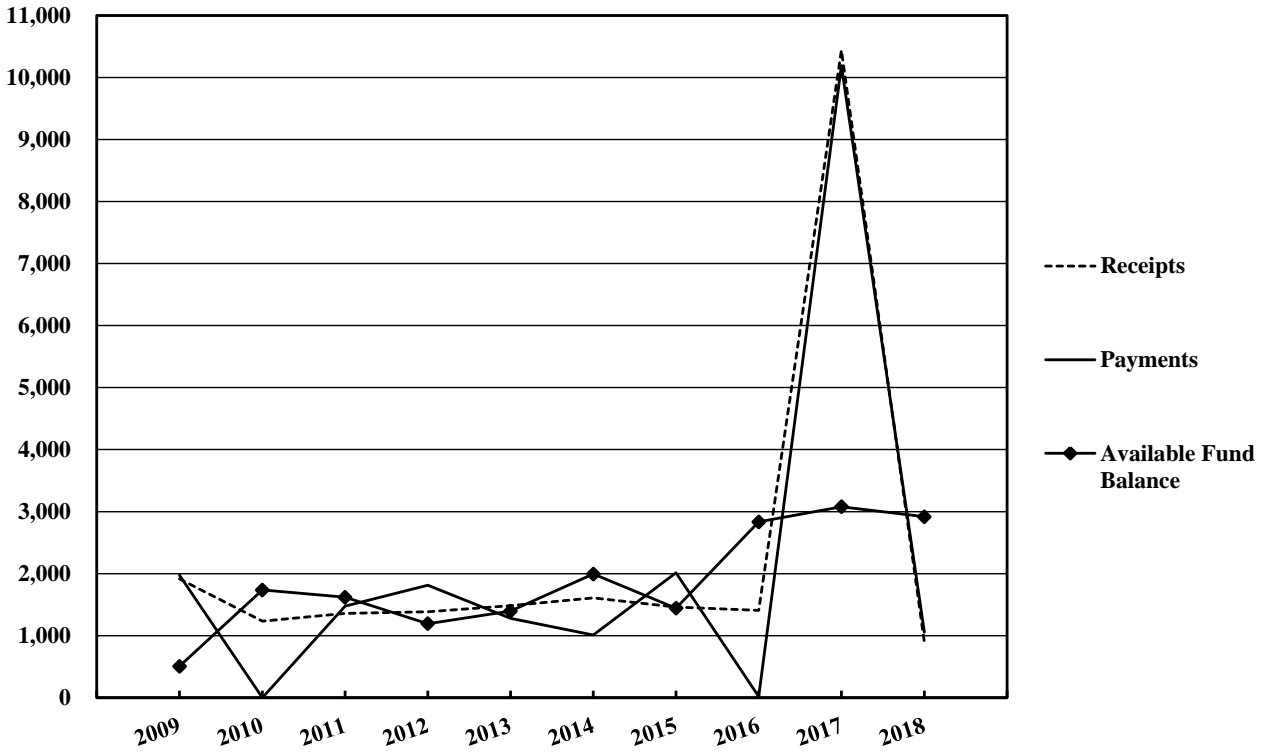
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Reduction/(Increase) in Assets		
Investments with the Exchange Fund	<u>160,780</u>	<u>(243,206)</u>

Capital Investment Fund

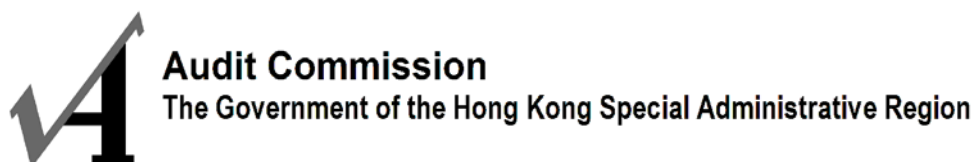
Receipts, Payments and Available Fund Balance for the years ended 31 March 2009 to 2018

\$Million



Civil Service Pension Reserve Fund

REPORT OF THE DIRECTOR OF AUDIT



Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Civil Service Pension Reserve Fund set out on pages 60 to 63, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Civil Service Pension Reserve Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Civil Service Pension Reserve Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Civil Service Pension Reserve Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	<u>35,129,267</u>	<u>31,899,385</u>
Representing:			
Fund Balance			
Balance at beginning of year		31,899,385	27,128,846
Surplus for the year		<u>3,229,882</u>	<u>4,770,539</u>
Balance at end of year		<u>35,129,267</u>	<u>31,899,385</u>

Notes 1 to 5 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Civil Service Pension Reserve Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		-	-
Receipts	4	3,229,882	4,770,539
Payments		-	-
Surplus for the year		3,229,882	4,770,539
Other cash movements	5	(3,229,882)	(4,770,539)
Cash and bank balances at end of year		-	-

Notes 1 to 5 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Civil Service Pension Reserve Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Civil Service Pension Reserve Fund is intended to meet payment of civil service pensions in the most unlikely event that the Government cannot meet such liabilities from the General Revenue. It was established with effect from 27 January 1995 by a Resolution (hereinafter referred to as the Resolution) passed by the Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) on 25 January 1995.

2. Accounting Policy

The accounts of the Civil Service Pension Reserve Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid.

3. Investments with the Exchange Fund

- (i) These are investments made under paragraph (f) of the Resolution.
- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

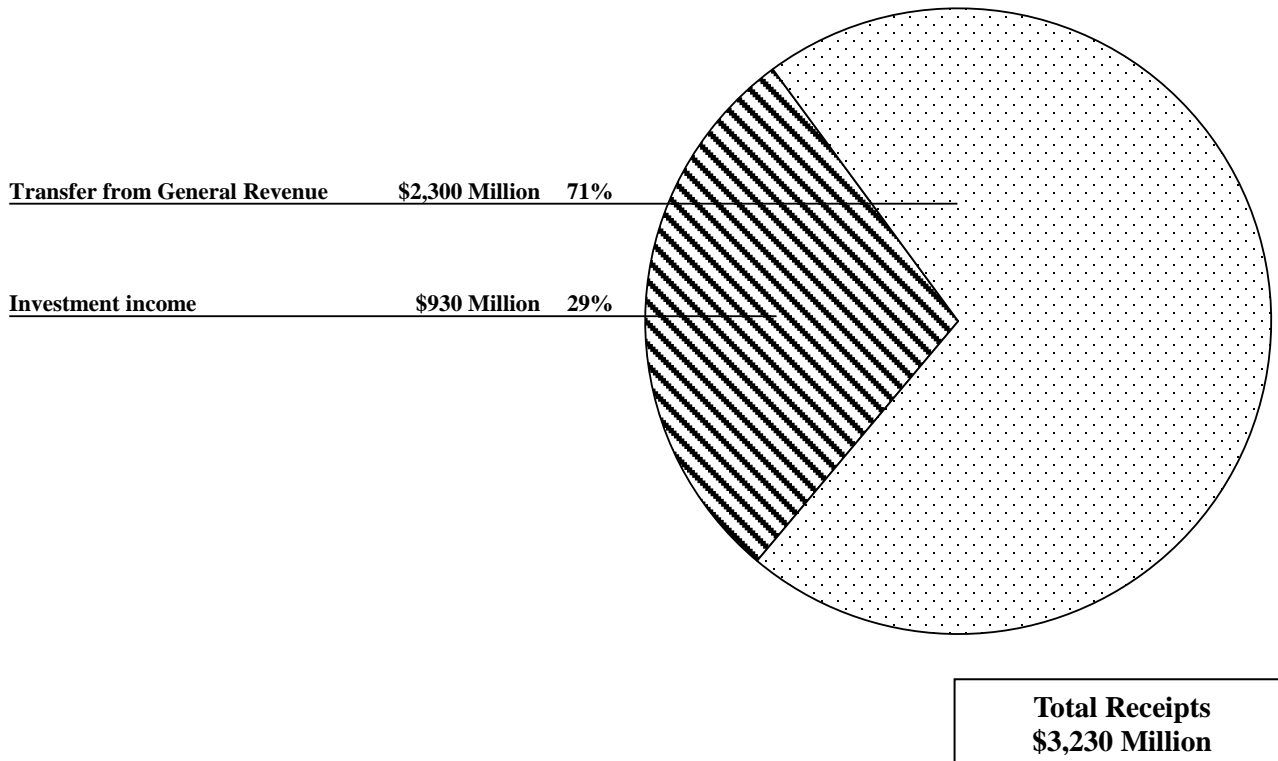
4. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Investment income			
Investments with the Exchange Fund (Note (i) below)	931,000	929,882	970,539
Transfer from General Revenue	2,300,000	2,300,000	3,800,000
	3,231,000	3,229,882	4,770,539

- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$2.46 billion (comprising \$0.97 billion for 2014 and \$1.49 billion for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$0.21 billion up to 31 December 2017 (2016: \$0.14 billion), including the investment return for the calendar year 2017 amounting to \$0.07 billion (2016: \$0.09 billion). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$2.67 billion (2016: \$2.6 billion).

Civil Service Pension Reserve Fund

Analysis of Receipts for the year ended 31 March 2018



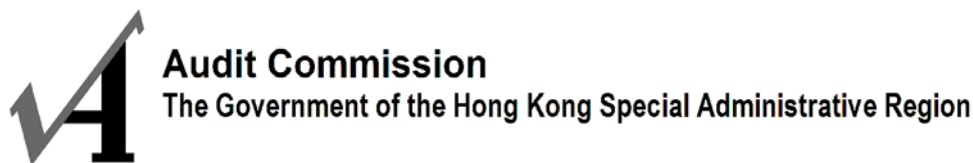
5. Other Cash Movements

These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Increase in Assets		
Investments with the Exchange Fund	<u>3,229,882</u>	<u>4,770,539</u>

Disaster Relief Fund

REPORT OF THE DIRECTOR OF AUDIT



Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Disaster Relief Fund set out on pages 66 to 71, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Disaster Relief Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Disaster Relief Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Disaster Relief Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	<u>16,417</u>	<u>27,743</u>
Representing:			
Fund Balance			
Balance at beginning of year		27,743	14,539
(Deficit) /Surplus for the year		<u>(11,326)</u>	<u>13,204</u>
Balance at end of year		<u>16,417</u>	<u>27,743</u>

Notes 1 to 6 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Disaster Relief Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		-	-
Receipts	4	52,957	67,648
Payments	5	(64,283)	(54,444)
(Deficit) /Surplus for the year		(11,326)	13,204
Other cash movements	6	11,326	(13,204)
Cash and bank balances at end of year		-	-

Notes 1 to 6 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Disaster Relief Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Disaster Relief Fund provides a ready mechanism for Hong Kong to respond swiftly to international appeals for humanitarian aid in relief of disasters that occur outside Hong Kong. It was established with effect from 1 December 1993 by a Resolution (hereinafter referred to as the Resolution) passed by the Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) on the same date.

2. Accounting Policy

The accounts of the Disaster Relief Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid.

3. Investments with the Exchange Fund

- (i) These are investments made under paragraph (i) of the Resolution.
- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

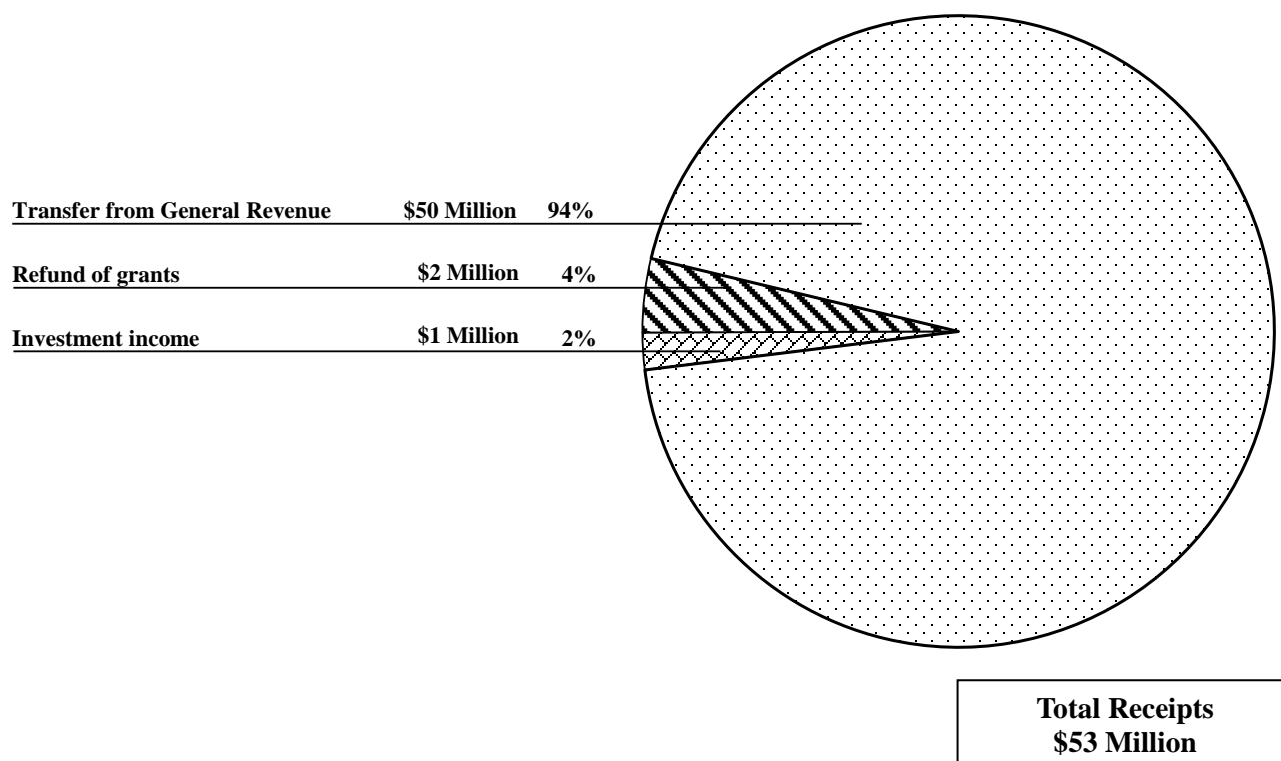
4. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Investment income			
Investments with the Exchange Fund (Note (i) below)	2,000	1,026	1,314
Transfer from General Revenue	50,000	50,000	64,000
Refund of grants	-	1,931	2,334
	52,000	52,957	67,648

- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$2.32 million (comprising \$1.06 million for 2014 and \$1.26 million for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$0.21 million up to 31 December 2017 (2016: \$0.14 million), including the investment return for the calendar year 2017 amounting to \$0.07 million (2016: \$0.08 million). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$2.53 million (2016: \$2.46 million).

Disaster Relief Fund

Analysis of Receipts for the year ended 31 March 2018

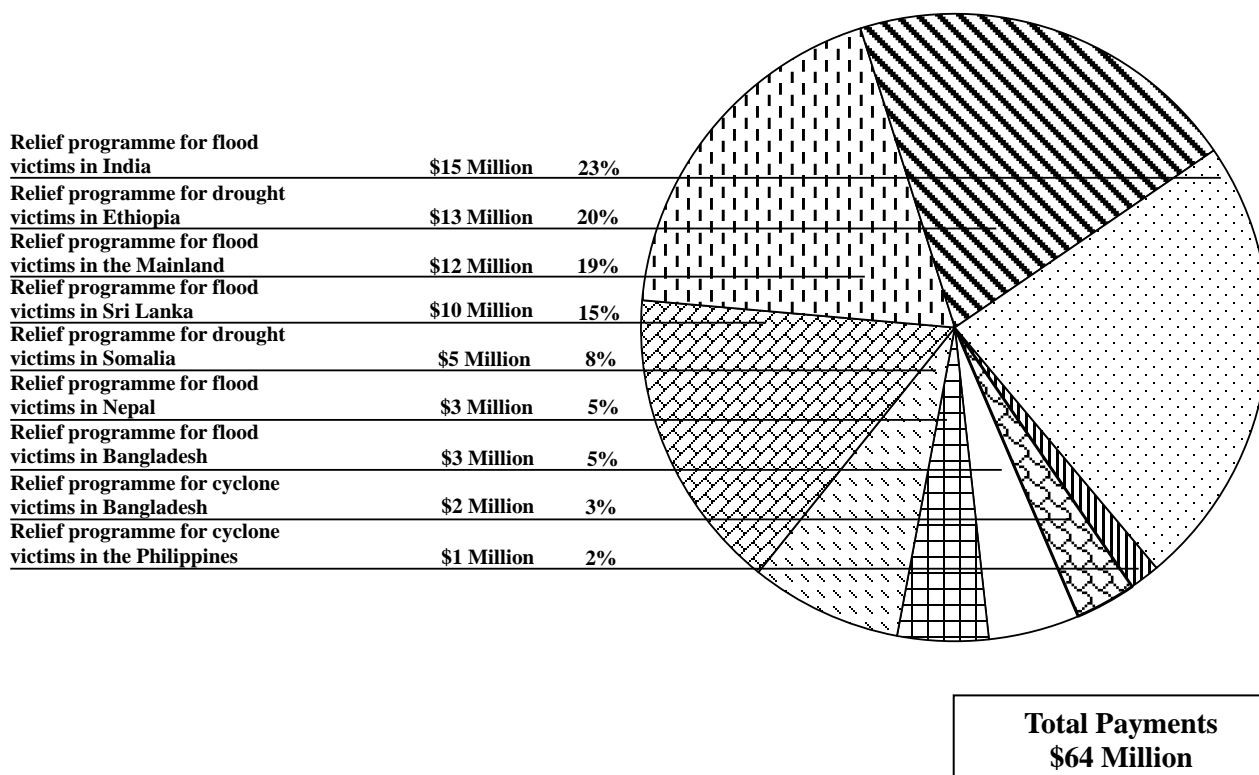


5. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Relief programmes for			
flood victims in India	-	14,765	7,125
drought victims in Ethiopia	-	13,651	-
flood victims in the Mainland	-	11,769	16,760
flood victims in Sri Lanka	-	9,786	-
drought victims in Somalia	-	4,934	-
flood victims in Nepal	-	3,599	-
flood victims in Bangladesh	-	2,674	-
cyclone victims in Bangladesh	-	1,909	5,322
cyclone victims in the Philippines	-	1,196	-
hurricane victims in Haiti	-	-	6,521
earthquake victims in Ecuador	-	-	6,202
drought victims in India	-	-	3,877
cyclone victims in Sri Lanka	-	-	3,451
cyclone victims in Fiji	-	-	2,636
flood victims in Vietnam	-	-	2,550
	-	64,283	54,444
	-	64,283	54,444

Disaster Relief Fund

Analysis of Payments for the year ended 31 March 2018



6. Other Cash Movements

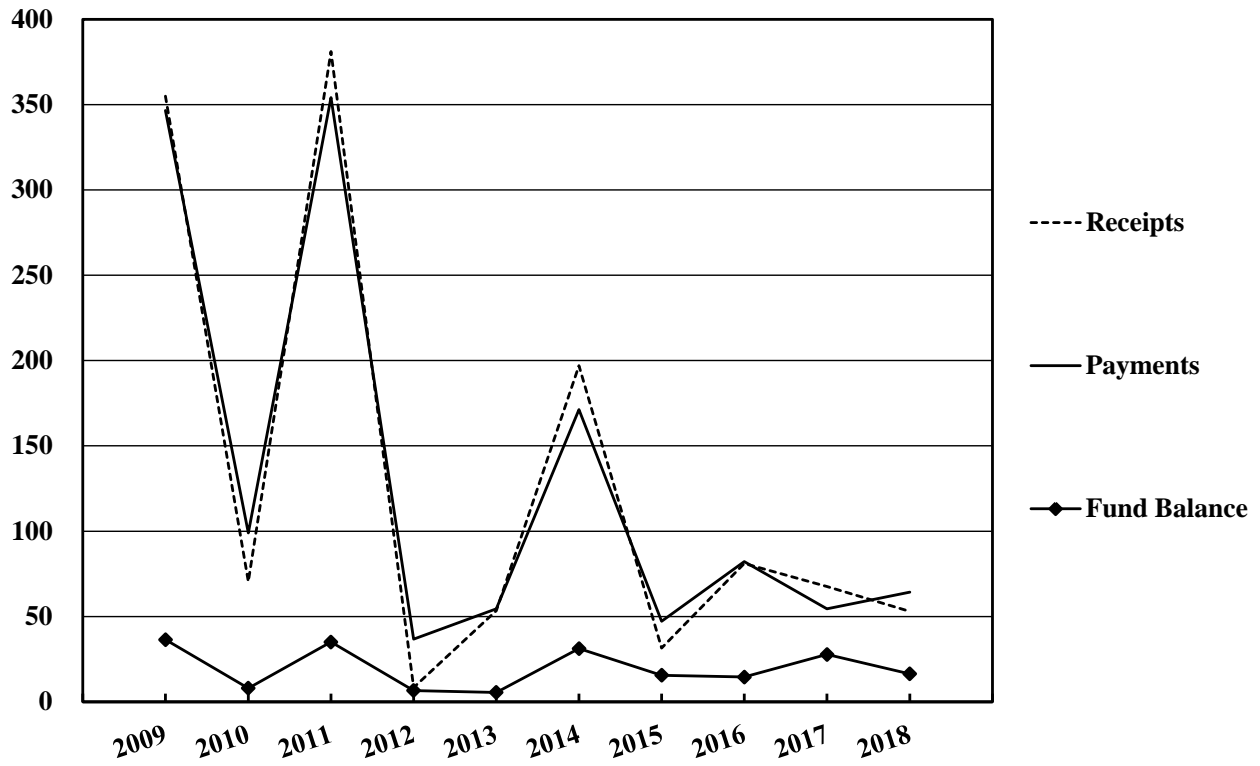
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Reduction/(Increase) in Assets		
Investments with the Exchange Fund	<u>11,326</u>	<u>(13,204)</u>

Disaster Relief Fund

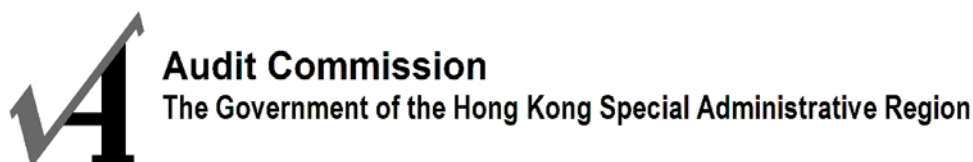
Receipts, Payments and Fund Balance for the years ended 31 March 2009 to 2018

\$Million



Innovation and Technology Fund

REPORT OF THE DIRECTOR OF AUDIT



Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Innovation and Technology Fund set out on pages 74 to 79, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Innovation and Technology Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Innovation and Technology Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Innovation and Technology Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	6,795,328	7,988,980
Cash and bank balances		1,044	2,485
		<u>6,796,372</u>	<u>7,991,465</u>
Representing:			
Fund Balance			
Balance at beginning of year		7,991,465	41,744
(Deficit)/Surplus for the year		(1,195,093)	7,949,721
Balance at end of year	4	<u>6,796,372</u>	<u>7,991,465</u>

Notes 1 to 7 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Innovation and Technology Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		2,485	1
Receipts	5	288,225	9,207,183
Payments	6	(1,483,318)	(1,257,462)
(Deficit)/Surplus for the year		(1,195,093)	7,949,721
Other cash movements	7	1,193,652	(7,947,237)
Cash and bank balances at end of year		1,044	2,485

Notes 1 to 7 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Innovation and Technology Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Innovation and Technology Fund finances projects that contribute to innovation and technology upgrading in the manufacturing and service industries, as well as those that contribute to the upgrading and development of the manufacturing and service industries. It was established with effect from 30 June 1999 by a Resolution (hereinafter referred to as the Resolution) passed by the Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) on the same date.

2. Accounting Policy

The accounts of the Innovation and Technology Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid.

3. Investments with the Exchange Fund

- (i) These are investments made under paragraph 6 of the Resolution.
- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

4. Commitments

The approved grants that were unpaid were as follows:

	2018	2017
	\$'000	\$'000
Grants	4,106,649	3,983,217

Innovation and Technology Fund

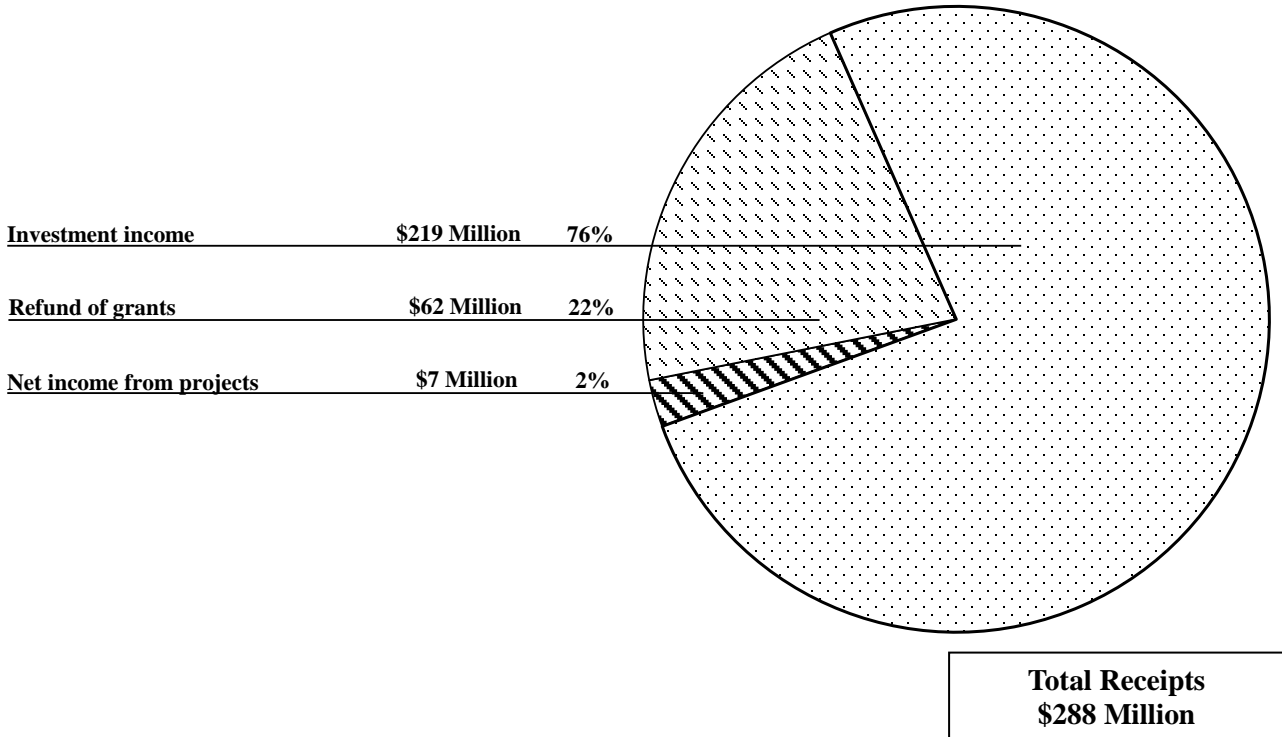
5. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Investment income			
Investments with the Exchange Fund (Note (i) below)	-	215,955	152,972
Others	-	2,713	2,002
	209,000	218,668	154,974
Net income from projects	8,293	7,327	4,621
Refund of grants	-	62,230	47,588
Transfer from General Revenue	-	-	9,000,000
	<u>217,293</u>	<u>288,225</u>	<u>9,207,183</u>

- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$97 million (comprising \$57 million for 2014 and \$40 million for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$9 million up to 31 December 2017 (2016: \$6 million), including the investment return for the calendar year 2017 amounting to \$3 million (2016: \$3 million). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$106 million (2016: \$103 million).

Innovation and Technology Fund

Analysis of Receipts for the year ended 31 March 2018



6. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Grants	1,783,075	1,483,318	1,257,462

Further analysis of grants appears on pages 217 to 218 of the Supporting Statements.

7. Other Cash Movements

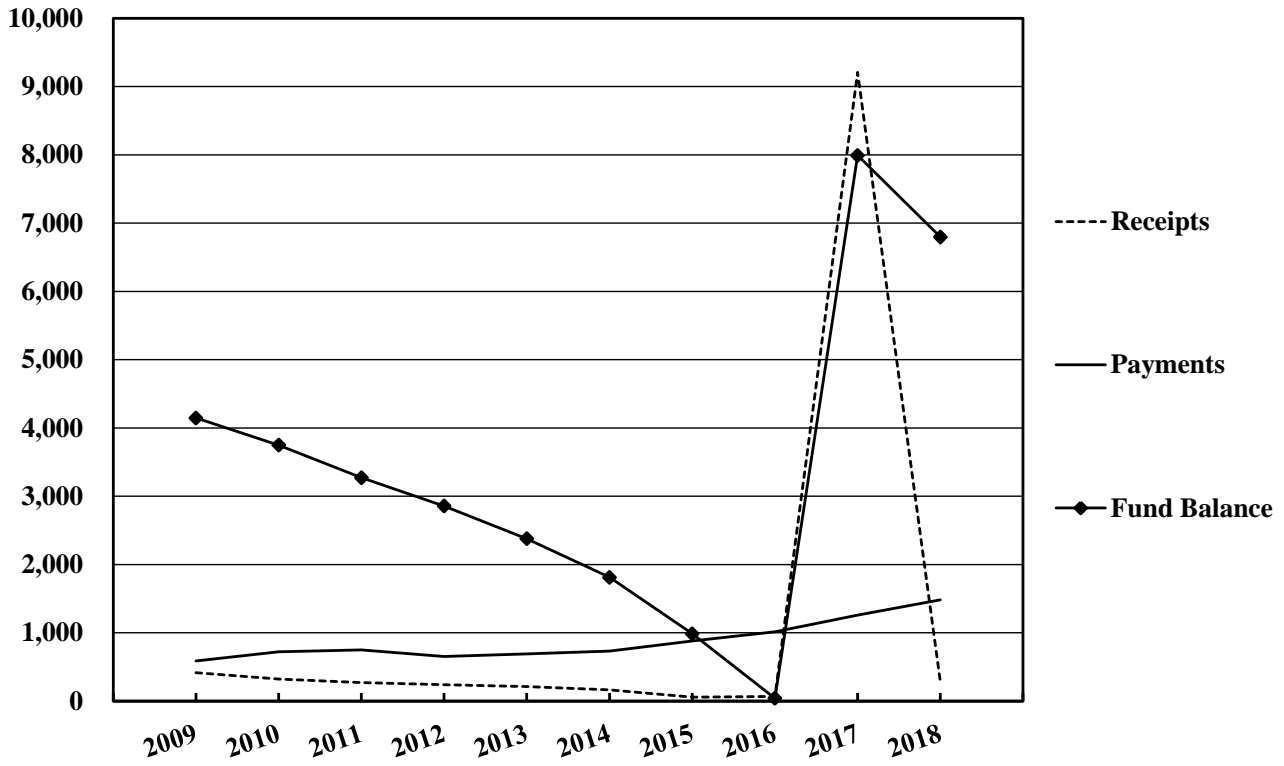
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Reduction/(Increase) in Assets		
Investments with the Exchange Fund	1,193,652	(7,947,237)

Innovation and Technology Fund

Receipts, Payments and Fund Balance for the years ended 31 March 2009 to 2018

\$Million



Land Fund

REPORT OF THE DIRECTOR OF AUDIT



Audit Commission

The Government of the Hong Kong Special Administrative Region

Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Land Fund set out on pages 82 to 85, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Land Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Land Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Land Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	<u>219,729,659</u>	<u>219,729,659</u>
Representing:			
Fund Balance			
Balance at beginning of year		219,729,659	219,729,659
Surplus for the year		-	-
Balance at end of year	3	<u>219,729,659</u>	<u>219,729,659</u>

Notes 1 to 4 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Land Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		-	-
Receipts	4	-	-
Payments		-	-
Surplus for the year		-	-
Other cash movements		-	-
Cash and bank balances at end of year		-	-

Notes 1 to 4 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Land Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Land Fund was set up with effect from 1 July 1997 by a Resolution (hereinafter referred to as the Resolution) passed by the then Provisional Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) in July 1997. The Hong Kong Monetary Authority has been directed by the Financial Secretary to manage the investment of the Fund's assets. From 1 July 1997 to 31 October 1998, the assets of the Fund were managed as a separate portfolio. From 1 November 1998 to 31 December 2015, the assets of the Fund were merged into the Exchange Fund and invested in the same way as the other fiscal reserves placed with the Exchange Fund. With effect from 1 January 2016, the assets of the Fund have been held as a notional savings account within the fiscal reserves called the Future Fund which is placed with the Exchange Fund for securing higher investment returns over a ten-year investment period (Note 3(iv)).

2. Accounting Policy

The accounts of the Land Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid.

3. Investments with the Exchange Fund

- (i) These are investments made under paragraph 7 of the Resolution.
- (ii) The investments represent the cost of investments together with the investment income received in the year being reported.
- (iii) Between 1 April 2007 and 31 December 2015, the investment income was calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year Exchange Fund Notes (replaced by three-year government bond with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever was the higher.
- (iv) With effect from 1 January 2016, the assets of the Fund have been held as a notional savings account within the fiscal reserves called the Future Fund. In accordance with an arrangement entered into with the Hong Kong Monetary Authority in December 2015, investment return on the Future Fund placement is determined annually based on a composite rate (9.6% and 4.5% for the calendar years 2017 and 2016 respectively) computed on a weighted average basis with reference to the agreed rate under the Investment Portfolio (Note (iii) above) and the annual rate of return linked with the performance of the Long-Term Growth Portfolio. The Future Fund, together with investment return not received and compounded on an annual basis, is retained within the Exchange Fund until 31 December 2025 or upon decision of the Financial Secretary for withdrawal, whichever is the earlier. In respect of the Land Fund portion of \$219.73 billion, such accumulated investment return not received as revenue amounted to \$32.01 billion as at 31 December 2017 (2016: \$9.99 billion), including the investment return for the calendar year 2017 of \$22.02 billion (2016: \$9.99 billion).

Land Fund

4. Receipts

Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$19.99 billion (comprising \$7.91 billion for 2014 and \$12.08 billion for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iii) and shall be received on a date as determined by the Financial Secretary. The rate of investment return for the calendar year 2017 was 2.8% (2016: 3.3%). The accumulated investment return not received was \$1.71 billion up to 31 December 2017 (2016: \$1.12 billion), including the investment return for the calendar year 2017 amounting to \$0.59 billion (2016: \$0.68 billion). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$21.7 billion (2016: \$21.11 billion).

Loan Fund

REPORT OF THE DIRECTOR OF AUDIT



Audit Commission

The Government of the Hong Kong Special Administrative Region

Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Loan Fund set out on pages 88 to 95, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Loan Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Loan Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Loan Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Loans Outstanding	3		
Housing loans		3,030,699	3,070,889
Education loans		17,678,138	17,353,286
Other loans		8,639,340	6,427,960
		29,348,177	26,852,135
Net Current Assets			
Current Assets			
Investments with the Exchange Fund	4	4,105,254	4,191,834
Cash and bank balances		12,489	13,814
		4,117,743	4,205,648
Current Liabilities			
Deposits	5	(23,356)	(22,100)
		4,094,387	4,183,548
		33,442,564	31,035,683
Representing:			
Total Fund Balance			
Applied Fund	6	29,348,177	26,852,135
Available Fund	7		
Balance at beginning of year		4,183,548	4,467,533
Deficit for the year		(89,161)	(283,985)
Balance at end of year		4,094,387	4,183,548
	8	33,442,564	31,035,683

Notes 1 to 11 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Loan Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		13,814	15,067
Receipts	9	4,700,862	4,385,497
Payments	10	(4,790,023)	(4,669,482)
Deficit for the year		(89,161)	(283,985)
Other cash movements	11	87,836	282,732
Cash and bank balances at end of year		12,489	13,814

Notes 1 to 11 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Loan Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Loan Fund finances loans and advances for schemes of developments in Hong Kong and loans to students under schemes approved by the Finance Committee. It was established with effect from 1 April 1990 by a Resolution (hereinafter referred to as the Resolution) passed by the Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) on 14 March 1990.

2. Accounting Policies

- (i) Subject to (ii) below, the accounts of the Loan Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid.
- (ii) The Statement of Assets and Liabilities is structured to show the overall financial position of the Fund including the total outstanding loans.

3. Loans Outstanding

	2018			2017		
	Housing Loans \$'000	Education Loans \$'000	Other Loans \$'000	Housing Loans \$'000	Education Loans \$'000	Other Loans \$'000
Balance at beginning of year	3,070,889	17,353,286	6,427,960	3,122,638	16,763,924	4,267,875
Additions						
Loan payments	286,088	2,149,970	2,353,945	242,551	2,156,277	2,270,654
Capitalised interest	51	-	135,247	78	-	124,739
	286,139	2,149,970	2,489,192	242,629	2,156,277	2,395,393
Deductions						
Loan repayments	(32,877)	(1,824,463)	(262,632)	(124,708)	(1,565,085)	(235,308)
Loans written off	(639)	(655)	(15,180)	(84)	(1,830)	-
Proceeds from sale of loans	(292,813)	-	-	(169,586)	-	-
	(326,329)	(1,825,118)	(277,812)	(294,378)	(1,566,915)	(235,308)
Balance at end of year	3,030,699	17,678,138	8,639,340	3,070,889	17,353,286	6,427,960

Further analysis of loans appears on pages 219 to 221 of the Supporting Statements.

Loan Fund

4. Investments with the Exchange Fund

(i) These are investments and deposits held under paragraph 8 of the Resolution:

	2018	2017
	\$'000	\$'000
Investments (Notes (ii) and (iii) below)	4,103,778	4,190,965
Deposits	1,476	869
	4,105,254	4,191,834

(ii) The investments represent the cost of investments together with the investment income received in the year being reported.

(iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

5. Deposits

These are moneys received from time to time from individuals or organisations for a variety of reasons and are in due course either repayable or transferable for credit to the Fund:

	2018	2017
	\$'000	\$'000
Students	23,217	21,962
Others	139	138
	23,356	22,100

6. Applied Fund

This represents the outstanding loans made from the Fund under paragraph 6 of the Resolution.

7. Available Fund

This represents funds available for making loans under paragraph 6 of the Resolution.

8. Commitments

The commitments under loan schemes operating on revolving and non-revolving bases were as follows:

	2018	2017
	\$'000	\$'000
Approved loans under loan schemes operating on non-revolving basis that were unpaid	3,373,981	5,610,481
Balance of approved loans operating on revolving basis available for granting of new loans	11,253,338	11,350,387
	14,627,319	16,960,868

Loan Fund

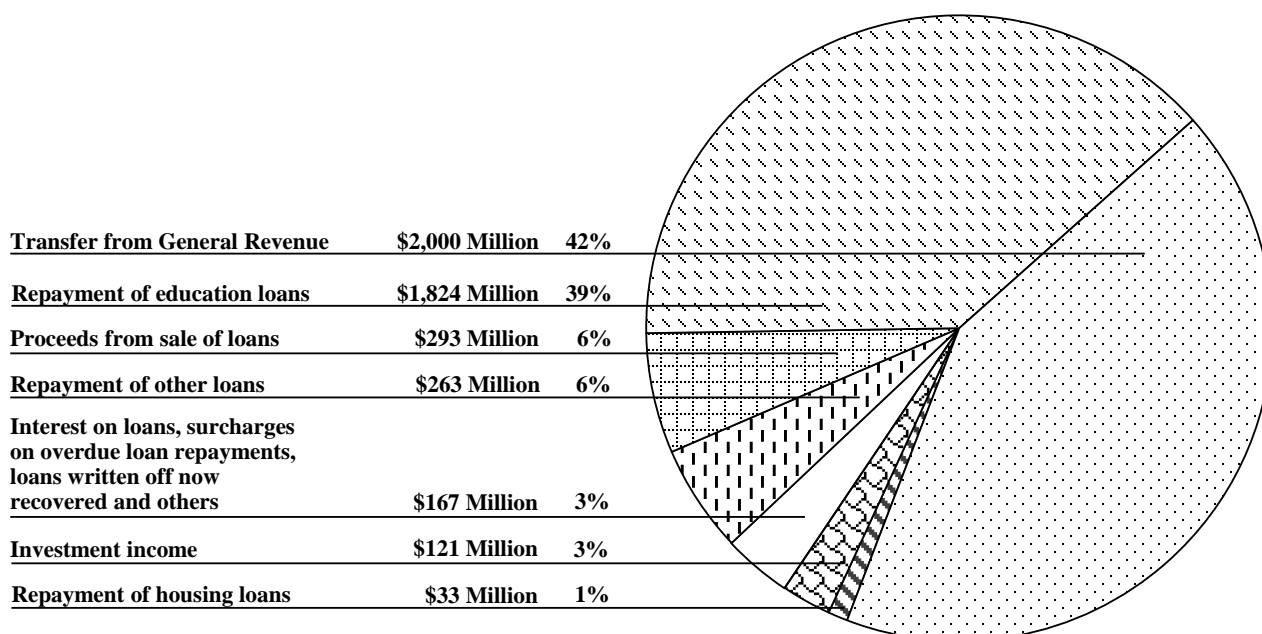
9. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Loan repayments			
Housing loans	69,444	32,877	124,708
Education loans	1,790,180	1,824,463	1,565,085
Other loans	261,319	262,632	235,308
	2,120,943	2,119,972	1,925,101
Interest on loans	159,575	162,055	151,436
Investment income			
Investments with the Exchange Fund (Note (i) below)	-	121,142	134,594
Others	-	9	4
	84,000	121,151	134,598
Surcharges on overdue loan repayments	4,949	4,847	4,730
Proceeds from sale of loans	280,966	292,813	169,586
Loans written off now recovered	-	-	1
Others	-	24	45
Transfer from General Revenue	2,000,000	2,000,000	2,000,000
	<u>4,650,433</u>	<u>4,700,862</u>	<u>4,385,497</u>

- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$168 million (comprising \$52 million for 2014 and \$116 million for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 4(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$14 million up to 31 December 2017 (2016: \$9 million), including the investment return for the calendar year 2017 amounting to \$5 million (2016: \$6 million). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$182 million (2016: \$177 million).

Loan Fund

Analysis of Receipts for the year ended 31 March 2018



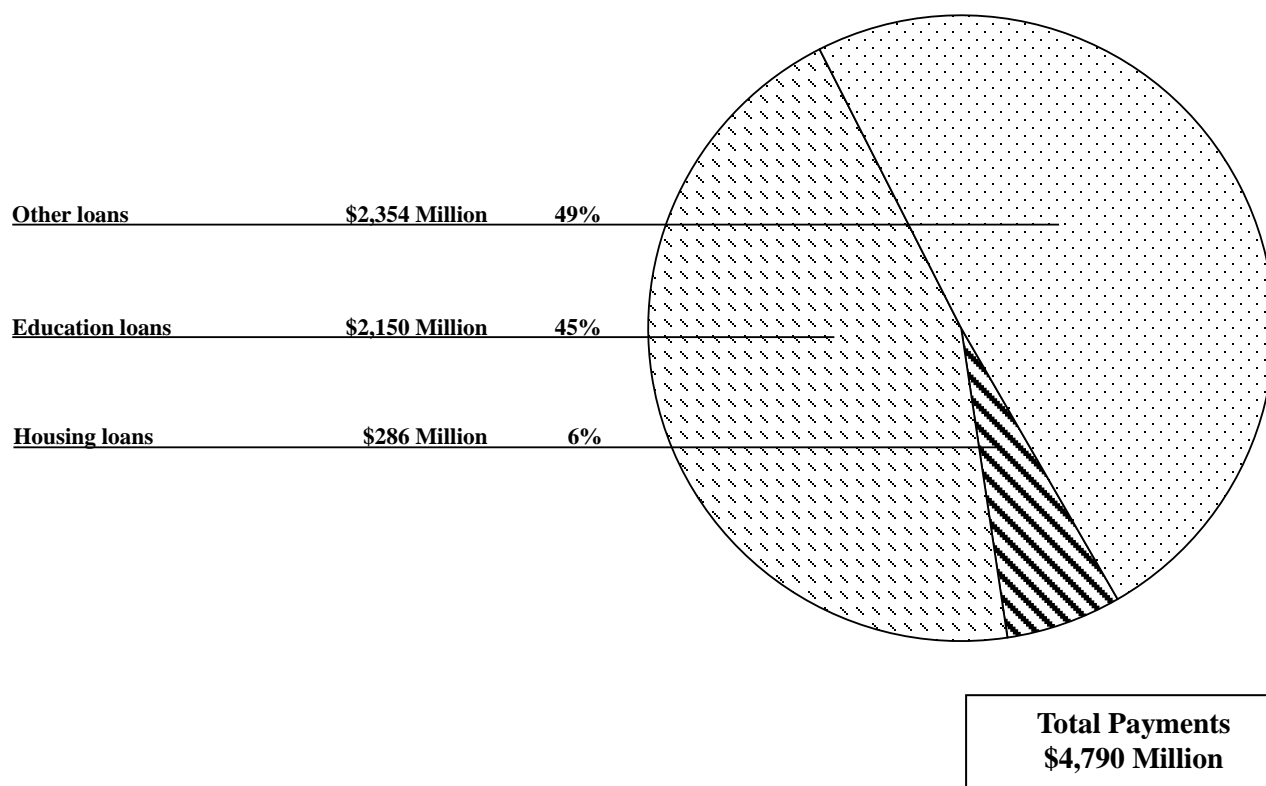
Total Receipts
\$4,701 Million

10. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Loan payments			
Housing loans	406,000	286,088	242,551
Education loans	2,301,413	2,149,970	2,156,277
Other loans	2,506,725	2,353,945	2,270,654
	5,214,138	4,790,003	4,669,482
Others	-	20	-
	5,214,138	4,790,023	4,669,482

Loan Fund

Analysis of Payments for the year ended 31 March 2018



11. Other Cash Movements

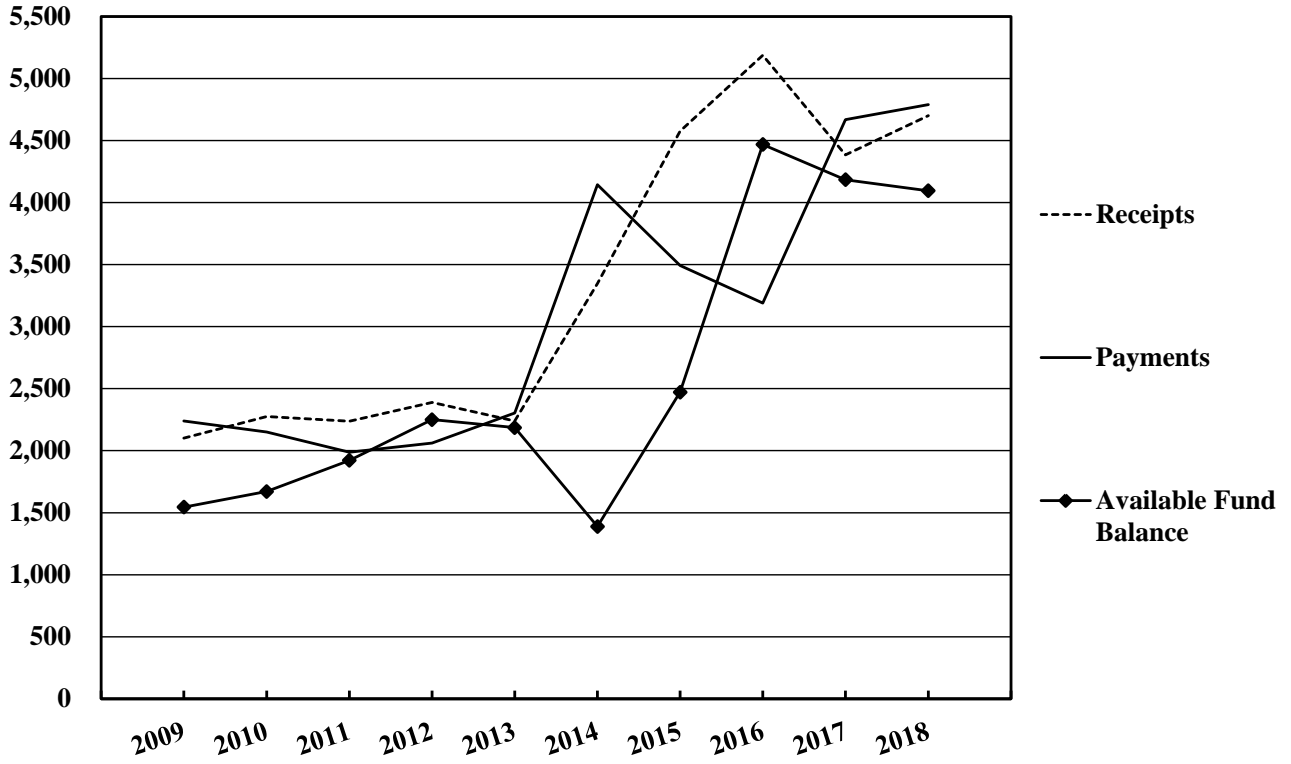
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Reduction in Assets		
Investments with the Exchange Fund	86,580	278,832
Increase in Liabilities		
Deposits	1,256	3,900
	87,836	282,732

Loan Fund

Receipts, Payments and Available Fund Balance for the years ended 31 March 2009 to 2018

\$Million



Lotteries Fund

REPORT OF THE DIRECTOR OF AUDIT



Audit Commission

The Government of the Hong Kong Special Administrative Region

Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Lotteries Fund set out on pages 98 to 103, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Lotteries Fund are prepared, in all material respects, in accordance with section 7(1) of the Government Lotteries Ordinance (Cap. 334).

Basis for opinion

I conducted my audit in accordance with section 7(1A) of the Government Lotteries Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information that I have obtained prior to the date of this auditor's report is all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed on the other information obtained prior to the date of this auditor's report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

Under section 7(1) of the Government Lotteries Ordinance, the Director of Accounting Services is responsible for the preparation of the statement of the accounts which includes a receipts and payments account and a statement of assets and liabilities. Also, in accordance with section 16(1) of the Public Finance Ordinance (Cap. 2), the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Lotteries Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Lotteries Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	23,241,894	22,786,795
Cash and bank balances		12,195	-
		23,254,089	22,786,795
Liabilities			
Deposits	4	(10,895)	(4,764)
		23,243,194	22,782,031
Representing:			
Fund Balance			
Balance at beginning of year		22,782,031	22,013,671
Surplus for the year		461,163	768,360
Balance at end of year	5	23,243,194	22,782,031

Notes 1 to 8 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Lotteries Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		-	-
Receipts	6	1,920,216	2,098,033
Payments	7	(1,459,053)	(1,329,673)
Surplus for the year		461,163	768,360
Other cash movements	8	(448,968)	(768,360)
Cash and bank balances at end of year		12,195	-

Notes 1 to 8 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Lotteries Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Lotteries Fund finances social welfare services by grants, loans and advances. It was established with effect from 30 June 1965 by a Resolution (hereinafter referred to as the Resolution) passed by the Legislative Council on the same date and subsequently deemed to have been established under section 29(3) of the Public Finance Ordinance (Cap. 2). The financial statements of the Fund are prepared in accordance with section 7 of the Government Lotteries Ordinance (Cap. 334).

2. Accounting Policy

The accounts of the Lotteries Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid. The Statement of Assets and Liabilities of the Fund excludes fixed assets, loans, investments other than those made under paragraph 2 of the Resolution, and debtors and creditors other than those deposits referred to in Note 4 below.

3. Investments with the Exchange Fund

(i) These are investments and deposits held under paragraph 2 of the Resolution:

	2018 \$'000	2017 \$'000
Investments (Notes (ii) and (iii) below)	23,241,799	22,786,703
Deposits	95	92
	<u>23,241,894</u>	<u>22,786,795</u>

(ii) The investments represent the cost of investments together with the investment income received in the year being reported.

(iii) The investment income is calculated, in accordance with an arrangement entered into with the Hong Kong Monetary Authority in 2007, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond (replacing the three-year Exchange Fund Notes with effect from 1 January 2016) for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

4. Deposits

These are moneys received from time to time from individuals or organisations for a variety of reasons and are in due course either repayable or transferable for credit to the Fund:

	2018 \$'000	2017 \$'000
Donations	6,583	1,111
Contract retention money	4,312	3,653
	<u>10,895</u>	<u>4,764</u>

Lotteries Fund

5. Commitments

The approved grants that were unpaid were as follows:

	2018	2017
	\$'000	\$'000
Grants	8,746,736	7,398,542

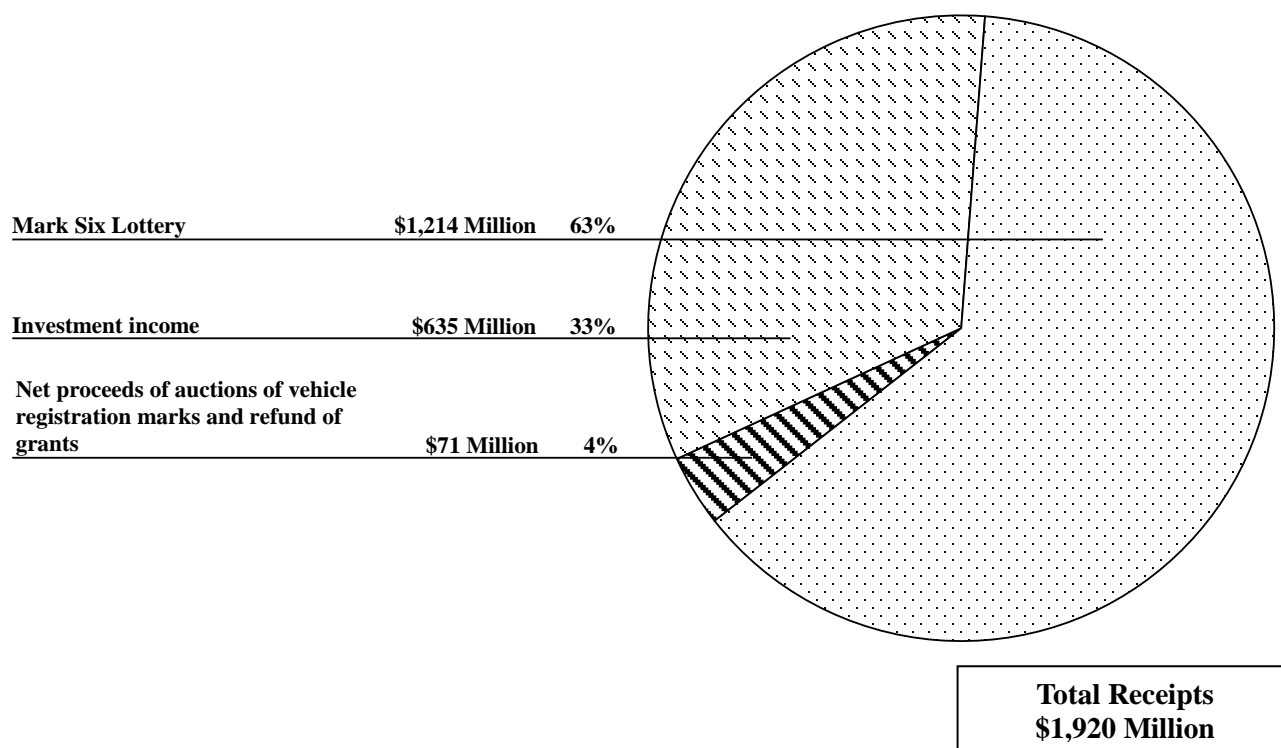
6. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Mark Six Lottery	1,411,454	1,213,983	1,276,129
Investment income			
Investments with the Exchange Fund (Note (i) below)	631,000	634,908	730,226
Net proceeds of auctions of vehicle registration marks	54,783	71,107	87,613
Donations	9,000	-	4,065
Refund of grants	-	218	-
	<u>2,106,237</u>	<u>1,920,216</u>	<u>2,098,033</u>

- (i) Pursuant to the Financial Secretary's directives, the investment incomes of the Fund for the calendar years 2014 and 2015 totalling \$1.9 billion (comprising \$0.7 billion for 2014 and \$1.2 billion for 2015), along with the investment incomes on other parts of the fiscal reserves for the two years, were set aside and retained within the Exchange Fund for the Housing Reserve, and not received in the respective financial years 2014-15 and 2015-16. The Housing Reserve was established in December 2014. As explained in the 2015-16 Budget Speech, the Housing Reserve is to provide financial resources to meet the ten-year public housing supply target. The investment income retained within the Exchange Fund earns the same rate of investment return as stipulated in Note 3(iii) and shall be received on a date as determined by the Financial Secretary. The accumulated investment return not received was \$0.15 billion up to 31 December 2017 (2016: \$0.1 billion), including the investment return for the calendar year 2017 amounting to \$0.05 billion (2016: \$0.06 billion). Together with the accumulated investment return, the sums not received as revenue of the Fund and earmarked as Housing Reserve totalled \$2.05 billion (2016: \$2 billion).

Lotteries Fund

Analysis of Receipts for the year ended 31 March 2018



7. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Grants	2,388,031	1,459,053	1,329,673
Additional commitments	439,159	-	-
	<u>2,827,190</u>	<u>1,459,053</u>	<u>1,329,673</u>

8. Other Cash Movements

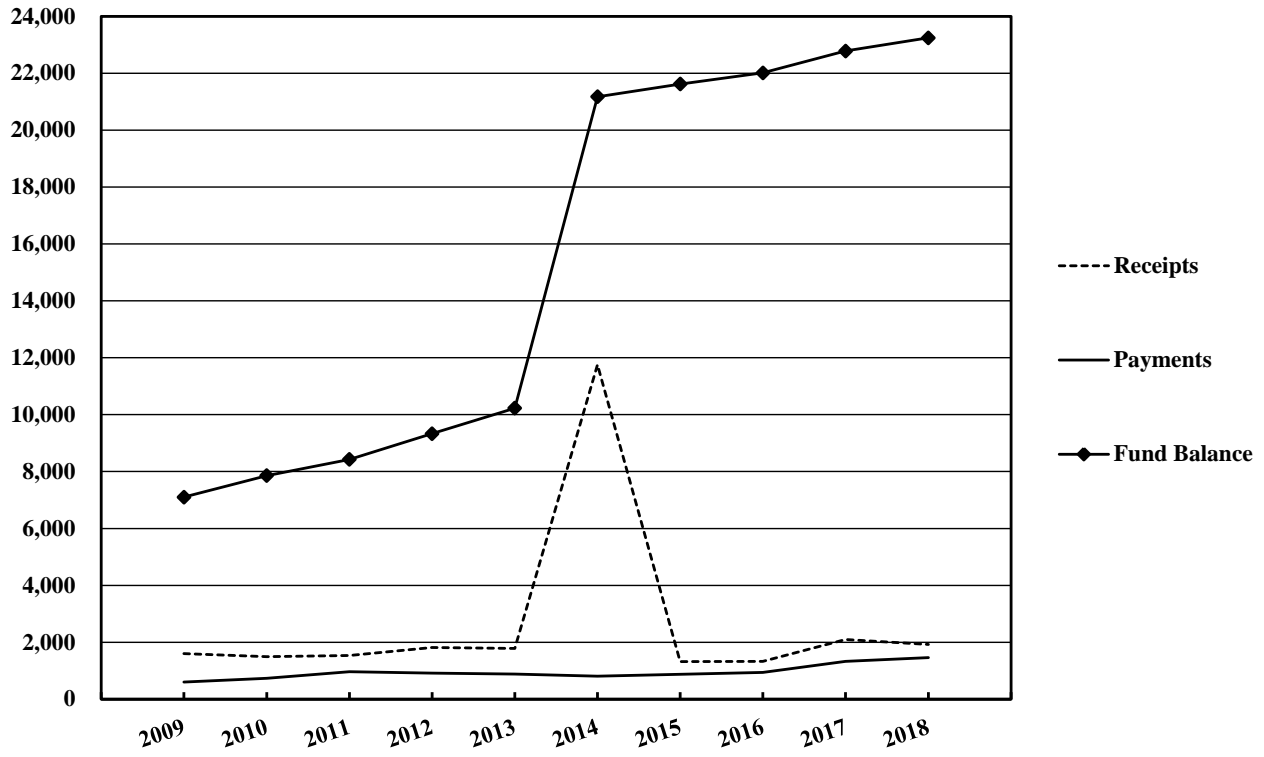
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Increase in Assets		
Investments with the Exchange Fund	(455,099)	(770,557)
Increase in Liabilities		
Deposits	6,131	2,197
	<u>(448,968)</u>	<u>(768,360)</u>

Lotteries Fund

Receipts, Payments and Fund Balance for the years ended 31 March 2009 to 2018

\$Million



Bond Fund

REPORT OF THE DIRECTOR OF AUDIT



Audit Commission

The Government of the Hong Kong Special Administrative Region

Independent Auditor's Report To the President of the Legislative Council

Opinion

I certify that I have examined and audited the financial statements of the Bond Fund set out on pages 106 to 113, which comprise the statement of assets and liabilities as at 31 March 2018, and the statement of receipts and payments for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of the Bond Fund are prepared, in all material respects, in accordance with the Public Finance Ordinance (Cap. 2) and section 11(1) of the Audit Ordinance (Cap. 122).

Basis for opinion

I conducted my audit in accordance with section 12(1) of the Audit Ordinance and the Audit Commission auditing standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of my report. I have fulfilled the independence and other ethical responsibilities in accordance with those standards. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Director of Accounting Services is responsible for the other information. The other information comprises all the information included in the Accounts of the Government of the Hong Kong Special Administrative Region for the year ended 31 March 2018 published by the Treasury, other than the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Director of Accounting Services' responsibilities for the financial statements

In accordance with section 16(1) of the Public Finance Ordinance, the Director of Accounting Services is responsible for the compilation and supervision of the accounts of the Government of the Hong Kong Special Administrative Region, for the management of accounting operations and procedures, and for ensuring that all regulations, directions or instructions made or given under the Public Finance Ordinance relating thereto and in respect of the safe custody of public moneys and its accounting are complied with.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit Commission auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit Commission auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bond Fund's internal control; and
- evaluate the appropriateness of accounting policies used by the Director of Accounting Services.

David Sun
Director of Audit

29 October 2018

Audit Commission
26th Floor
Immigration Tower
7 Gloucester Road
Wanchai, Hong Kong

Bond Fund

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Assets			
Investments with the Exchange Fund	3	138,156,390	141,378,989
Liabilities			
Deposits	4	(1,247)	-
		<u>138,155,143</u>	<u>141,378,989</u>
Representing:			
Fund Balance			
Balance at beginning of year		141,378,989	128,411,794
(Deficit)/Surplus for the year		(3,223,846)	12,967,195
Balance at end of year	5, 6	<u>138,155,143</u>	<u>141,378,989</u>

Notes 1 to 9 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Bond Fund

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31 MARCH 2018

(Expressed in Hong Kong dollars)

	Note	2018 \$'000	2017 \$'000
Cash and bank balances at beginning of year		-	-
Receipts	7	23,377,083	42,132,745
Payments	8	(26,600,929)	(29,165,550)
(Deficit)/Surplus for the year		(3,223,846)	12,967,195
Other cash movements	9	3,223,846	(12,967,195)
Cash and bank balances at end of year		-	-

Notes 1 to 9 form part of these financial statements.

Charlix WONG
Director of Accounting Services
29 August 2018



Bond Fund

NOTES TO THE FINANCIAL STATEMENTS

(Expressed in Hong Kong dollars, unless otherwise stated)

1. Purpose and Legislation

The Bond Fund was established with effect from 10 July 2009 by a Resolution (hereinafter referred to as the Resolution) passed by the Legislative Council under section 29(1) of the Public Finance Ordinance (Cap. 2) on 8 July 2009. Sums raised under the Government Bond Programme are credited to the Bond Fund. The Hong Kong Monetary Authority has been directed by the Financial Secretary to, inter alia, assist in managing the investment concerning the Bond Fund.

2. Accounting Policies

- (i) The accounts of the Bond Fund are kept on a cash basis. Transactions are recorded when moneys are received or paid. The Statement of Assets and Liabilities of the Fund excludes outstanding liabilities in respect of sums borrowed under paragraph (c)(i) of the Resolution referred to in Note 5 below, and debtors and creditors other than those deposits referred to in Note 4 below.
- (ii) Foreign currency transactions during the year are translated into Hong Kong dollars at the exchange rates ruling at the transaction dates.

3. Investments with the Exchange Fund

- (i) These are investments made under paragraph (e)(ii) of the Resolution.
- (ii) The investments represent the cost of investments together with the investment income received in the year being reported. The investment income is calculated, in accordance with a Memorandum of Understanding entered into with the Hong Kong Monetary Authority in 2014, on the basis of the average annual investment return of the Exchange Fund's Investment Portfolio for the past six years or the average annual yield of three-year government bond for the previous year subject to a minimum of zero percent, whichever is the higher. The rate of return for the calendar year 2017 was 2.8% (2016: 3.3%). The annual investment income is receivable on 31 December each year.

4. Deposits

This represents the accrued interest received from successful bidders on reopened government bonds and is to be paid as part of bond interest on the next interest payment date of the bonds:

	2018	2017
	\$'000	\$'000
Accrued interest received from successful bidders	<u>1,247</u>	<u>-</u>

5. Fund Balance

The Fund Balance includes receipts from sums borrowed for the purposes of the Bond Fund under the Loans Ordinance (Cap. 61) that are required to be credited to the Fund under paragraph (c)(i) of the Resolution. Repayments of the principal in relation to the outstanding liabilities in respect of sums borrowed are included in payments charged to the Fund under paragraphs (e)(i) and (ea)(i) of the Resolution. The liabilities totalling \$121.73 billion as at 31 March 2018 comprising the outstanding bonds with nominal value of \$98.19 billion and alternative bonds with nominal value of US\$3 billion (equivalent to \$23.54 billion as at 31 March 2018) are not included in the Statement of Assets and Liabilities (Note 6).

Bond Fund

6. Bonds Outstanding

In accordance with a resolution passed under section 3 of the Loans Ordinance in May 2013, the Government is authorized to borrow from any person from time to time for the purposes of the Bond Fund such sums not exceeding in total \$200 billion or equivalent, being the maximum amount of all borrowings made under paragraph (a) of this resolution that may be outstanding by way of principal at any time. The outstanding liabilities in respect of the sums borrowed under the Government Bond Programme are as follows:

	2018	2017
	\$'000	\$'000
Bonds		
Balance at beginning of year	103,078,440	100,500,000
Issuance of bonds under		
Tender to institutional investors	16,600,000	16,600,000
Subscription to retail investors	3,000,000	13,000,000
	19,600,000	29,600,000
Repayment of bonds issued under		
Tender to institutional investors	(14,400,000)	(17,000,000)
Subscription to retail investors	(10,084,560)	(10,021,560)
	(24,484,560)	(27,021,560)
Balance at end of year	98,193,880	103,078,440
Alternative bonds (Note (i) below)		
Balance at beginning of year	23,312,250	15,509,000
Issuance of bonds	-	7,760,200
Foreign currency translation difference	228,750	43,050
Balance at end of year (Note (ii) below)	23,541,000	23,312,250
Total outstanding bonds	121,734,880	126,390,690

- (i) Alternative bonds are denominated in United States dollars.
- (ii) The outstanding alternative bonds are translated into Hong Kong dollars at the exchange rate ruling at the end of the reporting period.

Bond Fund

6. Bonds Outstanding (Continued)

(iii) The maturities of the outstanding bonds are as follows:

	2018 \$'000	2017 \$'000
Bonds		
Within one year	23,200,000	24,400,000
After one year but within two years (Note (iv) below)	32,323,730	23,200,000
After two years but within five years (Note (v) below)	28,770,150	40,378,440
After five years	13,900,000	15,100,000
	98,193,880	103,078,440
Alternative bonds (Notes (i) and (ii) above)		
After one year but within two years	7,847,000	-
After two years but within five years	7,847,000	15,541,500
After five years	7,847,000	7,770,750
	23,541,000	23,312,250
Total outstanding bonds	121,734,880	126,390,690

(iv) The outstanding bonds included Silver Bonds with nominal value of \$2.92 billion (2017: Nil) which might be redeemed before maturity upon request from bond holders.

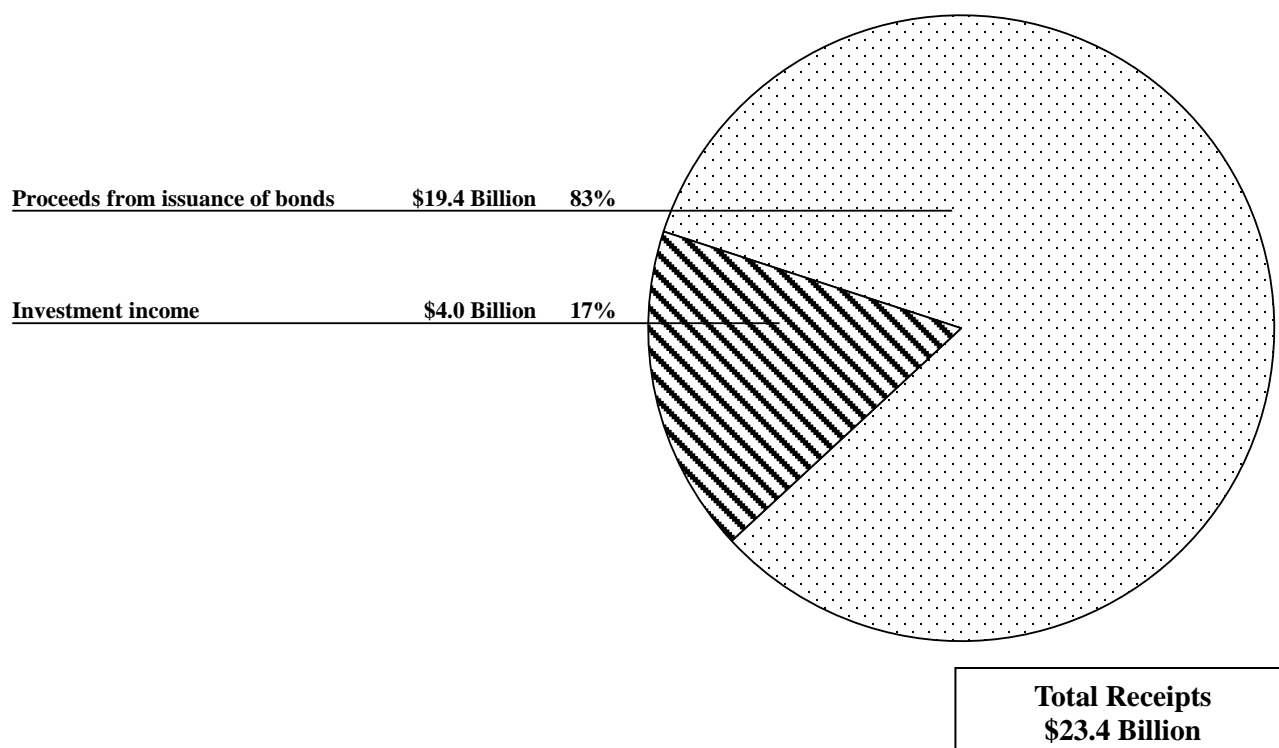
(v) The outstanding bonds included Silver Bonds with nominal value of \$2.97 billion (2017: \$2.98 billion) which might be redeemed before maturity upon request from bond holders.

7. Receipts

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Proceeds from bonds issued under			
Tender or subscription	19,600,000	19,429,445	30,039,446
Switch tender	800,000	-	-
Bond swap facility	1,000,000	-	-
	21,400,000	19,429,445	30,039,446
Proceeds from issuance of alternative bonds	-	-	7,760,200
Investment income			
Investments with the Exchange Fund	-	3,947,589	4,332,958
Others	-	49	141
	4,191,000	3,947,638	4,333,099
	25,591,000	23,377,083	42,132,745

Bond Fund

Analysis of Receipts for the year ended 31 March 2018

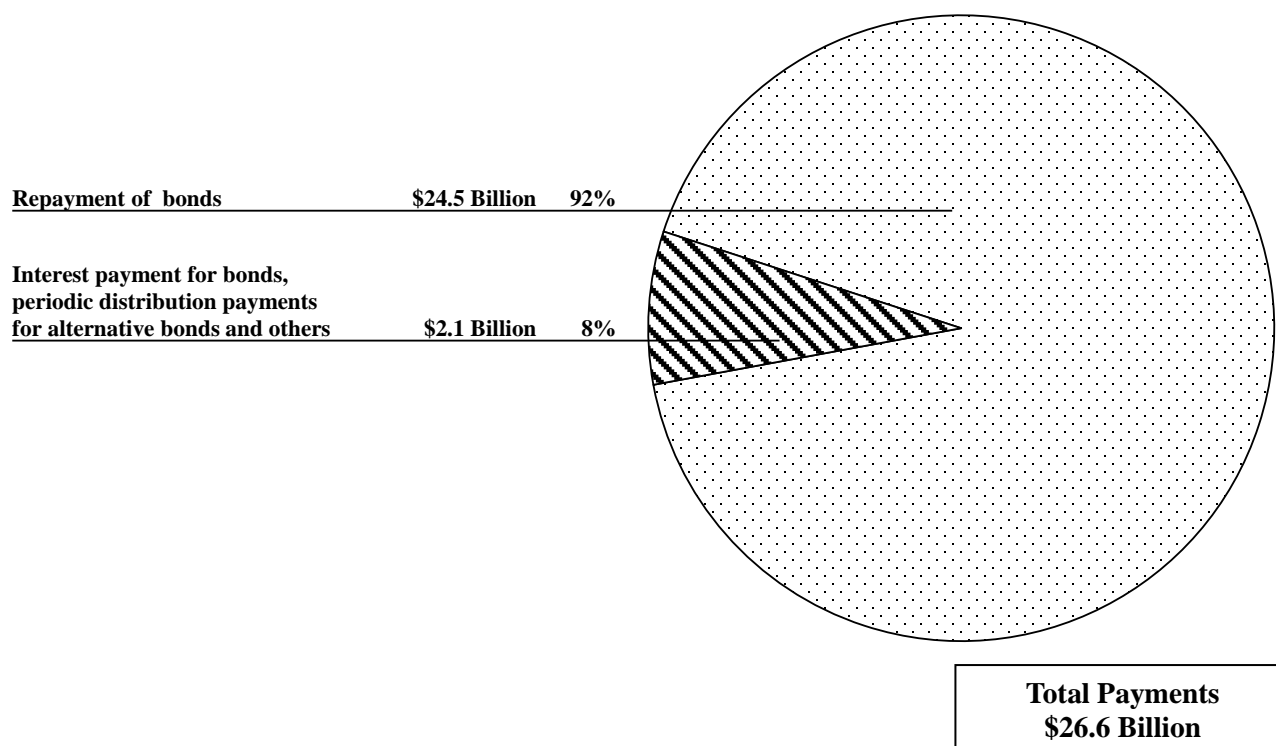


8. Payments

	2018		2017
	Original Estimate \$'000	Actual \$'000	Actual \$'000
Repayment of bonds issued under			
Tender or subscription	24,466,000	24,484,560	27,021,560
Switch tender	800,000	-	-
Bond swap facility	1,000,000	-	-
	26,266,000	24,484,560	27,021,560
Interest payment for bonds	2,072,220	1,546,777	1,805,381
Periodic distribution payments for alternative bonds	548,886	549,717	302,646
Others	20,487	19,875	35,963
	<u>28,907,593</u>	<u>26,600,929</u>	<u>29,165,550</u>

Bond Fund

Analysis of Payments for the year ended 31 March 2018



9. Other Cash Movements

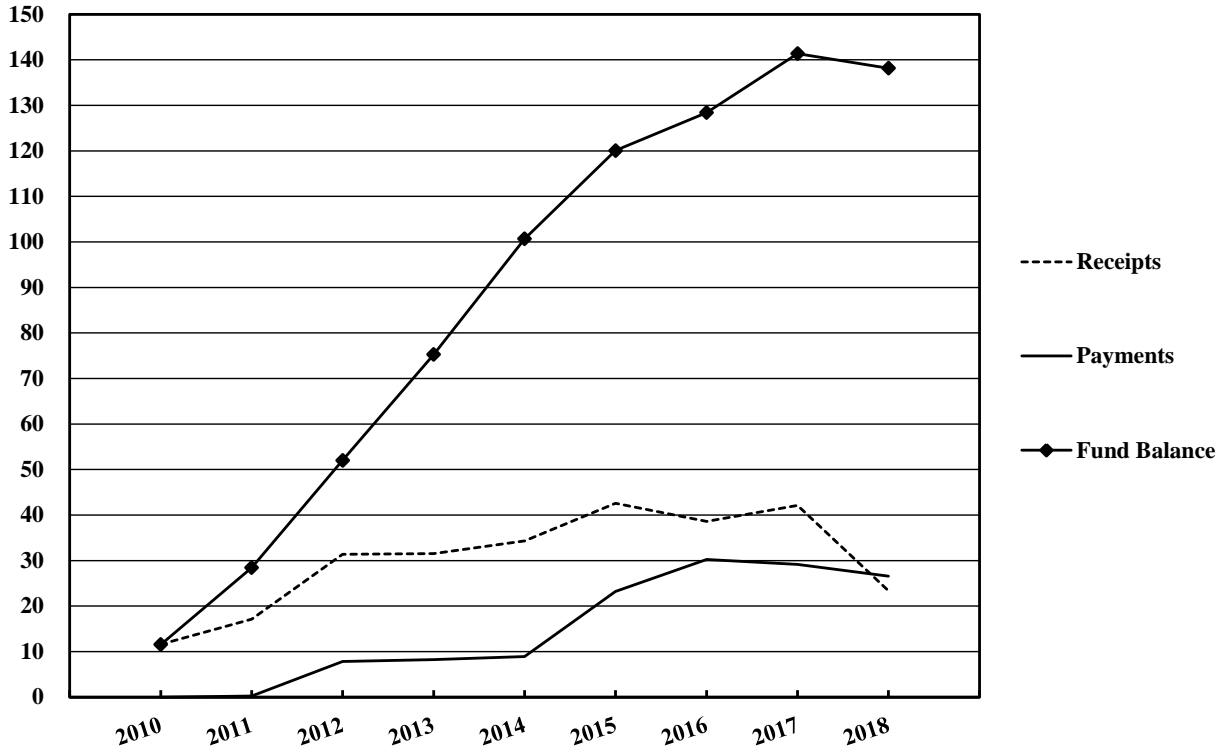
These are cash movements arising from changes in other assets and liabilities:

	2018 \$'000	2017 \$'000
Reduction/(Increase) in Assets		
Investments with the Exchange Fund	3,222,599	(12,965,619)
Increase/(Reduction) in Liabilities		
Deposits	1,247	(1,576)
	<u>3,223,846</u>	<u>(12,967,195)</u>

Bond Fund

Receipts, Payments and Fund Balance for the years ended 31 March 2010 to 2018

\$Billion



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SUPPORTING STATEMENTS

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18

(Expressed in Hong Kong dollars)

	Original Estimate \$'000	Actual \$'000
Head 1 — DUTIES		
Subhead		
010 Hydrocarbon oils	3,999,224	3,747,272
020 Alcoholic beverages	430,579	523,286
030 Other alcohol products	4,038	4,769
050 Tobacco	6,499,615	6,425,638
Total	<u>10,933,456</u>	<u>10,700,965</u>
Head 2 — GENERAL RATES		
Subhead		
030 General Rates	<u>21,427,000</u>	<u>22,203,177</u>
Head 3 — INTERNAL REVENUE		
Subhead		
010 Bets and sweeps tax	21,552,423	21,959,119
030 Earnings and profits tax —		
020 Profits tax	139,000,000	139,100,219
030 Personal assessment	4,800,000	5,342,499
040 Property tax	3,200,000	3,447,839
050 Salaries tax	61,855,000	60,838,782
050 Estate duty	15,000	31,289
070 Stamp duties	53,000,000	95,172,761
080 Air passenger departure tax	2,719,840	2,736,811
Total	<u>286,142,263</u>	<u>328,629,319</u>
Head 4 — MOTOR VEHICLE TAXES		
Subhead		
010 First registration	<u>7,705,656</u>	<u>8,594,290</u>
Head 5 — FINES, FORFEITURES AND PENALTIES		
Subhead		
010 Court fines and statutory penalties	571,888	971,133
020 Forfeitures	106,404	528,202
030 Fixed penalty system (Traffic Contraventions)	544,672	607,015
040 Fixed penalty system (Criminal Proceedings)	206,553	214,876
050 Payments by civil servants	3,490	5,954
060 Fixed penalty system (Motor Vehicle Idling)	17	12
Total	<u>1,433,024</u>	<u>2,327,192</u>

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Actual \$'000
Head 6 — ROYALTIES AND CONCESSIONS		
Subhead		
020 Quarries and mining	101,762	129,433
030 Bridges and tunnels	2,299,888	2,301,464
070 Petrol filling	2,094	2,126
100 Parking	418,046	434,075
170 Vehicle examination	49,871	50,044
201 Slaughterhouse concessions	28,009	29,001
202 Other royalties and concessions	295,516	295,814
Total	3,195,186	3,241,957
 Head 7 — PROPERTIES AND INVESTMENTS		
Subhead		
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	2,104,814	2,471,898
020 Rents from government quarters	876,650	886,862
030 Rents from government properties	1,612,701	1,657,376
040 Investment income and interest	15,124,000	15,625,529
060 Returns on equity investments in statutory agencies/corporations	9,756,015	10,885,314
080 Recovery from Housing Authority under current financial arrangement	578,922	242,898
090 Government rents charged at 3% of rateable values in accordance with the Government Rent (Assessment and Collection) Ordinance (Cap. 515)	10,994,000	11,501,398
Total	41,047,102	43,271,275
 Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS		
Subhead		
010 Repayments of loans and advances	-	23
020 Pension contributions	4,637	4,349
030 Recovery of salaries and staff on-costs	3,227,063	2,844,887
040 Light and fuel in government buildings	23,498	21,223
050 Recovery of overpayments and losses	532,020	891,792
090 Other receipts	894,301	1,298,497

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

		Original Estimate \$'000	Actual \$'000
Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS (Continued)			
Subhead			
110	Payments made by Trading Funds —		
001	Payments of notional profits tax (Note (a))	126,790	32,791
002	Payments for “insurance” premium	3,401	3,533
003	Reimbursements by trading funds arising from policy on “insurance”	267	422
	Total	<u>4,811,977</u>	<u>5,097,517</u>
Head 10 — UTILITIES			
Subhead			
040	Marine ferry terminals —		
010	Berthing fee	42,228	43,812
020	Embarkation fee	143,890	153,680
030	Others	6,191	5,984
070	Waterworks —		
010	Chargeable water	2,600,800	2,692,069
020	Fees and licences	23,600	21,214
040	Others	13,940	12,230
080	Sewage services —		
010	Sewage charge	1,167,200	1,196,331
020	Trade effluent surcharge	229,700	241,446
030	Others	5,002	5,614
	Total	<u>4,232,551</u>	<u>4,372,380</u>
Head 11 — FEES AND CHARGES			
Subhead			
022	Agriculture, Fisheries and Conservation Department —		
010	Markets	89,375	89,155
020	Agricultural services and products	316	2,934
030	Others	37,413	42,448
024	Audit Commission	12,274	11,473
025	Architectural Services Department —		
025	Services to trading funds and subvented projects	395	1,475
030	Others	455	455
026	Census and Statistics Department	7,164	7,198
027	Civil Aid Service	37	30

Note:

- (a) In light of the judgment of the Court of Final Appeal on the judicial review case of the Office of the Communications Authority Trading Fund on 27 December 2017, trading funds are no longer required to pay notional profits tax to the Government. In 2017-18, notional profits tax received, before 27 December 2017, as revenue of the General Revenue Account from trading funds totalled \$33 million (2017: \$205 million).

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

		Original Estimate \$'000	Actual \$'000
Head 11 — FEES AND CHARGES (Continued)			
Subhead			
028	Civil Aviation Department —		
010	Services to the Airport Authority	840,210	675,166
020	Aircraft en route navigation charges	346,087	374,560
030	Licences	75,956	67,761
040	Others	919	672
030	Correctional Services Department —		
010	Recovery other than cost of raw materials for correctional services industries	447	117
015	Laundry charges	3,244	3,252
020	Others	195	148
031	Customs and Excise Department —		
010	Import and export declarations	851,400	970,708
020	Bonded warehouse supervision charges	487	476
030	Clothing industry training levy service charges	56	52
040	Denaturing fees	291	278
071	Import and export licences	2,136	2,899
072	Warehouse licences	828	856
080	Miscellaneous licences	1,745	1,784
090	Storage fees	1	-
100	Others	16,541	39,732
032	Companies Registry —		
010	Licence and other fees	22,817	19,460
033	Civil Engineering and Development Department —		
010	Works executed on private account	484	6,677
011	Dangerous goods, mining and prospecting licences	1,945	1,817
012	Explosives permit and storage fees	24,110	15,388
013	Mud disposal	6,465	9,250
014	Disposal of construction waste at public fill reception facilities	1,108,000	793,358
030	Others	286	343
037	Department of Health —		
010	Dangerous drugs, pharmacy, poisons and other licences	24,818	24,265
030	Out-patient charges	37,534	38,107
040	Dental charges	8,598	8,598
050	Medical and health charges other than hospital, out-patient and dental charges	28,257	33,958
060	Registrations and certificates of medical and supplementary medical professionals	35,906	37,385
070	Others	549	1,387

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Actual \$'000
Head 11 — FEES AND CHARGES (Continued)		
Subhead		
039	Drainage Services Department —	
010	8	181
030	1,175	2,225
042	Electrical and Mechanical Services Department —	
025	44,120	41,577
027	52,908	50,655
030	14	7
044	Environmental Protection Department —	
010	28,000	36,545
015	5,200	6,091
017	236,300	228,687
020	18,918	18,438
030	686	1,331
045	Fire Services Department —	
010	12,544	12,620
012	8,982	9,618
020	1,573	2,223
047	7,866	9,151
	Government Secretariat: Office of the Government Chief Information Officer	
048	Government Laboratory —	
015	1,976	1,825
020	4,891	4,740
049	Food and Environmental Hygiene Department —	
010	131,889	126,647
020	19,945	20,780
030	65,518	68,901
040	3,966	5,562
051	Government Property Agency —	
010	65,534	65,646
020	8,793	6,836
055	1,040	993
	Government Secretariat: Commerce and Economic Development Bureau (Communications and Creative Industries Branch)	
059	Government Logistics Department —	
010	256,675	263,318
020	21,492	21,715
030	22,824	24,496
040	12,929	10,227

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Actual \$'000
Head 11 — FEES AND CHARGES (Continued)		
Subhead		
060	Highways Department —	
010	Works executed on private account	1,021
020	Excavation permits	167,671
030	Others	2,128
063	Home Affairs Department —	
015	Guesthouse licences	1,462
016	Clubhouse certificates	13,120
020	Karaoke establishments licences and permits	19
021	Entertainment licences	13,637
030	Others	2,759
070	Immigration Department —	
012	Chinese nationality applications	5,858
020	Travel documents	302,786
030	Visas, entry permits and extension of stay	140,595
040	Certification fees	11,519
060	Replacement of identity cards	49,099
070	Births and deaths registration fees	40,008
080	Marriage registration fees	71,283
090	Others	13,003
074	Information Services Department —	
010	Sale of publications	4,050
020	Others	943
076	Inland Revenue Department —	
010	Business registration fees	2,600,000
020	Others	22,000
078	Intellectual Property Department —	
010	Patents fees	22,712
020	Trade marks fees	178,554
030	Registered designs fees	7,783
040	Others	88
080	Judiciary —	
010	Commission	7,132
020	Court fees	151,212
030	Possession	214
040	Others	16,901

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

		Original Estimate \$'000	Actual \$'000
Head 11 — FEES AND CHARGES (Continued)			
Subhead			
082	Buildings Department —		
010	Buildings Ordinance fees	251,523	282,877
020	Works executed on private account	78	64
030	Others	2,259	1,483
090	Labour Department	31,729	31,891
091	Lands Department —		
010	Administrative and legal land services	68,416	60,195
012	Lands Department consent fees and Government lease fees	4,406	7,700
013	Administrative fees for conveyancing services for FSI	210	318
020	Excavation permits	11,146	11,944
040	Works executed on private account	53	677
042	Services to KCRC	26,811	22,426
046	Services to MTRCL	28,452	31,277
050	Others	26,416	27,061
092	Department of Justice	2,463	2,254
094	Legal Aid Department	346,785	323,991
095	Leisure and Cultural Services Department —		
010	Admission and hire charges	733,833	790,734
020	Programme entry fees for recreational and sports activities	40,828	40,275
030	Licences	340	347
040	Others	28,079	34,592
100	Marine Department —		
010	Anchorage	20,087	37,076
020	Buoy	22,600	22,555
030	Permit fees	117,394	118,282
040	Cargo working area charges	124,819	119,010
050	Examination and registration fees	127,608	123,215
070	Vessel licences	42,992	43,437
080	Port and light dues	120,210	112,467
090	Port clearance fees	11,154	11,010
100	Survey fees	23,289	24,423
110	Others	5,544	6,556

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

		Original Estimate \$'000	Actual \$'000
Head 11 — FEES AND CHARGES (Continued)			
Subhead			
116	Official Receiver's Office —		
	010 Bankruptcy	114,511	228,962
	020 Liquidation	27,725	27,494
122	Hong Kong Police Force —		
	010 Confirmation of criminal record	10,425	11,814
	020 Establishments and trades licences	1,844	1,992
	025 Security personnel permits	12,831	10,155
	030 Others	8,225	7,674
143	Government Secretariat: Civil Service Bureau —		
	010 Translation and interpretation services	7,688	8,371
	020 Training and development services	4,704	6,558
	030 Others	712	694
148	Government Secretariat: Financial Services and the Treasury Bureau (Financial Services Branch) —		
	010 Insurance companies	18,825	7,048
	030 Others	4	6
151	Government Secretariat: Security Bureau —		
	010 Security companies	18,455	18,351
	090 Others	50	49
152	Government Secretariat: Commerce and Economic Development Bureau (Commerce, Industry and Tourism Branch)	-	206
155	Government Secretariat: Innovation and Technology Commission	12,534	13,822
156	Government Secretariat: Education Bureau —		
	020 Grant and subsidised schools provident funds — supervision fees	5,900	5,813
	030 Others	3,700	3,976
160	Radio Television Hong Kong	1,360	1,490
162	Rating and Valuation Department	3,899	4,302
168	Hong Kong Observatory —		
	010 Services to the Airport Authority	114,208	108,331
	020 Others	1,019	1,065
170	Social Welfare Department —		
	010 Traffic Accident Victims Assistance Scheme administration fee	22,066	23,278
	020 Others	802	906
173	Working Family and Student Financial Assistance Agency	34,020	31,891

General Revenue Account

STATEMENT OF REVENUE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

		Original Estimate \$'000	Actual \$'000
Head 11 — FEES AND CHARGES (Continued)			
Subhead			
180	Office for Film, Newspaper and Article Administration —		
	020 Film censorship fees	4,246	4,098
	030 Others	713	717
181	Trade and Industry Department —		
	010 Application fees for certificates of origin	170	177
	040 Others	4,474	5,174
186	Transport Department —		
	010 Vehicle and driving licences	4,133,359	4,158,215
	030 Transfer of vehicle and registration mark, driving test and permits	341,885	370,742
	040 Traffic Accident Victims Assistance Scheme administration fee	2,003	2,369
	050 Vehicle examination fees	62,057	63,859
	055 Personalized vehicle registration mark	26,013	41,282
	060 Others	16,687	17,784
188	Treasury —		
	040 Others	64,518	62,517
200	Other bureaux/departments	44,352	47,519
	Total	<u>15,816,572</u>	<u>15,892,998</u>
Grand total		<u>396,744,787</u>	<u>444,331,070</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18

(Expressed in Hong Kong dollars)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 21 — CHIEF EXECUTIVE'S OFFICE			
Subhead			
000 Operational expenses	117,363	117,363	116,930
Head 22 — AGRICULTURE, FISHERIES AND CONSERVATION DEPARTMENT			
Subhead			
000 Operational expenses	1,323,962	1,319,168	1,269,044
700 General non-recurrent	145,022	145,022	41,026
600 Works	7,544	7,544	3,828
603 Plant, vehicles and equipment	13,010	13,010	6,959
609 Minor irrigation works in the New Territories (block vote)	2,827	2,827	2,310
610 Minor recreational facilities and roadworks in country parks (block vote)	11,187	11,187	10,041
661 Minor plant, vehicles and equipment (block vote)	18,295	23,089	23,087
Total Expenditure	1,521,847	1,521,847	1,356,295
Head 25 — ARCHITECTURAL SERVICES DEPARTMENT			
Subhead			
000 Operational expenses	2,040,883	2,065,455	2,065,093
661 Minor plant, vehicles and equipment (block vote)	2,100	2,100	343
Total Expenditure	2,042,983	2,067,555	2,065,436
Head 24 — AUDIT COMMISSION			
Subhead			
000 Operational expenses	169,191	170,120	169,548
Head 23 — AUXILIARY MEDICAL SERVICE			
Subhead			
000 Operational expenses	96,195	96,195	92,513
661 Minor plant, vehicles and equipment (block vote)	1,740	1,740	1,740
Total Expenditure	97,935	97,935	94,253
Head 82 — BUILDINGS DEPARTMENT			
Subhead			
000 Operational expenses	1,351,836	1,362,726	1,362,507
227 Payment for Land Registry/Companies Registry Trading Fund services	31,094	31,564	31,555
Total Expenditure	1,382,930	1,394,290	1,394,062

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 *(Continued)*

		Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 26 — CENSUS AND STATISTICS DEPARTMENT				
Subhead				
000	Operational expenses	<u>665,767</u>	<u>665,767</u>	<u>644,351</u>
Head 27 — CIVIL AID SERVICE				
Subhead				
000	Operational expenses	<u>109,468</u>	<u>109,468</u>	<u>109,414</u>
Head 28 — CIVIL AVIATION DEPARTMENT				
Subhead				
000	Operational expenses	976,030	987,030	985,884
170	Airport insurance	5,200	5,200	3,693
661	Minor plant, vehicles and equipment (block vote)	<u>13,500</u>	<u>13,500</u>	<u>13,477</u>
	Total Expenditure	<u>994,730</u>	<u>1,005,730</u>	<u>1,003,054</u>
Head 33 — CIVIL ENGINEERING AND DEVELOPMENT DEPARTMENT				
Subhead				
000	Operational expenses	2,840,492	2,835,849	2,533,136
700	General non-recurrent	150	150	14
661	Minor plant, vehicles and equipment (block vote)	<u>4,837</u>	<u>9,480</u>	<u>9,114</u>
	Total Expenditure	<u>2,845,479</u>	<u>2,845,479</u>	<u>2,542,264</u>
Head 30 — CORRECTIONAL SERVICES DEPARTMENT				
Subhead				
000	Operational expenses	3,666,699	3,701,761	3,686,844
118	Provisions for institutions	78,890	78,890	78,828
193	Earnings scheme for persons in custody	39,220	43,000	42,827
700	General non-recurrent	-	350	350
603	Plant, vehicles and equipment	8,693	8,693	3,677
661	Minor plant, vehicles and equipment (block vote)	<u>45,551</u>	<u>55,551</u>	<u>52,259</u>
	Total Expenditure	<u>3,839,053</u>	<u>3,888,245</u>	<u>3,864,785</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 31 — CUSTOMS AND EXCISE DEPARTMENT				
Subhead				
000		3,502,639	3,529,870	3,529,274
103		11,000	12,400	12,205
292		51,500	47,050	45,720
603		46,707	46,707	11,686
661		41,063	41,063	31,722
		<u>3,652,909</u>	<u>3,677,090</u>	<u>3,630,607</u>
Head 37 — DEPARTMENT OF HEALTH				
Subhead				
000		8,669,365	8,669,365	8,257,777
003	819,000	-	-	808,232
	<u>Deduct reimbursements</u>	-	-	<u>(808,232)</u>
700		477	477	151
603		22,788	22,788	8,785
661		83,914	83,914	55,158
974		1,674	1,674	883
975		2,540	2,540	1,156
		<u>8,780,758</u>	<u>8,780,758</u>	<u>8,323,910</u>
Head 92 — DEPARTMENT OF JUSTICE				
Subhead				
000		1,642,070	1,642,070	1,425,621
234		329,120	329,120	215,943
700		736	736	67
		<u>1,971,926</u>	<u>1,971,926</u>	<u>1,641,631</u>
Head 39 — DRAINAGE SERVICES DEPARTMENT				
Subhead				
000		2,600,249	2,610,149	2,609,670
603		2,385	3,430	3,388
661		34,020	34,020	33,870
		<u>2,636,654</u>	<u>2,647,599</u>	<u>2,646,928</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 *(Continued)*

		Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 42 — ELECTRICAL AND MECHANICAL SERVICES DEPARTMENT				
Subhead				
000	Operational expenses	483,267	491,477	466,642
661	Minor plant, vehicles and equipment (block vote)	34,899	34,899	34,896
696	Energy saving projects in government buildings (block vote)	150,000	150,000	149,751
	Total Expenditure	<u>668,166</u>	<u>676,376</u>	<u>651,289</u>
Head 44 — ENVIRONMENTAL PROTECTION DEPARTMENT				
Subhead				
000	Operational expenses	1,801,588	1,787,863	1,678,166
297	Fees for operation of waste facilities	2,157,961	2,157,961	1,946,342
700	General non-recurrent	2,161,770	2,161,770	1,619,721
605	Minor capital works (block vote)	1,667	2,332	1,537
661	Minor plant, vehicles and equipment (block vote)	10,756	10,756	5,911
	Total Expenditure	<u>6,133,742</u>	<u>6,120,682</u>	<u>5,251,677</u>
Head 45 — FIRE SERVICES DEPARTMENT				
Subhead				
000	Operational expenses	5,585,480	5,676,175	5,675,389
603	Plant, vehicles and equipment	104,672	104,672	78,936
661	Minor plant, vehicles and equipment (block vote)	186,697	186,697	36,683
690	Town ambulances (block vote)	172,975	172,975	102,992
	Total Expenditure	<u>6,049,824</u>	<u>6,140,519</u>	<u>5,894,000</u>
Head 49 — FOOD AND ENVIRONMENTAL HYGIENE DEPARTMENT				
Subhead				
000	Operational expenses	6,602,212	6,614,700	6,609,134
700	General non-recurrent	52,078	59,711	38,700
661	Minor plant, vehicles and equipment (block vote)	121,908	131,908	131,180
	Total Expenditure	<u>6,776,198</u>	<u>6,806,319</u>	<u>6,779,014</u>
Head 46 — GENERAL EXPENSES OF THE CIVIL SERVICE				
Subhead				
001	Salaries	83,573	83,573	81,669
006	Recoverable salaries and allowances (Companies Registry Trading Fund)	187,000	-	151,972
	<i>Deduct</i> reimbursements	<u>(187,000)</u>	-	<u>(151,972)</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 46 — GENERAL EXPENSES OF THE CIVIL SERVICE (Continued)				
Subhead				
008 Recoverable salaries and allowances (Hong Kong Monetary Authority)	9,490	-	-	9,305
<i>Deduct reimbursements</i>	<u>(9,490)</u>	-	-	(9,305)
009 Recoverable salaries and allowances (Land Registry Trading Fund)	227,411	-	-	210,365
<i>Deduct reimbursements</i>	<u>(227,411)</u>	-	-	(210,365)
081 Recoverable salaries and allowances (Office of the Communications Authority Trading Fund)	235,911	-	-	229,349
<i>Deduct reimbursements</i>	<u>(235,911)</u>	-	-	(229,349)
082 Recoverable salaries and allowances (Post Office Trading Fund)	1,848,000	-	-	1,835,212
<i>Deduct reimbursements</i>	<u>(1,848,000)</u>	-	-	(1,835,212)
083 Recoverable salaries and allowances (Electrical and Mechanical Services Trading Fund)	1,718,419	-	-	1,605,674
<i>Deduct reimbursements</i>	<u>(1,718,419)</u>	-	-	(1,605,674)
084 Recoverable salaries and allowances (Legal Aid Services Council)	2,873	-	-	2,873
<i>Deduct reimbursements</i>	<u>(2,873)</u>	-	-	(2,873)
010 Recruiting expenses		900	1,030	1,010
011 Civil service examinations		11,719	12,331	12,325
013 Personal allowances		597,420	597,420	525,981
014 Home purchase allowance		777,000	777,000	727,296
020 Payments to estates of deceased officers		22,000	22,000	14,536
022 Passages		157,000	157,000	128,348
023 Quartering		5,598	5,598	5,586
024 Staff relief and welfare		4,564	4,564	4,108
025 Long and Meritorious Service Travel Award Scheme		114,050	114,050	105,043
028 Legal assistance		1,500	1,500	531
032 Accommodation allowance		13,600	13,600	11,682
033 Home financing allowance		441,000	441,000	407,108
037 Pensioners' welfare fund		1,100	1,100	1,050
038 Private tenancy allowance		147,000	147,000	123,918

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 46 — GENERAL EXPENSES OF THE CIVIL SERVICE (Continued)			
Subhead			
039 Rent allowance	870	870	457
040 Non-accountable cash allowance	1,444,000	1,444,000	1,234,733
041 Mandatory Provident Fund contribution	380	380	187
042 Civil Service Provident Fund contribution	3,466	3,466	2,924
Total Expenditure	<u>3,826,740</u>	<u>3,827,482</u>	<u>3,388,492</u>
Head 166 — GOVERNMENT FLYING SERVICE			
Subhead			
000 Operational expenses	318,647	304,347	303,664
200 Insurance of aircraft	550	550	429
603 Plant, vehicles and equipment	349,251	349,251	93,323
631 Aircraft components, component overhaul and safety equipment (block vote)	106,027	116,027	115,931
661 Minor plant, vehicles and equipment (block vote)	1,800	6,100	4,001
Total Expenditure	<u>776,275</u>	<u>776,275</u>	<u>517,348</u>
Head 48 — GOVERNMENT LABORATORY			
Subhead			
000 Operational expenses	405,981	411,931	411,902
603 Plant, vehicles and equipment	4,640	8,620	8,618
661 Minor plant, vehicles and equipment (block vote)	53,297	53,297	52,806
Total Expenditure	<u>463,918</u>	<u>473,848</u>	<u>473,326</u>
Head 59 — GOVERNMENT LOGISTICS DEPARTMENT			
Subhead			
000 Operational expenses	420,385	416,592	416,182
003 Recoverable salaries and allowances (General)	14,500	-	11,548
Deduct reimbursements	<u>(14,500)</u>	-	<u>(11,548)</u>
224 Motor Insurers' Bureau — government contribution	103	82	82
225 Traffic Accident Victims Assistance Scheme — levies	940	898	898
226 Allocated stores: local landing charges	10	-	-
267 Unallocated stores: suspense account adjustment	1	-	-
661 Minor plant, vehicles and equipment (block vote)	7,351	11,189	11,186
691 General purpose vehicles (block vote)	191,000	191,029	191,029
Total Expenditure	<u>619,790</u>	<u>619,790</u>	<u>619,377</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000	
Head 51 — GOVERNMENT PROPERTY AGENCY				
Subhead				
000	Operational expenses	1,891,343	1,885,743	1,885,092
661	Minor plant, vehicles and equipment (block vote)	51,371	51,371	51,200
	Total Expenditure	<u>1,942,714</u>	<u>1,937,114</u>	<u>1,936,292</u>
Head 143 — GOVERNMENT SECRETARIAT: CIVIL SERVICE BUREAU				
Subhead				
000	Operational expenses	<u>600,626</u>	<u>599,884</u>	<u>589,318</u>
Head 152 — GOVERNMENT SECRETARIAT: COMMERCE AND ECONOMIC DEVELOPMENT BUREAU (COMMERCE, INDUSTRY AND TOURISM BRANCH)				
Subhead				
000	Operational expenses	2,029,442	2,029,442	1,933,956
700	General non-recurrent	484,319	484,319	30,360
970	Consumer Council (block vote)	1,873	1,873	1,873
	Total Expenditure	<u>2,515,634</u>	<u>2,515,634</u>	<u>1,966,189</u>
Head 55 — GOVERNMENT SECRETARIAT: COMMERCE AND ECONOMIC DEVELOPMENT BUREAU (COMMUNICATIONS AND CREATIVE INDUSTRIES BRANCH)				
Subhead				
000	Operational expenses	163,655	160,085	154,224
700	General non-recurrent	245,714	245,714	212,140
	Total Expenditure	<u>409,369</u>	<u>405,799</u>	<u>366,364</u>
Head 144 — GOVERNMENT SECRETARIAT: CONSTITUTIONAL AND MAINLAND AFFAIRS BUREAU				
Subhead				
000	Operational expenses	684,899	684,899	684,134
700	General non-recurrent	3,200	3,200	1,981
88B	Office of the Privacy Commissioner for Personal Data — minor plant, vehicles and equipment (block vote)	467	467	467
88D	Equal Opportunities Commission — maintenance, repairs and minor improvements (block vote)	9,500	9,500	9,500
	Total Expenditure	<u>698,066</u>	<u>698,066</u>	<u>696,082</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

		Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 138 — GOVERNMENT SECRETARIAT: DEVELOPMENT BUREAU (PLANNING AND LANDS BRANCH)				
Subhead				
000	Operational expenses	237,650	231,650	227,624
700	General non-recurrent	<u>155,000</u>	<u>155,000</u>	155,000
	Total Expenditure	<u><u>392,650</u></u>	<u><u>386,650</u></u>	<u><u>382,624</u></u>
Head 159 — GOVERNMENT SECRETARIAT: DEVELOPMENT BUREAU (WORKS BRANCH)				
Subhead				
000	Operational expenses	438,607	427,443	424,287
700	General non-recurrent	<u>67,071</u>	<u>67,071</u>	37,383
	Total Expenditure	<u><u>505,678</u></u>	<u><u>494,514</u></u>	<u><u>461,670</u></u>
Head 156 — GOVERNMENT SECRETARIAT: EDUCATION BUREAU				
Subhead				
000	Operational expenses	55,345,360	56,969,656	56,928,208
003	Recoverable salaries and allowances (General)	6,600	-	6,597
	<i>Deduct reimbursements</i>	<u>(6,600)</u>	-	(6,597)
700	General non-recurrent	1,097,614	2,297,614	2,199,729
661	Minor plant, vehicles and equipment (block vote)	8,791	8,791	8,443
871	Vocational Training Council	18,869	28,573	28,573
898	Codes of Aid for existing schools — furniture and equipment (block vote)	626	626	324
900	Codes of Aid for existing schools — maintenance, repairs and minor improvement (block vote)	890,248	890,248	890,211
976	Vocational Training Council (block vote)	<u>32,321</u>	<u>32,321</u>	32,321
	Total Expenditure	<u><u>57,393,829</u></u>	<u><u>60,227,829</u></u>	<u><u>60,087,809</u></u>
Head 137 — GOVERNMENT SECRETARIAT: ENVIRONMENT BUREAU				
Subhead				
000	Operational expenses	75,845	75,845	72,296
700	General non-recurrent	<u>5,000</u>	<u>5,000</u>	4,425
	Total Expenditure	<u><u>80,845</u></u>	<u><u>80,845</u></u>	<u><u>76,721</u></u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 *(Continued)*

		Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 148 — GOVERNMENT SECRETARIAT: FINANCIAL SERVICES AND THE TREASURY BUREAU (FINANCIAL SERVICES BRANCH)				
Subhead				
000	Operational expenses	280,863	277,118	232,100
700	General non-recurrent	<u>62,725</u>	<u>62,725</u>	39,873
	Total Expenditure	<u><u>343,588</u></u>	<u><u>339,843</u></u>	<u><u>271,973</u></u>
Head 147 — GOVERNMENT SECRETARIAT: FINANCIAL SERVICES AND THE TREASURY BUREAU (THE TREASURY BRANCH)				
Subhead				
000	Operational expenses	180,562	178,548	175,629
281	Air passenger departure tax administration fees	66,210	67,110	66,639
700	General non-recurrent	<u>72,070</u>	<u>72,070</u>	67,261
	Total Expenditure	<u><u>318,842</u></u>	<u><u>317,728</u></u>	<u><u>309,529</u></u>
Head 139 — GOVERNMENT SECRETARIAT: FOOD AND HEALTH BUREAU (FOOD BRANCH)				
Subhead				
000	Operational expenses	<u>162,081</u>	<u>162,081</u>	<u>150,432</u>
Head 140 — GOVERNMENT SECRETARIAT: FOOD AND HEALTH BUREAU (HEALTH BRANCH)				
Subhead				
000	Operational expenses	54,885,416	55,998,356	55,993,650
700	General non-recurrent	220,000	220,000	184,921
85C	Prince Philip Dental Hospital	1,601	1,601	576
899	Prince Philip Dental Hospital — minor plant, vehicles, equipment, maintenance, and improvement (block vote)	9,348	9,348	8,125
979	Hospital Authority — equipment and information systems (block vote)	873,650	873,650	873,650
	Total Expenditure	<u><u>55,990,015</u></u>	<u><u>57,102,955</u></u>	<u><u>57,060,922</u></u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 53 — GOVERNMENT SECRETARIAT: HOME AFFAIRS BUREAU				
Subhead				
000		1,865,775	1,859,486	1,857,562
003	Recoverable salaries and allowances (General)	13,379	-	11,314
	<i>Deduct reimbursements</i>	<u>(13,379)</u>	-	(11,314)
700	General non-recurrent	128,400	136,340	101,639
661	Minor plant, vehicles and equipment (block vote)	1,873	1,873	1,162
88C	Hong Kong Arts Development Council — minor plant, vehicles and equipment (block vote)	1,241	1,241	1,241
942	Hong Kong Academy for Performing Arts	9,434	9,434	735
973	Hong Kong Academy for Performing Arts — minor plant, vehicles and equipment (block vote)	19,029	19,029	19,029
	Total Expenditure	<u>2,025,752</u>	<u>2,027,403</u>	<u>1,981,368</u>
Head 135 — GOVERNMENT SECRETARIAT: INNOVATION AND TECHNOLOGY BUREAU				
Subhead				
000	Operational expenses	68,215	65,294	49,761
700	General non-recurrent	100,000	100,000	576
697	TechConnect (block vote)	10,000	10,000	1,369
	Total Expenditure	<u>178,215</u>	<u>175,294</u>	<u>51,706</u>
Head 155 — GOVERNMENT SECRETARIAT: INNOVATION AND TECHNOLOGY COMMISSION				
Subhead				
000	Operational expenses	612,545	615,466	608,398
603	Plant, vehicles and equipment	1,978	3,293	3,292
661	Minor plant, vehicles and equipment (block vote)	6,653	6,653	6,649
	Total Expenditure	<u>621,176</u>	<u>625,412</u>	<u>618,339</u>
Head 141 — GOVERNMENT SECRETARIAT: LABOUR AND WELFARE BUREAU				
Subhead				
000	Operational expenses	734,855	722,605	703,791
700	General non-recurrent	101,690	113,940	113,818
864	Shine Skills Centres (block vote)	4,001	4,001	4,001
	Total Expenditure	<u>840,546</u>	<u>840,546</u>	<u>821,610</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000	
Head 47 — GOVERNMENT SECRETARIAT: OFFICE OF THE GOVERNMENT CHIEF INFORMATION OFFICER				
Subhead				
000	Operational expenses	713,506	713,506	712,249
700	General non-recurrent	46,630	46,630	41,608
661	Minor plant, vehicles and equipment (block vote)	5,825	5,825	5,823
	Total Expenditure	<u>765,961</u>	<u>765,961</u>	<u>759,680</u>
Head 142 — GOVERNMENT SECRETARIAT: OFFICES OF THE CHIEF SECRETARY FOR ADMINISTRATION AND THE FINANCIAL SECRETARY				
Subhead				
000	Operational expenses	984,126	984,126	932,063
700	General non-recurrent	618	618	-
661	Minor plant, vehicles and equipment (block vote)	9,207	9,207	9,207
	Total Expenditure	<u>993,951</u>	<u>993,951</u>	<u>941,270</u>
Head 96 — GOVERNMENT SECRETARIAT: OVERSEAS ECONOMIC AND TRADE OFFICES				
Subhead				
000	Operational expenses	424,161	418,422	367,414
700	General non-recurrent	7,085	7,085	3,037
661	Minor plant, vehicles and equipment (block vote)	700	700	492
	Total Expenditure	<u>431,946</u>	<u>426,207</u>	<u>370,943</u>
Head 151 — GOVERNMENT SECRETARIAT: SECURITY BUREAU				
Subhead				
000	Operational expenses	<u>606,630</u>	<u>604,720</u>	<u>467,774</u>
Head 158 — GOVERNMENT SECRETARIAT: TRANSPORT AND HOUSING BUREAU (TRANSPORT BRANCH)				
Subhead				
000	Operational expenses	231,409	235,723	235,215
700	General non-recurrent	49,024	49,024	43,289
	Total Expenditure	<u>280,433</u>	<u>284,747</u>	<u>278,504</u>
Head 60 — HIGHWAYS DEPARTMENT				
Subhead				
000	Operational expenses	2,898,435	2,883,435	2,646,556
272	Electricity for public lighting	238,045	231,113	218,058
603	Plant, vehicles and equipment	5,512	5,512	-
661	Minor plant, vehicles and equipment (block vote)	6,727	6,727	5,707
	Total Expenditure	<u>3,148,719</u>	<u>3,126,787</u>	<u>2,870,321</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 63 — HOME AFFAIRS DEPARTMENT				
Subhead				
000		2,473,353	2,489,029	2,466,287
700		86,395	96,295	60,643
654		33,387	33,387	33,382
661		13,939	13,939	11,581
		<u>2,607,074</u>	<u>2,632,650</u>	<u>2,571,893</u>
Head 168 — HONG KONG OBSERVATORY				
Subhead				
000		291,762	291,762	291,526
661		11,321	11,321	11,258
		<u>303,083</u>	<u>303,083</u>	<u>302,784</u>
Head 122 — HONG KONG POLICE FORCE				
Subhead				
000		18,022,759	18,417,091	18,415,983
103		82,000	86,643	86,608
207		4,200	3,897	3,896
603		148,226	148,226	41,718
614		1,168	1,168	1,116
661		134,127	144,127	144,091
695		103,264	93,264	91,615
		<u>18,495,744</u>	<u>18,894,416</u>	<u>18,785,027</u>
Head 62 — HOUSING DEPARTMENT				
Subhead				
000		304,587	304,587	304,574
003	4,915,475	-	-	4,692,393
		-	-	-
	<u>(4,915,475)</u>	<u>-</u>	<u>-</u>	<u>(4,692,393)</u>
		<u>304,587</u>	<u>304,587</u>	<u>304,574</u>
Head 70 — IMMIGRATION DEPARTMENT				
Subhead				
000		4,524,374	4,522,624	4,429,230
202		7,925	9,675	9,592
603		7,523	7,523	-
661		18,692	18,692	18,692
		<u>4,558,514</u>	<u>4,558,514</u>	<u>4,457,514</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000	
Head 72 — INDEPENDENT COMMISSION AGAINST CORRUPTION				
Subhead				
000	Operational expenses	1,047,885	1,058,973	1,055,185
103	Rewards and special services	15,000	15,000	14,053
203	Expenses of witnesses, suspects and detainees	450	450	198
700	General non-recurrent	1,800	1,800	1,780
661	Minor plant, vehicles and equipment (block vote)	9,071	9,071	9,046
	Total Expenditure	<u>1,074,206</u>	<u>1,085,294</u>	<u>1,080,262</u>
Head 121 — INDEPENDENT POLICE COMPLAINTS COUNCIL				
Subhead				
000	Operational expenses	71,398	72,678	72,678
852	Independent Police Complaints Council — minor plant, vehicles and equipment (block vote)	1,995	1,995	1,995
	Total Expenditure	<u>73,393</u>	<u>74,673</u>	<u>74,673</u>
Head 74 — INFORMATION SERVICES DEPARTMENT				
Subhead				
000	Operational expenses	503,813	510,494	510,404
661	Minor plant, vehicles and equipment (block vote)	1,732	1,732	1,707
	Total Expenditure	<u>505,545</u>	<u>512,226</u>	<u>512,111</u>
Head 76 — INLAND REVENUE DEPARTMENT				
Subhead				
000	Operational expenses	1,539,928	1,539,928	1,535,534
189	Interest on tax reserve certificates	22,000	7,249	2,740
209	Special legal expenses	1,400	1,400	1,026
661	Minor plant, vehicles and equipment (block vote)	3,220	3,220	2,101
	Total Expenditure	<u>1,566,548</u>	<u>1,551,797</u>	<u>1,541,401</u>
Head 78 — INTELLECTUAL PROPERTY DEPARTMENT				
Subhead				
000	Operational expenses	<u>156,394</u>	<u>157,784</u>	<u>157,372</u>
Head 79 — INVEST HONG KONG				
Subhead				
000	Operational expenses	<u>130,697</u>	<u>135,046</u>	<u>134,652</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 174 — JOINT SECRETARIAT FOR THE ADVISORY BODIES ON CIVIL SERVICE AND JUDICIAL SALARIES AND CONDITIONS OF SERVICE				
Subhead				
000	Operational expenses	33,107	33,107	32,823
Head 80 — JUDICIARY				
Subhead				
000	Operational expenses	1,733,635	1,773,148	1,634,415
206	Expenses of witnesses and jurors	11,783	12,783	12,413
661	Minor plant, vehicles and equipment (block vote)	17,307	17,307	17,087
	Total Expenditure	<u>1,762,725</u>	<u>1,803,238</u>	<u>1,663,915</u>
Head 90 — LABOUR DEPARTMENT				
Subhead				
000	Operational expenses	1,631,986	1,622,086	1,602,610
280	Contribution to the Occupational Safety and Health Council	6,701	6,701	5,874
295	Contribution to the Occupational Deafness Compensation Board	2,367	2,367	2,056
700	General non-recurrent	312,122	322,022	316,827
	Total Expenditure	<u>1,953,176</u>	<u>1,953,176</u>	<u>1,927,367</u>
Head 91 — LANDS DEPARTMENT				
Subhead				
000	Operational expenses	2,443,076	2,499,686	2,499,365
003	Recoverable salaries and allowances (General)	39,367	-	37,155
	<i>Deduct reimbursements</i>	<u>(39,367)</u>	-	<u>(37,155)</u>
221	Clearance of government land — ex-gratia allowances	2,235	1,820	1,819
661	Minor plant, vehicles and equipment (block vote)	7,652	8,171	8,170
	Total Expenditure	<u>2,452,963</u>	<u>2,509,677</u>	<u>2,509,354</u>
Head 94 — LEGAL AID DEPARTMENT				
Subhead				
000	Operational expenses	313,332	313,748	313,483
208	Legal aid costs	683,480	692,480	692,358
	Total Expenditure	<u>996,812</u>	<u>1,006,228</u>	<u>1,005,841</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000	
Head 112 — LEGISLATIVE COUNCIL COMMISSION				
Subhead				
000	Operational expenses	553,178	564,800	562,440
366	Remuneration and reimbursements for Members of the Legislative Council	280,817	280,817	280,000
700	General non-recurrent	104	104	-
872	Non-recurrent expenses reimbursements for Members of the Legislative Council	2,702	3,202	3,202
885	Legislative Council Commission	5,061	7,882	7,882
	Total Expenditure	<u>841,862</u>	<u>856,805</u>	<u>853,524</u>
Head 95 — LEISURE AND CULTURAL SERVICES DEPARTMENT				
Subhead				
000	Operational expenses	8,329,710	8,405,077	8,404,987
700	General non-recurrent	23,144	23,144	10,442
600	Works	7,795	7,795	7,716
603	Plant, vehicles and equipment	41,923	41,923	41,703
653	Restoration of historic buildings (block vote)	4,600	4,600	2,253
661	Minor plant, vehicles and equipment (block vote)	181,065	181,065	180,557
677	Acquiring and commissioning artworks by local artists	8,000	8,000	6,929
694	Archaeological excavations (block vote)	824	824	786
863	Non-government organisation camps (block vote)	2,237	2,237	2,089
	Total Expenditure	<u>8,599,298</u>	<u>8,674,665</u>	<u>8,657,462</u>
Head 100 — MARINE DEPARTMENT				
Subhead				
000	Operational expenses	1,268,725	1,291,725	1,289,901
700	General non-recurrent	2,000	2,000	977
603	Plant, vehicles and equipment	34,008	34,008	33,364
661	Minor plant, vehicles and equipment (block vote)	57,406	57,406	57,185
	Total Expenditure	<u>1,362,139</u>	<u>1,385,139</u>	<u>1,381,427</u>
Head 106 — MISCELLANEOUS SERVICES				
Subhead				
251	Additional commitments	100,000	100,000	-
284	Compensation	592,500	592,500	94,409
789	Additional commitments	3,052,000	383,805	-
822	Contribution to the ninth replenishment of the Asian Development Fund	7,828	7,828	7,787

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 106 — MISCELLANEOUS SERVICES (Continued)			
Subhead			
824	38,764	38,764	38,593
825	21,814	21,814	21,733
689	100,000	67,621	-
	<u>3,912,906</u>	<u>1,212,332</u>	<u>162,522</u>
Head 180 — OFFICE FOR FILM, NEWSPAPER AND ARTICLE ADMINISTRATION			
Subhead			
000	<u>48,345</u>	<u>48,445</u>	<u>48,232</u>
Head 114 — OFFICE OF THE OMBUDSMAN			
Subhead			
000	<u>114,068</u>	<u>116,644</u>	<u>116,644</u>
Head 116 — OFFICIAL RECEIVER'S OFFICE			
Subhead			
000	180,251	181,258	180,819
700	<u>60</u>	<u>60</u>	<u>-</u>
	<u>180,311</u>	<u>181,318</u>	<u>180,819</u>
Head 120 — PENSIONS			
Subhead			
015	34,155,020	34,145,120	33,191,029
016	468,100	468,100	462,799
017	688,600	688,600	678,064
018	20,100	20,100	17,663
021	120	120	107
026	53,100	63,000	59,978
	<u>35,385,040</u>	<u>35,385,040</u>	<u>34,409,640</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 118 — PLANNING DEPARTMENT				
Subhead				
000		678,581	678,581	678,563
700		8,007	8,007	7,637
603		112	240	100
		<u>686,700</u>	<u>686,828</u>	<u>686,300</u>
Head 136 — PUBLIC SERVICE COMMISSION SECRETARIAT				
Subhead				
000		<u>30,350</u>	<u>30,350</u>	<u>29,519</u>
Head 160 — RADIO TELEVISION HONG KONG				
Subhead				
000		930,085	928,522	928,516
700		7,000	7,000	6,405
603		29,520	38,829	38,779
661		28,597	34,730	34,700
		<u>995,202</u>	<u>1,009,081</u>	<u>1,008,400</u>
Head 162 — RATING AND VALUATION DEPARTMENT				
Subhead				
000		525,306	533,306	530,879
661		600	600	580
		<u>525,906</u>	<u>533,906</u>	<u>531,459</u>
Head 163 — REGISTRATION AND ELECTORAL OFFICE				
Subhead				
000		<u>554,159</u>	<u>554,159</u>	<u>351,820</u>
Head 169 — SECRETARIAT, COMMISSIONER ON INTERCEPTION OF COMMUNICATIONS AND SURVEILLANCE				
Subhead				
000		<u>21,202</u>	<u>21,202</u>	<u>20,186</u>
Head 170 — SOCIAL WELFARE DEPARTMENT				
Subhead				
000		21,009,754	21,009,754	20,652,456
003	7,340	-	-	6,669
	<u>(7,340)</u>	-	-	<u>(6,669)</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 (Continued)

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 170 — SOCIAL WELFARE DEPARTMENT (Continued)			
Subhead			
157 Assistance for patients and their families	143	143	77
176 Criminal and law enforcement injuries compensation	6,390	6,390	4,925
177 Emergency relief	1,000	1,000	393
179 Comprehensive social security assistance scheme	20,829,000	20,829,000	20,550,774
180 Social security allowance scheme	26,537,000	26,537,000	21,883,607
184 Traffic accident victims assistance scheme	47,175	47,175	47,175
187 Agents' commission and expenses	5,920	5,920	5,481
700 General non-recurrent	3,708,563	3,708,563	3,046,189
661 Minor plant, vehicles and equipment (block vote)	6,225	6,225	4,485
Total Expenditure	<u>72,151,170</u>	<u>72,151,170</u>	<u>66,195,562</u>
Head 181 — TRADE AND INDUSTRY DEPARTMENT			
Subhead			
000 Operational expenses	369,411	369,411	361,425
700 General non-recurrent	433,035	433,035	375,561
Total Expenditure	<u>802,446</u>	<u>802,446</u>	<u>736,986</u>
Head 186 — TRANSPORT DEPARTMENT			
Subhead			
000 Operational expenses	1,687,208	1,664,079	1,629,100
166 Government Public Transport Fare Concession Scheme for the Elderly and Eligible Persons with Disabilities	1,197,917	1,197,917	1,093,456
700 General non-recurrent	82,067	86,451	47,137
603 Plant, vehicles and equipment	27,047	40,328	40,328
661 Minor plant, vehicles and equipment (block vote)	86,138	86,138	84,736
927 Hong Kong Society for Rehabilitation — rehabuses (block vote)	16,969	18,666	18,664
Total Expenditure	<u>3,097,346</u>	<u>3,093,579</u>	<u>2,913,421</u>
Head 188 — TREASURY			
Subhead			
000 Operational expenses	388,051	393,836	392,785
003 Recoverable salaries and allowances (General)	7,378	-	7,315
Deduct reimbursements	<u>(7,378)</u>	-	<u>(7,315)</u>
187 Agents' commission and expenses	3,859	3,859	3,688
Total Expenditure	<u>391,910</u>	<u>397,695</u>	<u>396,473</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND SUBHEAD FOR 2017-18 *(Continued)*

	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000
Head 190 — UNIVERSITY GRANTS COMMITTEE			
Subhead			
000 Operational expenses	<u>18,661,695</u>	<u>19,002,755</u>	<u>18,999,780</u>
Head 194 — WATER SUPPLIES DEPARTMENT			
Subhead			
000 Operational expenses	3,482,132	3,531,179	3,531,135
223 Purchase of water	4,788,290	4,788,290	4,780,890
661 Minor plant, vehicles and equipment (block vote)	<u>11,672</u>	<u>11,672</u>	<u>10,071</u>
Total Expenditure	<u>8,282,094</u>	<u>8,331,141</u>	<u>8,322,096</u>
Head 173 — WORKING FAMILY AND STUDENT FINANCIAL ASSISTANCE AGENCY			
Subhead			
000 Operational expenses	722,951	696,951	675,343
199 Working family allowance	3,126,500	3,126,500	652,924
228 Student financial assistance	4,104,320	3,860,320	3,829,032
700 General non-recurrent	<u>244,170</u>	<u>244,170</u>	<u>206,181</u>
Total Expenditure	<u>8,197,941</u>	<u>7,927,941</u>	<u>5,363,480</u>
Head 184 — TRANSFERS TO FUNDS			
Subhead			
984 Payment to the Capital Works Reserve Fund	4,500,000	4,500,000	-
988 Payment to the Loan Fund	2,000,000	2,000,000	2,000,000
990 Payment to the Disaster Relief Fund	50,000	50,000	50,000
991 Payment to the Civil Service Pension Reserve Fund	<u>2,300,000</u>	<u>2,300,000</u>	<u>2,300,000</u>
Total Expenditure	<u>8,850,000</u>	<u>8,850,000</u>	<u>4,350,000</u>
Grand total	<u>398,057,570</u>	<u>400,310,570</u>	<u>379,472,746</u>

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND COMPONENT FOR 2017-18

(Expressed in Hong Kong dollars)

Head	Operating Account						Capital Account \$'000	Total Expenditure \$'000
	Recurrent				Non- Recurrent \$'000	Total \$'000		
	Personnel Expenses \$'000	Departmental Expenses \$'000	Other Charges \$'000	Recurrent Subventions \$'000				
21 Chief Executive's Office	64,356	37,988	15,019	-	-	117,363	-	117,363
	66,122	34,948	15,860	-	-	116,930	-	116,930
22 Agriculture, Fisheries and Conservation Department	808,054	505,899	6,270	3,739	145,022	1,468,984	52,863	1,521,847
	777,815	482,121	5,772	3,336	41,026	1,310,070	46,225	1,356,295
25 Architectural Services Department	1,239,125	143,815	657,943	-	-	2,040,883	2,100	2,042,983
	1,246,157	139,908	679,028	-	-	2,065,093	343	2,065,436
24 Audit Commission	158,613	10,578	-	-	-	169,191	-	169,191
	159,301	10,247	-	-	-	169,548	-	169,548
23 Auxiliary Medical Service	38,400	15,583	42,212	-	-	96,195	1,740	97,935
	36,499	16,803	39,211	-	-	92,513	1,740	94,253
82 Buildings Department	1,120,437	231,399	31,094	-	-	1,382,930	-	1,382,930
	1,131,476	231,031	31,555	-	-	1,394,062	-	1,394,062
26 Census and Statistics Department	564,870	100,662	235	-	-	665,767	-	665,767
	563,787	80,329	235	-	-	644,351	-	644,351
27 Civil Aid Service	43,347	24,041	42,080	-	-	109,468	-	109,468
	41,547	26,677	(a) 41,190	-	-	109,414	-	109,414
28 Civil Aviation Department	608,195	367,835	5,200	-	-	981,230	13,500	994,730
	564,716	421,168	3,693	-	-	989,577	13,477	1,003,054
33 Civil Engineering and Development Department	1,333,438	1,507,054	-	-	150	2,840,642	4,837	2,845,479
	1,290,161	1,242,975	-	-	14	2,533,150	9,114	2,542,264
30 Correctional Services Department	3,169,257	570,463	45,089	-	-	3,784,809	54,244	3,839,053
	3,171,611	588,158	48,730	-	350	3,808,849	55,936	3,864,785
31 Customs and Excise Department	2,827,156	681,088	56,895	-	-	3,565,139	87,770	3,652,909
	2,902,536	633,953	50,710	-	-	3,587,199	43,408	3,630,607
37 Department of Health	3,616,285	1,842,826	2,894,928	315,326	477	8,669,842	110,916	8,780,758
	3,557,136	1,914,622	2,471,031	314,988	151	8,257,928	65,982	8,323,910
92 Department of Justice	955,868	184,542	830,780	-	736	1,971,926	-	1,971,926
	943,970	178,147	519,447	-	67	1,641,631	-	1,641,631
39 Drainage Services Department	1,014,534	1,585,715	-	-	-	2,600,249	36,405	2,636,654
	955,827	1,653,843	-	-	-	2,609,670	37,258	2,646,928
42 Electrical and Mechanical Services Department	352,546	130,721	-	-	-	483,267	184,899	668,166
	344,624	122,018	-	-	-	466,642	184,647	651,289
44 Environmental Protection Department	1,238,790	562,798	2,157,961	-	2,161,770	6,121,319	12,423	6,133,742
	1,253,178	424,988	1,946,342	-	1,619,721	5,244,229	7,448	5,251,677
45 Fire Services Department	4,805,374	780,106	-	-	-	5,585,480	464,344	6,049,824
	4,846,029	829,360	-	-	-	5,675,389	218,611	5,894,000
49 Food and Environmental Hygiene Department	3,485,965	3,115,921	326	-	52,078	6,654,290	121,908	6,776,198
	3,555,584	3,053,101	449	-	38,700	6,647,834	131,180	6,779,014

Note:

- (a) This has taken into account an adjustment of \$2.82 million pay and allowances for the auxiliary services which was an overspent sum in excess of the approved provision and will be charged next year.

Original Estimate

Actual Expenditure

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND COMPONENT FOR 2017-18

(Continued)

Head	Operating Account						Capital Account \$'000	Total Expenditure \$'000
	Recurrent				Non- Recurrent \$'000	Total \$'000		
	Personnel Expenses \$'000	Departmental Expenses \$'000	Other Charges \$'000	Recurrent Subventions \$'000				
46 General Expenses of the Civil Service	3,826,740	-	-	-	-	3,826,740	-	3,826,740
	3,388,492	-	-	-	-	3,388,492	-	3,388,492
166 Government Flying Service	167,915	127,489	23,793	-	-	319,197	457,078	776,275
	164,400	115,771	23,922	-	-	304,093	213,255	517,348
48 Government Laboratory	328,608	77,373	-	-	-	405,981	57,937	463,918
	329,751	82,151	-	-	-	411,902	61,424	473,326
59 Government Logistics Department	271,026	149,359	1,054	-	-	421,439	198,351	619,790
	265,446	150,736	980	-	-	417,162	202,215	619,377
51 Government Property Agency	438,042	721,412	731,889	-	-	1,891,343	51,371	1,942,714
	427,715	700,224	757,153	-	-	1,885,092	51,200	1,936,292
143 Government Secretariat: Civil Service Bureau	473,181	127,445	-	-	-	600,626	-	600,626
	465,170	124,148	-	-	-	589,318	-	589,318
152 Government Secretariat: Commerce and Economic Development Bureau (Commerce, Industry and Tourism Branch)	218,208	249,061	45,172	1,517,001	484,319	2,513,761	1,873	2,515,634
	199,823	166,471	40,174	1,527,488	30,360	1,964,316	1,873	1,966,189
55 Government Secretariat: Commerce and Economic Development Bureau (Communications and Creative Industries Branch)	89,087	74,568	-	-	245,714	409,369	-	409,369
	89,501	64,723	-	-	212,140	366,364	-	366,364
144 Government Secretariat: Constitutional and Mainland Affairs Bureau	222,107	170,875	110,308	181,609	3,200	688,099	9,967	698,066
	211,531	172,415	112,205	187,983	1,981	686,115	9,967	696,082
138 Government Secretariat: Development Bureau (Planning and Lands Branch)	119,525	118,125	-	-	155,000	392,650	-	392,650
	130,327	97,297	-	-	155,000	382,624	-	382,624
159 Government Secretariat: Development Bureau (Works Branch)	258,867	178,140	1,600	-	67,071	505,678	-	505,678
	240,583	181,673	2,031	-	37,383	461,670	-	461,670
156 Government Secretariat: Education Bureau	3,465,166	1,187,521	2,020,461	48,672,212	1,097,614	56,442,974	950,855	57,393,829
	3,474,380	1,228,085	2,566,039	49,659,704	2,199,729	59,127,937	959,872	60,087,809
137 Government Secretariat: Environment Bureau	49,949	25,896	-	-	5,000	80,845	-	80,845
	49,787	22,509	-	-	4,425	76,721	-	76,721
148 Government Secretariat: Financial Services and the Treasury Bureau (Financial Services Branch)	158,267	122,596	-	-	62,725	343,588	-	343,588
	133,493	98,607	-	-	39,873	271,973	-	271,973
147 Government Secretariat: Financial Services and the Treasury Bureau (The Treasury Branch)	157,407	23,155	66,210	-	72,070	318,842	-	318,842
	153,783	21,846	66,639	-	67,261	309,529	-	309,529
139 Government Secretariat: Food and Health Bureau (Food Branch)	55,013	107,068	-	-	-	162,081	-	162,081
	54,291	96,141	-	-	-	150,432	-	150,432
140 Government Secretariat: Food and Health Bureau (Health Branch)	109,346	209,074	-	54,566,996	220,000	55,105,416	884,599	55,990,015
	107,594	157,336	-	55,728,720	184,921	56,178,571	882,351	57,060,922

Original Estimate

Actual Expenditure

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND COMPONENT FOR 2017-18

(Continued)

Head	Operating Account						Capital Account \$'000	Total Expenditure \$'000
	Recurrent				Non- Recurrent \$'000	Total \$'000		
	Personnel Expenses \$'000	Departmental Expenses \$'000	Other Charges \$'000	Recurrent Subventions \$'000				
53 Government Secretariat: Home Affairs Bureau	197,743	325,308	290,107	1,052,617	128,400	1,994,175	31,577	2,025,752
	199,967	328,655	279,475	1,049,465	101,639	1,959,201	22,167	1,981,368
135 Government Secretariat: Innovation and Technology Bureau	40,253	27,962	-	-	100,000	168,215	10,000	178,215
	33,100	16,661	-	-	576	50,337	1,369	51,706
155 Government Secretariat: Innovation and Technology Commission	172,679	83,263	-	356,603	-	612,545	8,631	621,176
	168,301	80,573	-	359,524	-	608,398	9,941	618,339
141 Government Secretariat: Labour and Welfare Bureau	103,235	93,816	213,764	324,040	101,690	836,545	4,001	840,546
	98,694	70,821	205,456	328,820	113,818	817,609	4,001	821,610
47 Government Secretariat: Office of the Government Chief Information Officer	430,520	240,986	42,000	-	46,630	760,136	5,825	765,961
	429,865	238,350	44,034	-	41,608	753,857	5,823	759,680
142 Government Secretariat: Offices of the Chief Secretary for Administration and the Financial Secretary	369,896	614,230	-	-	618	984,744	9,207	993,951
	362,893	569,170	-	-	-	932,063	9,207	941,270
96 Government Secretariat: Overseas Economic and Trade Offices	197,491	116,217	110,453	-	7,085	431,246	700	431,946
	163,350	112,719	91,345	-	3,037	370,451	492	370,943
151 Government Secretariat: Security Bureau	173,525	282,842	5,037	145,226	-	606,630	-	606,630
	163,672	170,022	5,025	129,055	-	467,774	-	467,774
158 Government Secretariat: Transport and Housing Bureau (Transport Branch)	179,731	51,678	-	-	49,024	280,433	-	280,433
	170,624	64,591	-	-	43,289	278,504	-	278,504
60 Highways Department	1,400,887	304,339	1,431,254	-	-	3,136,480	12,239	3,148,719
	1,335,977	333,638	1,194,999	-	-	2,864,614	5,707	2,870,321
63 Home Affairs Department	1,054,154	763,261	643,031	12,907	86,395	2,559,748	47,326	2,607,074
	1,048,755	788,719	615,724	13,089	60,643	2,526,930	44,963	2,571,893
168 Hong Kong Observatory	207,804	83,848	110	-	-	291,762	11,321	303,083
	203,577	87,843	106	-	-	291,526	11,258	302,784
122 Hong Kong Police Force	16,193,212	1,717,047	198,700	-	-	18,108,959	386,785	18,495,744
	16,490,770	1,802,324	213,393	-	-	18,506,487	278,540	18,785,027
62 Housing Department	-	-	304,587	-	-	304,587	-	304,587
	-	851	303,723	-	-	304,574	-	304,574
70 Immigration Department	3,759,658	759,266	13,375	-	-	4,532,299	26,215	4,558,514
	3,705,131	719,054	14,637	-	-	4,438,822	18,692	4,457,514
72 Independent Commission Against Corruption	928,476	113,655	21,204	-	1,800	1,065,135	9,071	1,074,206
	925,510	124,659	19,267	-	1,780	1,071,216	9,046	1,080,262
121 Independent Police Complaints Council	-	-	-	71,398	-	71,398	1,995	73,393
	-	-	-	72,678	-	72,678	1,995	74,673
74 Information Services Department	303,967	59,337	140,509	-	-	503,813	1,732	505,545
	311,666	58,328	140,410	-	-	510,404	1,707	512,111
76 Inland Revenue Department	1,353,239	186,689	23,400	-	-	1,563,328	3,220	1,566,548
	1,340,025	195,509	3,766	-	-	1,539,300	2,101	1,541,401

 Original Estimate

 Actual Expenditure

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND COMPONENT FOR 2017-18

(Continued)

Head	Operating Account						Capital Account \$'000	Total Expenditure \$'000
	Recurrent				Non- Recurrent \$'000	Total \$'000		
	Personnel Expenses \$'000	Departmental Expenses \$'000	Other Charges \$'000	Recurrent Subventions \$'000				
78 Intellectual Property Department	120,502	26,892	9,000	-	-	156,394	-	156,394
	116,801	31,262	9,309	-	-	157,372	-	157,372
79 Invest Hong Kong	27,687	103,010	-	-	-	130,697	-	130,697
	27,929	106,723	-	-	-	134,652	-	134,652
174 Joint Secretariat for the Advisory Bodies on Civil Service and Judicial Salaries and Conditions of Service	28,197	4,910	-	-	-	33,107	-	33,107
	28,880	3,943	-	-	-	32,823	-	32,823
80 Judiciary	1,278,893	454,734	11,791	-	-	1,745,418	17,307	1,762,725
	1,182,824	451,591	12,413	-	-	1,646,828	17,087	1,663,915
90 Labour Department	1,285,135	313,572	42,347	-	312,122	1,953,176	-	1,953,176
	1,295,060	266,094	49,386	-	316,827	1,927,367	-	1,927,367
91 Lands Department	1,971,894	471,167	2,250	-	-	2,445,311	7,652	2,452,963
	2,025,148	474,217	1,819	-	-	2,501,184	8,170	2,509,354
94 Legal Aid Department	295,132	18,200	683,480	-	-	996,812	-	996,812
	297,015	16,468	692,358	-	-	1,005,841	-	1,005,841
112 Legislative Council Commission	-	-	-	833,995	104	834,099	7,763	841,862
	-	-	-	842,440	-	842,440	11,084	853,524
95 Leisure and Cultural Services Department	3,397,213	3,944,945	607,951	379,601	23,144	8,352,854	246,444	8,599,298
	3,342,623	4,137,936	594,856	329,572	10,442	8,415,429	242,033	8,657,462
100 Marine Department	661,863	606,862	-	-	2,000	1,270,725	91,414	1,362,139
	642,836	647,065	-	-	977	1,290,878	90,549	1,381,427
106 Miscellaneous Services	-	-	692,500	-	3,120,406	3,812,906	100,000	3,912,906
	-	-	94,409	-	68,113	162,522	-	162,522
180 Office for Film, Newspaper and Article Administration	35,075	13,270	-	-	-	48,345	-	48,345
	36,221	12,011	-	-	-	48,232	-	48,232
114 Office of The Ombudsman	-	-	-	114,068	-	114,068	-	114,068
	-	-	-	116,644	-	116,644	-	116,644
116 Official Receiver's Office	139,320	40,931	-	-	60	180,311	-	180,311
	139,040	41,779	-	-	-	180,819	-	180,819
120 Pensions	35,385,040	-	-	-	-	35,385,040	-	35,385,040
	34,409,640	-	-	-	-	34,409,640	-	34,409,640
118 Planning Department	576,631	101,950	-	-	8,007	686,588	112	686,700
	582,659	95,904	-	-	7,637	686,200	100	686,300
136 Public Service Commission Secretariat	22,363	7,987	-	-	-	30,350	-	30,350
	22,301	7,218	-	-	-	29,519	-	29,519
160 Radio Television Hong Kong	414,201	515,884	-	-	7,000	937,085	58,117	995,202
	418,298	510,218	-	-	6,405	934,921	73,479	1,008,400
162 Rating and Valuation Department	449,140	76,166	-	-	-	525,306	600	525,906
	450,704	80,175	-	-	-	530,879	580	531,459

Original Estimate

Actual Expenditure

General Revenue Account

STATEMENT OF EXPENDITURE ANALYSIS BY HEAD AND COMPONENT FOR 2017-18

(Continued)

Head	Operating Account						Capital Account \$'000	Total Expenditure \$'000
	Recurrent				Non- Recurrent \$'000	Total \$'000		
	Personnel Expenses \$'000	Departmental Expenses \$'000	Other Charges \$'000	Recurrent Subventions \$'000				
163 Registration and Electoral Office	90,872	25,977	437,310	-	-	554,159	-	554,159
	114,028	31,103	206,689	-	-	351,820	-	351,820
169 Secretariat, Commissioner on Interception of Communications and Surveillance	15,011	6,191	-	-	-	21,202	-	21,202
	15,042	5,144	-	-	-	20,186	-	20,186
170 Social Welfare Department	3,090,629	278,979	49,940,713	15,126,061	3,708,563	72,144,945	6,225	72,151,170
	3,091,003	263,756	44,696,076	15,094,053	3,046,189	66,191,077	4,485	66,195,562
181 Trade and Industry Department	287,974	66,154	15,283	-	433,035	802,446	-	802,446
	276,996	75,828	8,601	-	375,561	736,986	-	736,986
186 Transport Department	931,861	679,183	1,197,917	76,164	82,067	2,967,192	130,154	3,097,346
	905,328	646,234	1,093,456	77,538	47,137	2,769,693	143,728	2,913,421
188 Treasury	228,000	160,051	3,859	-	-	391,910	-	391,910
	231,883	160,902	3,688	-	-	396,473	-	396,473
190 University Grants Committee	53,741	52,054	43,305	18,512,595	-	18,661,695	-	18,661,695
	49,109	41,122	27,677	18,881,872	-	18,999,780	-	18,999,780
194 Water Supplies Department	1,852,070	1,630,062	4,788,290	-	-	8,270,422	11,672	8,282,094
	1,858,381	1,672,754	4,780,890	-	-	8,312,025	10,071	8,322,096
173 Working Family and Student Financial Assistance Agency	460,992	261,959	7,230,820	-	244,170	8,197,941	-	8,197,941
	416,460	258,883	4,481,956	-	206,181	5,363,480	-	5,363,480
Total	118,018,970	31,753,025	78,930,866	142,262,158	13,235,266	384,200,285	5,007,285	389,207,570
	116,422,229	31,365,347	69,307,339	144,716,969	9,084,961	370,896,845	4,225,901	375,122,746
184 Transfers to Funds	-	-	-	-	-	-	8,850,000	8,850,000
	-	-	-	-	-	-	4,350,000	4,350,000
Grand Total	118,018,970	31,753,025	78,930,866	142,262,158	13,235,266	384,200,285	13,857,285	398,057,570
	116,422,229	31,365,347	69,307,339	144,716,969	9,084,961	370,896,845	8,575,901	379,472,746

 Original Estimate

 Actual Expenditure

General Revenue Account

LOSSES OF CASH AND VALUABLES DUE TO THEFT, FRAUD OR NEGLIGENCE ^(Note) AS AT 31 MARCH 2018

(Expressed in Hong Kong dollars, unless otherwise stated)

Bureau/Department	Description		Remark
<i>(A) Cases brought forward from previous years</i>			
Department of Health	Embezzlement by staff	\$13,710,000.00	Recovery action being taken
Home Affairs Bureau	Embezzlement by staff	\$324,502.40	Recovery action being taken
Hong Kong Police Force	Embezzlement of bail money by staff	\$1,070,000.00	Recovery action being taken
Legal Aid Department	Overpayment to a legally aided person	\$418,397.69	Approval for write-off given on 25 November 2017
Leisure and Cultural Services Department	Overpayment of housing allowances	\$869,818.89	Approval for write-off given on 25 November 2017

(B) Case in 2017-18

Nil

Note:

Small-value cases of loss (i.e. those less than \$1,000 each) are excluded from this statement. For fraud or negligence, they refer to cases of fraud or negligence by public officers.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18 SUMMARY

(Expressed in Hong Kong dollars)

Head	<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
	Actual up to 31.3.2018 (Excludes block allocations)	Amended Estimate (Includes block allocations)	Actual
	\$'000	\$'000	\$'000
701 LAND ACQUISITION	4,541,490 2,973,643	1,880,590 1,881,490	440,579
702 PORT AND AIRPORT DEVELOPMENT	287,000 270,747	1,000 1,000	777
703 BUILDINGS	121,239,690 42,221,359	12,366,800 12,954,882	11,288,836
704 DRAINAGE	53,703,100 39,864,573	2,793,088 3,245,754	3,039,320
705 CIVIL ENGINEERING	80,625,500 32,320,505	7,777,937 8,104,886	7,414,564
706 HIGHWAYS	411,222,200 288,817,142	44,646,610 46,371,149	44,097,127
707 NEW TOWNS AND URBAN AREA DEVELOPMENT	93,265,900 28,931,627	6,792,898 7,424,602	6,346,873
708 CAPITAL SUBVENTIONS AND MAJOR SYSTEMS AND EQUIPMENT	73,054,649 47,963,831	8,526,077 9,672,651	8,156,380
709 WATERWORKS	35,897,890 27,484,322	3,011,461 3,361,997	3,018,506
710 COMPUTERISATION	11,561,693 4,876,659	2,248,607 2,460,193	1,961,797
711 HOUSING	14,342,600 6,965,271	1,531,208 1,546,406	993,336
	899,741,712	91,576,276	
Total	522,689,679	97,025,010	86,758,095

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 701 — LAND ACQUISITION

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure</i>				
Civil Engineering—Land acquisition				
1001CA	Compensation for surrenders and resumptions: street widening: urban area	135,000 114,762	10 10	-
1002CA	Compensation for surrenders and resumptions: urban improvement districts: Yau Ma Tei, Wan Chai and Western	1,115,100 1,091,250	100 1,000	833
1032CA	Special ex-gratia payments in relation to the regulation of Shenzhen River— stage I works	20,310 17,682	100 100	-
1033CA	Redemption money payable in respect of land exchange entitlements and interest payable thereon under the New Territories Land Exchange Entitlements (Redemption) Ordinance	2,400,000 1,155,956	1,000 1,000	-
1034CA	Special compensation payments for former residents of the Tiu Keng Leng Cottage Area	574,080 488,377	1,000 1,000	-
1035CA	Special ex-gratia payments in relation to the Hong Kong section of the Guangzhou–Shenzhen–Hong Kong Express Rail Link	86,000 72,383	15 15	-
1036CA	Special ex-gratia payments in relation to the Liantang/Heung Yuen Wai Boundary Control Point Project	211,000 33,233	15 15	-
Block allocations				
1004CA	Compensation for surrenders and resumptions: miscellaneous	- -	16,550 16,550	-
1100CA	Compensation and ex-gratia allowances in respect of projects in the Public Works Programme	- -	1,861,800 1,861,800	439,746
	Total	4,541,490 <u>2,973,643</u>	1,880,590 <u>1,881,490</u>	<u>440,579</u>

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 702 — PORT AND AIRPORT DEVELOPMENT

(Expressed in Hong Kong dollars)

Subhead	<i>Approved Project Estimate</i>	<i>Original Estimate</i>	Actual
	Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	\$'000
CIVIL ENGINEERING AND DEVELOPMENT			
<i>Infrastructure</i>			
Civil Engineering—Land development			
2354CL	West Kowloon Reclamation — consultants' fees and site investigation	287,000 270,747	1,000 1,000
		<hr/> 287,000 <hr/>	<hr/> 1,000 <hr/>
	Total	<hr/> 270,747 <hr/>	<hr/> 777 <hr/>

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 703 — BUILDINGS

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities— Cultural facilities				
3057RE	Conversion of Yau Ma Tei Theatre and Red Brick Building into a Xiqu Activity Centre	186,700 110,695	- -	(6)
3058RE	Reprovisioning of Pak Tin Public Library	36,100 22,430	- -	(377)
3059RE	Construction of an Annex Building at the Ko Shan Theatre	683,200 603,661	11,500 15,500	12,428
3060RE	Construction of the East Kowloon Cultural Centre	4,175,700 386,383	240,000 250,000	249,979
3066RE	Expansion and Renovation of the Hong Kong Museum of Art	934,400 444,448	430,000 430,000	310,318
Recreation, Culture and Amenities— Mixed amenity packages				
3049RG	Public library and indoor recreation centre in Area 3, Yuen Long	704,100 540,143	35,000 48,000	35,497
3050RG	District open space, sports centre and library in Area 74, Tseung Kwan O	749,200 587,226	8,000 8,000	2,146
3051RG	Redevelopment of Kwun Tong Swimming Pool Complex and Kwun Tong Recreation Ground	1,323,800 1,036,077	5,000 5,000	42
3054RG	Town park, indoor velodrome-cum-sports centre in Area 45, Tseung Kwan O	1,144,200 1,143,642	391 661	654
3055RG	Sports centre, community hall and district library in Area 14B, Sha Tin	1,084,000 742,659	140,000 140,000	60,948
3056RG	Government Complex in Area 14 (Siu Lun), Tuen Mun	1,250,700 395,860	250,000 270,600	270,449
3057RG	Sports centre, community hall and football pitches in Area 1, Tai Po	2,163,100 124,926	112,100 116,700	116,475
Recreation, Culture and Amenities— Open spaces				
3420RO	Local open space at Chung Yee Street, Kowloon City	88,800 71,380	1,000 1,000	-
3429RO	Open space in Area 117, Tin Shui Wai	232,300 170,520	500 900	640
3434RO	Open space at Hing Wah Street West, Sham Shui Po	122,000 65,646	38,000 45,300	42,782

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Community and External Affairs (Continued)</i>				
Recreation, Culture and Amenities—Open spaces (Continued)				
3439RO	Kwun Tong promenade (stage 2)	250,700 208,056	6,000 6,000	3,682
3443RO	Runway Park at Kai Tak, Kowloon City District— phase 1	169,700 131,878	3,500 3,500	1,467
3450RO	Converting Tsun Yip Street Playground as Kwun Tong Industrial Culture Park	111,100 22,439	40,500 40,500	16,358
3452RO	Waterfront promenade adjacent to the Hong Kong Children's Hospital	- -	2,100 2,100	-
3456RO	Reprovisioning of Shing Yip Street Rest Garden as Tsui Ping River Garden	106,700 16,716	31,400 31,400	15,511
3466RO	Improvement of Hoi Bun Road Park and adjacent area	- -	1,000 1,000	-
Recreation, Culture and Amenities—Sports facilities				
3266RS	Redevelopment of Victoria Park Swimming Pool Complex	1,197,700 960,796	5,000 29,500	29,394
3269RS	Sports centre in Area 4, Tsing Yi	774,800 476,768	45,000 45,000	9,910
3272RS	Kai Tak Sports Park—construction works	31,898,000 -	- -	-
3273RS	Sports centre in Area 24D, Sha Tin	639,700 191,094	208,800 208,800	100,355
3277RS	Sports centre between Tsuen Wan Park and Tsuen Wan Road, Tsuen Wan	765,600 403,020	345,200 345,200	345,131
3281RS	Reprovisioning of Tsun Yip Street Playground facilities to Hong Ning Road Park and Ngau Tau Kok Fresh Water Service Reservoir	382,200 -	6,300 6,300	-
3287RS	Kai Tak Multi-purpose Sports Complex— pre-construction works	62,700 51,630	14,410 15,912	15,912
3292RS	Sports ground and open space in Area 16, Tuen Mun —pre-construction works	- -	8,400 8,400	-
Social Welfare and Community Buildings—Community halls				
3176SC	Joint-user complex at Bailey Street, To Kwa Wan Reclamation	476,400 377,233	1,000 1,000	-
3191SC	Community hall and integrated family service centre at Tung Tau Estate phase 9, Wong Tai Sin	54,700 52,294	500 500	16

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Community and External Affairs (Continued)</i>				
Social Welfare and Community Buildings—Community halls (Continued)				
3193SC	Community hall at the housing site in Area 18, Tuen Mun	74,000 59,821	400 400	-
<i>Economic</i>				
Support—Commerce and industry				
3007GA	Cruise terminal building and ancillary facilities for the Kai Tak cruise terminal development	5,852,100 5,254,394	10,000 10,000	1,637
Posts, Telecommunications and Power—Post office				
3023PP	Reprovisioning of the Hongkong Post's Headquarters	-	10,600 10,600	-
<i>Education</i>				
Education—Primary				
3235EP	Primary school in Sau Mau Ping Estate redevelopment phase 6, Sau Mau Ping	119,300 109,621	-	(3,917)
3241EP	Primary school in Sau Mau Ping Estate redevelopment phase 7, Sau Mau Ping	117,400 111,152	-	(1,854)
3299EP	A 24-classroom primary school in Area 55, Tuen Mun	163,500 140,183	1,999 1,999	377
3300EP	A 30-classroom primary school in Area 55, Tuen Mun	219,800 166,349	1,997 1,997	58
3330EP	A 24-classroom primary school at the junction of Victoria Road and Pok Fu Lam Road, Pok Fu Lam	255,600 212,639	1,900 17,900	11,059
3339EP	A 30-classroom primary school at Fuk Wing Street, Sham Shui Po	143,000 142,937	-	239
3341EP	An 18-classroom primary school at Fuk Wing Street, Sham Shui Po	109,000 108,821	300 940	818
3349EP	A 30-classroom primary school at site 1A-3, Kai Tak development, Kowloon	312,400 256,488	22,600 22,600	1,899
3350EP	A 30-classroom primary school at site 1A-4, Kai Tak development, Kowloon	317,500 268,891	24,000 24,000	880
3351EP	Two 24-classroom primary schools at ex-Tanner Road Police Married Quarters site at Pak Fuk Road, North Point, Hong Kong	660,000 345,972	266,000 266,000	258,899

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Education (Continued)</i>				
Education – Primary (Continued)				
3352EP	A 30-classroom primary school at Tonkin Street, Cheung Sha Wan	345,500 -	7,400 7,400	-
3353EP	A 30-classroom primary school at Site KT2b, Development at Anderson Road, Kwun Tong	351,100 85,362	71,800 90,000	80,181
3354EP	A 36-classroom primary school in Area 36, Fanling	417,200 280,710	87,700 120,000	115,686
Education – Secondary				
3271ES	A 30-classroom secondary school at site 1A-2, Kai Tak development	446,700 86,089	100,000 100,000	84,107
Education – Others				
3106ET	Special school in Area 16, Tuen Mun, for students with physical disability	260,400 241,469	3,000 12,400	12,318
3107ET	A school for social development for girls at Choi Hing Road, Kwun Tong, Kowloon	373,700 288,297	82,300 102,300	96,542
3108ET	Two special schools at Sung On Street, To Kwa Wan	484,000 341,484	58,800 102,900	102,752
3109ET	A school for social development for boys in Area 2B, Tuen Mun	408,500 76,871	80,000 80,000	66,255
3110ET	A 12-classroom special school for children with mild intellectual disability near Hoi Lai Estate, Sham Shui Po	256,600 169,412	130,000 130,000	123,549
3111ET	A special school for students with mild, moderate and severe intellectual disabilities in Area 108, Tung Chung	334,700 37,646	52,900 52,900	37,646
<i>Environment and Food</i>				
Environmental Hygiene – Burial grounds, columbaria and crematoria				
3013NB	Reprovisioning of Wo Hop Shek Crematorium	686,300 399,556	10,400 10,400	1,703
3016NB	Reprovisioning of Cape Collinson Crematorium	696,300 581,598	27,000 27,000	8,124
3017NB	Provision of a columbarium and garden of remembrance at Kiu Tau Road, Wo Hop Shek	629,500 413,607	1,700 1,700	907

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Environment and Food (Continued)</i>				
Environmental Hygiene—Burial grounds, columbaria and crematoria (Continued)				
3019NB	Provision of a columbarium and garden of remembrance at Tsang Tsui, Tuen Mun	2,874,300 447,562	373,000 373,000	299,735
3022NB	Provision of columbarium at Wo Hop Shek Cemetery—Phase 1	945,600 142,461	134,500 134,500	133,501
Environmental Hygiene—Mixed amenity packages				
3003NG	Tai Po Complex	914,190 622,957	100 100	-
Environmental Hygiene—Toilets and bathhouses				
3013NT	Conversion of aqua privies into flushing toilets—phase 7	383,300 266,783	5,000 9,610	9,581
<i>Infrastructure</i>				
Civil Engineering—Land Development				
3775CL	The demolition of existing structures on Sites A and B1 of the Sung Wong Toi Vehicle Repair and Maintenance Workshop	99,300 21,248	28,000 28,000	20,500
3794CL	The demolition of existing superstructures at Caroline Hill Road site, Causeway Bay	- -	19,000 19,000	-
<i>Security</i>				
Law and Order—Correctional services				
3076LC	Redevelopment of Tai Lam Centre for Women	946,600 767,286	22,000 22,000	14,907
Law and Order—Judiciary				
3031LJ	West Kowloon Law Courts Building	2,723,100 2,097,564	30,000 30,000	16,812
Law and Order—Police				
3237LP	Kowloon East Regional Headquarters and Operational Base-cum-Ngau Tau Kok Divisional Police Station	3,186,000 553,286	340,900 367,900	335,156

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Security (Continued)</i>				
Law and Order—Police (Continued)				
3277LP	Reprovisioning of Yau Ma Tei Police Station	982,900 757,354	500 1,040	326
Public Safety—Ambulance services				
3037BA	Construction of an ambulance depot at Choi Shun Street, Sheung Shui	174,500 139,390	6,000 6,000	4,314
Public Safety—Fire services				
3171BF	Development of Aberdeen fire station-cum-ambulance depot	177,200 165,357	200 200	-
3172BF	Construction of fire station-cum-ambulance facility at Cheung Yip Street, Kowloon Bay	210,000 159,982	2,000 2,000	553
3173BF	Redevelopment of Fire Services Training School	3,562,500 3,017,270	150,000 150,000	57,701
Quarters—Internal security				
3062JA	Redevelopment of disciplined services quarters in Fu Tei, Tuen Mun	413,400 293,762	4,000 4,000	2,262
3063JA	Construction of staff quarters for Correctional Services Department at Tin Wan, Aberdeen	256,100 26,284	31,000 31,000	24,056
3064JA	Construction of disciplined services quarters for the Fire Services Department at Pak Shing Kok, Tseung Kwan O	- -	47,600 47,600	-
3065JA	Construction of rank and file quarters for Customs and Excise Department at Yau Yue Wan Village Road, Tseung Kwan O	604,800 200,248	177,000 177,000	106,137
3066JA	Construction of staff quarters for Immigration Department at Heng Lam Street, Kowloon	391,000 137,927	110,000 110,000	90,539
3067JA	Construction of departmental quarters for Customs and Excise Department at Tseung Kwan O Area 123 (Po Lam Road)	- -	10,600 10,600	-
3069JA	Redevelopment of Kwun Tong staff quarters at Tseung Kwan O Road, Kowloon	1,511,300 498,245	230,000 230,000	219,957
3070JA	Redevelopment of Junior Police Officers Married Quarters at Fan Garden, Fanling	2,827,900 158,520	96,200 158,520	158,520

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Security (Continued)</i>				
Support—Boundary facilities (other than road works)				
3012GB	Construction of a secondary boundary fence and new sections of primary boundary fence and boundary patrol road—phase 2	285,000 221,596	10,000 10,000	4,752
3013GB	Liantang/Heung Yuen Wai Boundary Control Point and associated works—construction of boundary control point buildings and associated facilities	8,811,900 4,316,918	2,000,000 2,050,000	2,046,412
3015GB	Construction of a secondary boundary fence and new sections of primary boundary fence and boundary patrol road—phase 1	395,500 259,712	2,000 2,000	-
3020GB	Liantang/Heung Yuen Wai Boundary Control Point and associated works—Boundary Control Point buildings and the associated facilities—pre-construction consultancy services	180,000 138,070	4,200 4,200	928
<i>Health</i>				
Health—Hospitals				
3086MM	Extension of Operating Theatre Block for Tuen Mun Hospital—main works	2,729,700 21,000	37,013 37,013	21,000
3089MM	Redevelopment of Kwai Chung Hospital—phase 1	750,800 435,903	257,900 337,100	337,003
3090MM	Extension of Operating Theatre Block for Tuen Mun Hospital—substructure and utilities diversion works	167,200 95,300	62,800 62,800	62,800
3092MM	New Acute Hospital at Kai Tak Development Area—preparatory works	769,300 42,300	- 42,300	42,300
3093MM	Redevelopment of Prince of Wales Hospital, phase 2 (stage 1)—preparatory works	1,231,100 50,462	- 84,600	50,462
<i>Miscellaneous</i>				
Fitting Out—Others				
3400IO	Transformation of the former Police Married Quarters on Hollywood Road into a creative industries landmark	560,100 341,784	3,000 3,000	1,730
3401IO	Fitting-out works for government facilities associated with midfield expansion project at Hong Kong International Airport	256,500 141,569	54,000 54,000	14,725

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved</i>	<i>Original</i>	Actual
		<i>Project Estimate</i>	<i>Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Miscellaneous (Continued)</i>				
Government Offices – Intra-governmental services				
3074KA	Construction of West Kowloon Government Offices	4,742,500 1,778,108	1,128,000 1,128,000	986,622
3109KA	Construction of Trade and Industry Tower in Kai Tak Development Area	2,645,100 1,876,926	- 400	342
3112KA	Relocation of the Court of Final Appeal to No. 8 Jackson Road	463,600 307,489	15,000 15,000	406
3115KA	Relocation of part of the offices of the Department of Justice to the Main and East Wings of the former Central Government Offices	796,000 596,036	50,000 50,000	4,734
3117KA	Relocation of New Territories West Regional Office and Water Resources Education Centre of Water Supplies Department to Tin Shui Wai	823,400 492,508	240,000 250,000	249,744
3118KA	Renovation works for the West Wing of the former Central Government Offices for office use by the Department of Justice and law-related organisations	1,078,900 305,825	336,000 336,000	255,191
3123KA	Conversion of the former French Mission Building for accommodation use by law-related organisations and related purposes	234,200 3,498	5,300 5,300	3,498
3126KA	Building a government data centre complex – pre-construction consultancy services	52,600 28,739	25,000 25,000	13,130
3128KA	Joint-user Government Office Building in Cheung Sha Wan – pre-construction consultancy services and site investigation works	103,200 27,993	24,300 24,300	20,861
Support – Intra-governmental services				
3068GI	Relocation of the printing workshop of Government Logistics Department	365,100 278,046	4,000 4,000	385
Support – Others				
3181GK	Construction of a station for the new Terminal Doppler Weather Radar	175,700 149,804	15,000 15,000	4,496
3182GK	Reprovisioning of Food and Environmental Hygiene Department Sai Yee Street Environmental Hygiene offices-cum-vehicle depot at Yen Ming Road, West Kowloon Reclamation Area	1,549,900 321,298	217,000 217,000	211,133
3183GK	Reprovisioning of Shanghai Street refuse collection point and street sleepers' services units to the site on Hau Cheung Street, Yau Ma Tei for the phase II development of the Yau Ma Tei Theatre project	223,300 -	2,100 2,100	-

Capital Works Reserve Fund

Head 703 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Miscellaneous (Continued)</i>				
Support—Others (Continued)				
3185GK	Reprovisioning of Transport Department's vehicle examination centres at Tsing Yi	2,862,700 -	95,200 95,200	-
Block allocations				
3004GX	Refurbishment of government buildings for items in Category D of the Public Works Programme	- -	1,969,910 1,969,910	1,967,893
3100GX	Project feasibility studies, minor investigations and consultants' fees for items in Category D of the Public Works Programme	- -	181,640 181,640	107,991
3101GX	Minor building works for items in Category D of the Public Works Programme	- -	766,440 766,440	746,165
		121,239,690	12,366,800	
	Total	<u>42,221,359</u>	<u>12,954,882</u>	<u>11,288,836</u>

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 704 — DRAINAGE

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Environment</i>				
Environmental Protection—Sewerage and sewage treatment				
4143DS	Central, Western and Wan Chai West sewerage, stage 2 phase 2B works	253,400 249,732	1,200 1,200	260
4215DS	Yuen Long and Kam Tin sewerage and sewage disposal—Kam Tin trunk sewerage, phase 1 and Au Tau trunk sewers	477,600 474,706	2,994 2,994	101
4222DS	Tai Po sewage treatment works, stage 5 phase 1	463,300 384,653	2,000 2,000	-
4224DS	Outlying Islands sewerage, stage 1 phase 1C—upgrading of Siu Ho Wan sewage treatment plant	779,400 510,594	5,800 5,800	5,261
4229DS	North District and Tolo Harbour sewerage, sewage treatment and disposal—high priority works—expansion of Shek Wu Hui sewage treatment works and Ting Kok Road pumping station No. 5	283,100 204,545	763 763	763
4230DS	Outlying Islands sewerage, stage 1 phase 1 part 2—Yung Shue Wan sewerage, sewage treatment works and outfall	354,500 354,161	500 7,950	7,793
4234DS	Outlying Islands sewerage, stage 1 phase 2—Sok Kwu Wan sewage collection, treatment and disposal facilities	365,100 364,672	500 13,500	13,216
4236DS	Tai Po sewage treatment works, stage 5 phase 2B	659,000 519,892	19,097 19,097	18,447
4282DS	Central, Western and Wan Chai West sewerage, stage 1 works	1,815,000 1,681,856	593 593	387
4329DS	Upgrading of Pillar Point sewage treatment works	1,920,500 1,856,982	2,500 3,240	3,214
4332DS	Lam Tsuen Valley sewerage, stage 2	588,300 392,711	9,000 36,500	36,190
4333DS	Central, Western and Wan Chai West sewerage, stage 2 phase 2A works	253,800 179,797	500 500	387
4341DS	Harbour Area Treatment Scheme, stage 2A—upgrading of Stonecutters Island sewage treatment works and preliminary treatment works	7,913,400 7,119,690	605,060 605,060	583,421
4348DS	North District and Tolo Harbour sewerage, sewage treatment and disposal—regional sewerage works, part 1—sewerage upgrade	793,200 695,899	2,900 9,000	6,415
4350DS	Yuen Long and Kam Tin sewerage and sewage disposal—consultants' fees and investigations	28,000 16,962	2,530 5,430	5,359

Capital Works Reserve Fund

Head 704 (Continued)

Subhead	<i>Approved Project Estimate</i>	<i>Original Estimate</i>	Actual	
	Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	\$'000	
<i>Environment (Continued)</i>				
Environmental Protection—Sewerage and sewage treatment (Continued)				
4351DS	Harbour Area Treatment Scheme, stage 2A — planning and design of the upgrading works of Stonecutters Island sewage treatment works and the preliminary treatment works	105,600 72,758	- 800	607
4357DS	Sewage interception scheme in Kowloon City	700,300 592,934	5,670 5,670	-
4363DS	Provision of interception facilities at Jordan Valley box culvert	588,000 445,067	200 200	-
4364DS	Lam Tsuen Valley sewerage — trunk sewers, pumping station and rising mains	162,800 136,286	500 500	500
4366DS	Kau Lung Hang sewerage — trunk sewers, pumping station and rising mains	103,200 85,374	500 500	153
4368DS	Yuen Long South sewerage and expansion of Ha Tsuen sewage pumping station	550,800 496,008	7,590 7,590	7,585
4369DS	Harbour Area Treatment Scheme, stage 2A — construction of the sewage conveyance system and advance works for upgrading of Stonecutters Island sewage treatment works	9,286,500 8,831,305	150,669 150,669	149,776
4370DS	Village sewerage at Wang Chau of Yuen Long	219,200 144,996	1,615 1,615	91
4371DS	Sewerage in western Tuen Mun	1,340,000 1,140,272	395 7,595	6,970
4372DS	Rehabilitation and construction of trunk sewers underneath Shing Mun River Channel	140,000 95,175	9,500 9,500	9,500
4373DS	Lam Tsuen Valley sewerage, stage 1	274,400 248,955	1,500 9,000	8,602
4375DS	Sewerage in Ping Kong, Fu Tei Pai and Tai Wo	226,800 183,445	5,300 5,300	5,217
4376DS	Trunk sewerage at Lau Fau Shan	196,300 182,793	19,487 19,487	16,541
4377DS	Upgrading of Central and East Kowloon sewerage — phase 2	503,000 352,509	7,500 7,500	6,150
4378DS	North District sewerage, stage 2 part 2A — Pak Hok Lam trunk sewer and Sha Tau Kok village sewerage	272,100 237,050	13,000 20,500	16,614
4379DS	Feasibility study on relocation of Sha Tin sewage treatment works to caverns	57,900 55,353	2,743 2,743	348
4380DS	Construction of dry weather flow interceptor at Cherry Street box culvert	664,600 2,429	8,000 8,000	2,429

Capital Works Reserve Fund

Head 704 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Environment (Continued)</i>				
Environmental Protection—Sewerage and sewage treatment (Continued)				
4381DS	Construction of additional sewage rising main and rehabilitation of the existing sewage rising main between Tung Chung and Siu Ho Wan	1,362,600 90,791	32,100 80,000	79,990
4382DS	Sewerage at Clear Water Bay Road, Pik Shui Sun Tsuen and west of Sai Kung town	359,000 274,091	66,000 66,550	66,544
4384DS	Yuen Long and Kam Tin sewerage, stage 3 package 2	213,400 192,366	11,600 11,600	9,526
4385DS	Outlying Islands sewerage stage 2—South Lantau sewerage works—consultants' detailed design fees	30,000 17,181	2,000 2,000	1,997
4386DS	Village sewerage in Kau Lung Hang San Wai, Kau Lung Hang Lo Wai and Tai Hang, and southern trunk sewer between Wai Tau Tsuen and Nam Wa Po	316,800 228,974	19,318 33,318	27,467
4387DS	Upgrading of Mui Wo sewage treatment works and sewerage at Mui Wo town centre and Wang Tong	967,200 698,983	107,770 187,870	187,789
4393DS	Rehabilitation of trunk sewers in Kowloon, Sha Tin and Sai Kung	678,500 274	2,000 2,000	274
4394DS	Upgrading of Kwun Tong preliminary treatment works	349,900 15,406	15,500 15,500	15,406
4395DS	Tolo Harbour sewerage of unsewered areas, stage 2 phase 1	364,700 170,382	28,000 49,500	49,242
4396DS	Sewerage in Nam Wa Po and Wai Tau Tsuen	319,100 149,026	30,100 45,000	44,906
4397DS	Outlying Islands sewerage, stage 2—Lamma village sewerage phase 2, package 1	340,200 104,364	20,020 29,620	29,476
4401DS	Feasibility study on relocation of Sham Tseng sewage treatment works to caverns	39,200 14,622	3,550 3,550	2,468
4402DS	Feasibility study on relocation of Sai Kung sewage treatment works to caverns	40,600 21,512	2,400 3,580	3,571
4404DS	Tuen Mun sewerage—Castle Peak Road trunk sewer and Tuen Mun village sewerage	722,500 272,114	103,048 103,048	95,588
4406DS	Shek Wu Hui sewage treatment works—further expansion phase 1A—advance works, consultants' fees and investigation	502,700 233,108	186,550 186,550	139,206
4407DS	Relocation of Sha Tin sewage treatment works to caverns—consultants' fees and investigation	637,700 307,248	60,000 60,000	59,989
4410DS	Trunk sewers at Hiram's Highway	68,900 2,386	2,400 2,400	2,386

Capital Works Reserve Fund

Head 704 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Environment (Continued)</i>				
Environmental Protection—Sewerage and sewage treatment (Continued)				
4411DS	Upgrading of San Wai sewage treatment works — phase 1	2,572,300 536,801	465,000 465,000	421,795
4412DS	Yuen Long effluent polishing plant — consultants' fees and investigation	88,900 24,075	11,970 15,500	15,500
4413DS	Enhancement works for Kwun Tong sewage pumping station	1,054,400 9,972	41,100 41,100	9,972
4418DS	Upgrading of West Kowloon and Tsuen Wan sewerage — Phase 1	277,400 4,556	2,000 4,600	4,556
<i>Infrastructure</i>				
Civil Engineering—Drainage and erosion protection				
4092CD	Yuen Long, Kam Tin, Ngau Tam Mei and Tin Shui Wai drainage improvements, stage 1 phase 2B — remaining works	202,400 172,717	600 600	-
4102CD	Drainage improvement in Tuen Mun and Sham Tseng — package B	91,400 89,271	700 700	-
4103CD	Drainage improvement in Northern Hong Kong Island — Hong Kong West drainage tunnel	3,381,300 3,377,424	350 350	335
4104CD	Drainage improvement in Northern Hong Kong Island — western lower catchment works	373,300 357,648	3,000 7,000	5,854
4109CD	Drainage improvement works in Shuen Wan, Tai Po	252,700 234,806	350 350	84
4128CD	Drainage improvement in Southern Lantau	97,700 96,722	1,300 9,536	8,728
4129CD	Drainage improvement in Northern New Territories — package B — consultants' fees and investigations	15,100 11,306	296 296	-
4130CD	Drainage improvement in Northern New Territories — package C — consultants' fees and investigations	15,400 12,399	- 850	387
4137CD	Drainage improvement for Ma Wat River at Kau Lung Hang	232,600 188,509	500 3,000	2,992
4140CD	Reconstruction and rehabilitation of Kai Tak Nullah from Po Kong Village Road to Tung Kwong Road — remaining works	1,602,000 917,362	134,000 186,000	185,972
4148CD	Drainage improvement works in Ping Kong, Kau Lung Hang, Yuen Leng, Nam Wa Po and Tai Hang areas	358,400 356,368	2,500 9,800	9,546

Capital Works Reserve Fund

Head 704 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Civil Engineering— Drainage and erosion protection (Continued)				
4150CD	Inter-Reservoirs Transfer Scheme — environmental impact assessment, investigation and design	31,500 25,238	110 1,200	1,198
4151CD	Drainage improvement works in Lung Yeuk Tau, Kwan Tei South and Leng Tsai, Fanling	134,600 132,334	1,600 1,600	-
4152CD	Drainage improvement works in upper Lam Tsuen River, She Shan River, upper Tai Po River, Ping Long and Kwun Hang	568,200 541,998	888 888	535
4153CD	Drainage improvement works in Tai Po Tin and Ping Che of Ta Kwu Ling, and Man Uk Pin and Lin Ma Hang of Sha Tau Kok	169,600 168,692	300 300	12
4156CD	Drainage improvement in Ki Lun Tsuen, Ma Tso Lung, Ying Pun, Shek Tsai Leng and Sha Ling in New Territories	221,700 205,408	812 812	459
4160CD	Happy Valley underground stormwater storage scheme	1,065,800 902,048	80,000 135,000	134,985
4169CD	Reconstruction and rehabilitation of Kai Tak Nullah from Tung Kwong Road to Prince Edward Road East — main works	1,244,300 396,530	62,800 93,140	93,043
Block allocation				
4100DX	Drainage works, studies and investigations for items in Category D of the Public Works Programme	- -	400,450 415,250	415,245
	Total	53,703,100 <u>39,864,573</u>	2,793,088 <u>3,245,754</u>	<u>3,039,320</u>

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 705 — CIVIL ENGINEERING

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Economic</i>				
Air and Sea Communications—Port works				
5114AP	Providing sufficient water depth for Kwai Tsing Container Basin and its approach channel	488,200 455,930	66,967 66,967	48,865
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities—Open Spaces				
5432RO	Aberdeen tourism project	288,100 230,424	200 200	97
Recreation, Culture and Amenities—Sports facilities				
5258RS	Development of a bathing beach at Lung Mei, Tai Po	208,200 23,260	95,180 95,180	15,429
5290RS	Expansion of mountain bike trail networks in Mui Wo and Chi Ma Wan, South Lantau	41,600 5,411	17,620 17,620	5,384
<i>Environment</i>				
Environmental Protection—Pollution control				
5054DP	Further enhancing quality of coastal waters of Victoria Harbour	89,400 31,861	23,122 23,122	21,285
Environmental Protection—Refuse disposal				
5033DR	Development of Northeast New Territories landfill	1,841,000 792,722	17,607 17,607	17,596
5041DR	Development of West New Territories landfill	2,675,000 1,718,553	1,000 1,000	-
5042DR	Development of Southeast New Territories landfill	3,220,000 1,984,514	18,443 22,673	22,673
5163DR	Northeast New Territories landfill extension	7,510,000 738	235 436	385
5164DR	Southeast New Territories landfill extension	2,101,600 6,344	2,000 2,000	1,515
5168DR	Refurbishment and modification of Island East transfer station	56,500 42,027	10,681 10,681	351

Capital Works Reserve Fund

Head 705 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Environment (Continued)</i>				
Environmental Protection— Refuse disposal (Continued)				
5172DR	Organic waste treatment facilities phase 1	1,589,200 1,122,805	385,000 385,000	364,599
5174DR	Refurbishment and modification of Island West transfer station	99,700 82,219	10,575 10,575	(213)
5175DR	Refurbishment and modification of West Kowloon transfer station	105,400 92,723	6,345 6,345	-
5177DR	Integrated waste management facilities phase 1	19,203,700 51,543	110,000 110,000	51,543
5180DR	Development of waste electrical and electronic equipment treatment and recycling facility	548,600 424,527	301,360 301,360	175,525
5181DR	West New Territories landfill extension— consultants' fees and investigations	38,000 6,628	1,248 2,148	2,105
5183DR	Refurbishment and upgrading of Sha Tin transfer station	137,100 96,335	41,042 41,544	41,544
Environmental Protection— Sewerage and sewage treatment				
5233DS	Sludge treatment facilities	5,364,300 5,160,643	25,000 25,000	15,329
<i>Infrastructure</i>				
Civil Engineering— Drainage and erosion protection				
5168CD	Liantang/Heung Yuen Wai Boundary Control Point and associated works— regulation of Shenzhen River stage IV	595,100 198,286	25,000 25,000	18,388
Civil Engineering— Land development				
5480CL	Disposal of contaminated mud— management and capping of contaminated mud pit 4	570,100 484,960	210 210	208
5729CL	Disposal of contaminated sediment— dredging, management and capping of sediment disposal facility at Sha Chau	770,900 314,491	23,270 23,270	21,209
5737CL	Dredging, management and capping of contaminated sediment disposal facility to the south of The Brothers	617,700 297,897	7,400 7,400	7,391
5751CL	Planning and engineering study on Sunny Bay reclamation	- -	25,760 25,760	-

Capital Works Reserve Fund

Head 705 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Civil Engineering— Land development (Continued)				
5762CL	Site formation and associated infrastructural works for development of columbarium, crematorium and related facilities at Sandy Ridge Cemetery— detailed design and site investigation	66,400 41,449	1,060 2,300	2,251
5768CL	Strategic studies for artificial islands in the central waters	- -	39,970 39,970	-
5769CL	Pilot study on underground space development in selected strategic urban areas	70,000 35,802	22,715 22,715	5,963
5816CL	Site formation and associated infrastructural works for development of columbarium at Sandy Ridge Cemetery	1,849,600 4,436	135,180 135,180	4,436
Civil Engineering— Multi-purpose				
5044CG	Greening master plans for Kowloon West and Hong Kong Island— works for Mong Kok, Yau Ma Tei, Sheung Wan, Wan Chai and Causeway Bay	126,000 101,698	220 220	208
5045CG	District Cooling System at the Kai Tak development	3,905,700 3,275,030	211,827 211,827	211,327
5046CG	Greening master plans for Kowloon West, Kowloon East and Hong Kong Island— works for remaining urban areas	466,000 323,322	450 1,526	1,388
5047CG	Greening master plans for the New Territories Southeast and Northwest— priority greening works	350,000 190,127	53,200 72,000	71,789
Support— Boundary facilities (other than road works)				
5017GB	Liantang/Heung Yuen Wai Boundary Control Point and associated works— detailed design and ground investigation	265,800 228,302	500 500	385
5018GB	Liantang/Heung Yuen Wai Boundary Control Point and associated works— reprovisioning of boundary patrol road and associated security facilities	393,500 290,732	5,000 5,000	1,321
5019GB	Liantang/Heung Yuen Wai Boundary Control Point and associated works— site formation and infrastructure works	24,973,100 14,204,766	4,585,000 4,885,000	4,882,896

Capital Works Reserve Fund

Head 705 (Continued)

Subhead	<i>Approved Project Estimate</i> Actual up to 31.3.2018 \$'000	<i>Original Estimate</i> Amended Estimate \$'000	Actual \$'000
Block allocations			
5001BX	-	1,041,430	
	-	1,041,430	1,021,415
5101CX	-	274,930	
	-	274,930	270,949
5101DX	-	191,190	
	-	191,190	109,028
	<u>80,625,500</u>	<u>7,777,937</u>	
Total	<u><u>32,320,505</u></u>	<u><u>8,104,886</u></u>	<u><u>7,414,564</u></u>

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 706 — HIGHWAYS

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
Infrastructure				
Transport — Footbridges/pedestrian tunnels				
6153TB	Enhancement of footbridges in Tsim Sha Tsui East	71,400 55,387	370 370	3
6157TB	Centre Street escalator link (stage 1)	60,700 53,409	- 50	42
6158TB	Elevated walkway between Tong Ming Street and Tong Tak Street, Tseung Kwan O	221,600 24,686	30,000 30,000	19,143
6164TB	Footbridge connecting Tsuen Wan Plaza, Skyline Plaza and adjacent landscaping area	146,200 11,993	42,620 42,620	11,993
6167TB	Provision of barrier-free access facilities at public footbridges, elevated walkways and subways — design works and phase 1 construction works	292,100 230,887	13,695 13,695	10,122
6168TB	Lift and pedestrian walkway system at Waterloo Hill	116,700 25,664	29,822 29,822	20,529
6169TB	Lift and pedestrian walkway system at Cheung Hang Estate, Tsing Yi	222,700 34,121	79,313 79,313	31,230
6173TB	Extension of the CITIC Tower Footbridge to the Legislative Council Complex at Tamar	74,300 49,323	9,050 9,050	1,505
6175TB	Lift and pedestrian walkway system between Kwai Shing Circuit and Hing Shing Road, Kwai Chung	239,400 22,393	27,965 27,965	22,393
6185TB	Lift and pedestrian walkway system between Tai Wo Hau Road and Wo Tong Tsui Street, Kwai Chung	249,400 -	518 518	-
Transport — Interchanges/bus termini				
6045TI	Transport terminus in Area 35, Tsuen Wan	20,900 -	20,900 20,900	-
6067TI	Public transport interchange at Hung Hom Bay Reclamation	48,100 200	222 222	200
6076TI	Bus-bus interchanges on Tuen Mun Road	205,300 188,217	3,093 3,093	1,738
6078TI	Covered public transport terminus at the eastern part of the ex-North Point Estate site	43,700 -	39,600 39,600	-
Transport — Railways				
6038TR	West Rail (phase 1) — essential public infrastructure works for Tuen Mun section	493,500 403,886	5,630 5,630	-

Capital Works Reserve Fund

Head 706 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Transport – Railways (Continued)				
6051TR	Shatin to Central Link – design and site investigation	2,407,500 2,335,300	14,110 14,110	196
6052TR	Hong Kong section of Guangzhou–Shenzhen–Hong Kong Express Rail Link – design and site investigation	2,782,600 2,588,027	59,859 59,859	12,201
6053TR	Hong Kong section of Guangzhou–Shenzhen–Hong Kong Express Rail Link – construction of railway works	70,405,000 63,619,245	6,170,000 6,170,000	6,115,590
6055TR	West Island Line – essential public infrastructure works	103,600 69,592	1,532 1,532	-
6056TR	South Island Line (East) – essential public infrastructure works	1,213,200 811,111	12,651 12,651	294
6057TR	Hong Kong section of Guangzhou–Shenzhen–Hong Kong Express Rail Link – construction of non-railway works	16,015,000 15,242,264	2,110,000 2,161,000	2,157,090
6058TR	Shatin to Central Link – construction of railway works – protection works	541,600 429,859	11,042 11,042	8,398
6060TR	Kwun Tong Line Extension – essential public infrastructure works	826,900 676,533	95,220 95,220	92,961
6061TR	Shatin to Central Link – construction of railway works – remaining works	65,433,300 49,931,528	9,661,600 9,661,600	9,478,242
6062TR	Shatin to Central Link – construction of non-railway works – remaining works	5,983,100 4,980,995	785,600 785,600	573,659
6063TR	Shatin to Central Link – construction of railway works – advance works	7,102,600 6,136,798	308,016 433,016	343,557
6064TR	Shatin to Central Link – construction of non-railway works – advance works	1,448,200 1,297,667	37,161 72,161	71,612
Transport – Roads				
6461TH	Central Kowloon Route – main works	42,363,900 96,182	183,890 183,890	96,182
6557TH	Central–Wan Chai Bypass and Island Eastern Corridor Link – consultants’ fees and investigations	215,000 207,098	120 120	-
6561TH	Widening of Tolo Highway between Island House Interchange and Ma Liu Shui Interchange	2,507,200 866,569	31,730 31,730	1,460
6579TH	Central–Wan Chai Bypass and Island Eastern Corridor Link	36,038,900 25,515,502	2,332,151 2,717,151	2,688,184

Capital Works Reserve Fund

Head 706 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Transport – Roads (Continued)				
6582TH	Central Kowloon Route – consultants' design fees and site investigations	192,300 168,146	10,913 10,913	6,551
6694TH	Route 8 between Cheung Sha Wan and Sha Tin	6,759,700 6,013,573	5,290 5,290	99
6703TH	Dualling of Hiram's Highway between Clear Water Bay Road and Marina Cove and improvement to local access to Ho Chung	1,774,400 305,500	166,768 166,768	150,757
6711TH	Route 8 between Tsing Yi and Cheung Sha Wan – remaining works	8,068,200 7,721,703	4,315 35,843	(22,975)
6718TH	Improvement to Tung Chung Road between Lung Tseng Tau and Cheung Sha	865,100 849,260	4,180 4,180	-
6720TH	Widening of Tolo Highway/Fanling Highway between Island House Interchange and Fanling – stage 2	4,320,000 2,146,389	511,540 569,474	568,752
6721TH	Widening of Yuen Long Highway between Lam Tei and Shap Pat Heung Interchange	944,700 937,294	4,550 7,650	6,575
6736TH	Deep Bay Link	4,594,600 3,449,955	2,836 2,836	1,490
6738TH	Route 10 – North Lantau to Yuen Long Highway – detailed design of the southern section	454,500 169,194	15,763 15,763	34
6746TH	Reconstruction and improvement of Tuen Mun Road	6,804,300 6,599,303	95,291 95,291	4,699
6751TH	Widening of Tolo Highway/Fanling Highway between Island House Interchange and Fanling – detailed design and ground investigation	71,900 59,478	5,630 5,630	4,030
6792TH	Reconstruction and improvement of Tuen Mun Road – detailed design and associated site investigations	71,600 59,684	4,010 4,010	-
6798TH	Improvement to Pok Oi Interchange	264,800 262,584	3,173 22,070	20,675
6805TH	Retrofitting of noise barriers on Fanling Highway (MTR Fanling Station to Wo Hing Road)	247,100 241,870	8,450 8,450	7,083
6807TH	Retrofitting of noise barriers on Fanling Highway (Po Shek Wu Road to MTR Fanling Station)	506,900 387,606	6,350 6,350	3,372
6810TH	Retrofitting of noise barriers on Tuen Mun Road (Town Centre Section)	826,500 216,092	100,000 103,700	103,214
6814TH	Retrofitting of noise barriers on Tuen Mun Road (Fu Tei Section)	786,200 155,013	94,780 124,780	124,148

Capital Works Reserve Fund

Head 706 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Transport – Roads (Continued)				
6819TH	Traffic improvements to Tuen Mun Road Town Centre section	1,967,900 1,894,548	12,550 12,550	1,304
6828TH	Tuen Mun–Chek Lap Kok Link and Tuen Mun Western Bypass – investigation and preliminary design	103,500 79,878	8,904 8,904	2,016
6836TH	Improvement to Sham Tseng Interchange	99,600 76,804	1,184 1,184	35
6839TH	Hong Kong–Zhuhai–Macao Bridge Hong Kong Boundary Crossing Facilities – detailed design and site investigation	621,900 486,282	5,149 5,149	3,430
6843TH	Widening of Tolo Highway between Island House Interchange and Tai Hang	4,486,900 4,420,161	2,363 20,363	14,325
6844TH	Hong Kong–Zhuhai–Macao Bridge Hong Kong Link Road	25,047,200 21,237,432	3,057,900 3,057,900	2,987,650
6845TH	Hong Kong–Zhuhai–Macao Bridge Hong Kong Boundary Crossing Facilities – reclamation and superstructures	35,895,000 28,637,705	9,065,230 10,000,000	9,947,808
6846TH	Tuen Mun–Chek Lap Kok Link – detailed design, site investigation and advance works	1,909,600 1,839,317	38,940 69,500	50,429
6855TH	Road improvement works for West Kowloon Reclamation Development (Phase 1)	845,800 335,942	170,760 170,760	145,090
6857TH	Tuen Mun–Chek Lap Kok Link – construction works	44,798,400 24,161,993	7,476,623 7,476,623	6,638,814
6870TH	Feasibility study on Route 11 (between North Lantau and Yuen Long)	- -	25,898 25,898	-
Block allocations				
6100TX	Highway works, studies and investigations for items in Category D of the Public Works Programme	- -	769,790 769,790	724,349
6101TX	Universal Accessibility Programme	- -	850,000 850,000	844,849
		411,222,200	44,646,610	
	Total	<u>288,817,142</u>	<u>46,371,149</u>	<u>44,097,127</u>

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18
Head 707 — NEW TOWNS AND URBAN AREA DEVELOPMENT
 (Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
HONG KONG ISLAND AND ISLANDS DEVELOPMENT				
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities—Mixed amenity packages				
7061RG	Signature Project Scheme (Islands District)—Yung Shue Wan Library cum Heritage and Cultural Showroom, Lamma Island	44,800 20,311	22,000 22,000	19,210
Recreation, Culture and Amenities—Open spaces				
7448RO	Improvement works at Mui Wo, phase 1	193,100 182,482	10,424 10,424	10,367
7453RO	Signature Project Scheme (Central and Western District)—Harbourfront enhancement and revitalisation at the Western Wholesale Food Market	90,100 63,479	35,600 44,800	41,585
7463RO	Signature Project Scheme (Eastern District)—Eastern District Cultural Square	90,600 27,835	30,700 30,700	24,857
7464RO	Improvement works at Mui Wo, phase 2 stage 1	72,300 34,759	27,000 28,910	28,898
7469RO	Improvement works at Tai O, phase 2 stage 1	124,000 44,101	36,010 36,010	36,008
Recreation, Culture and Amenities—Sports facilities				
7285RS	Signature Project Scheme (Islands District)—Improvement works at Silvermine Bay Beach, Mui Wo, Lantau Island	65,100 39,970	39,300 39,300	36,475
<i>Economic</i>				
Air and Sea Communications—Airport				
7067GI	Development of Government Helipad at the Hong Kong Convention and Exhibition Centre	59,100 55,099	2,640 2,640	2,589
<i>Infrastructure</i>				
Civil Engineering—Land development				
7343CL	Central Reclamation phase 3—engineering works	5,761,500 5,655,333	35,500 35,500	16,719

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
HONG KONG ISLAND AND ISLANDS DEVELOPMENT (Continued)				
<i>Infrastructure (Continued)</i>				
Civil Engineering—Land development (Continued)				
7570CL	Ground decontamination works at the site of ex-Kennedy Town Incineration Plant/Abattoir and adjoining area	-	55,500 55,500	-
7671CL	Central Reclamation phase 3—consultants' fees and site investigation	43,700 42,800	170 170	-
7677CL	Wan Chai development phase 2, engineering works	4,642,700 3,213,046	200,000 200,000	154,863
7696CL	Wan Chai development phase 2—engineering works: consultants' fees and site investigation	111,100 85,204	900 900	-
7728CL	Preservation of Queen's Pier	50,000 40,103	2,577 2,577	-
7770CL	Planning, engineering and architectural study for topside development at Hong Kong boundary crossing facilities island of Hong Kong–Zhuhai–Macao Bridge	63,400 29,386	17,670 17,670	6,046
7799CL	Tung Chung New Town Extension—detailed design and site investigation	729,500 124,784	90,000 90,000	89,924
7814CL	Tung Chung New Town Extension—reclamation and advance works	20,210,000 16,740	15,863 16,763	16,740
KOWLOON DEVELOPMENT				
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities—Cultural facilities				
7067RE	Signature Project Scheme (Yau Tsim Mong District)—Yau Tsim Mong Multicultural Activity Centre	53,600 14,967	26,480 26,480	13,079
7070RE	Signature Project Scheme (Wong Tai Sin District)—Enhancement of Leisure Facilities of Morse Park	60,900 12,650	26,200 26,200	9,735
Recreation, Culture and Amenities—Mixed amenity packages				
7065RG	Signature Project Scheme (Sham Shui Po District)—Mei Foo Neighbourhood Activity Centre	32,000 18,809	9,449 11,496	10,896

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
KOWLOON DEVELOPMENT (Continued)				
<i>Community and External Affairs (Continued)</i>				
Recreation, Culture and Amenities—Open spaces				
7455RO	Signature Project Scheme (Wong Tai Sin District)— Expansion and improvement of Wong Tai Sin Square	31,100 23,444	10,000 10,000	6,743
7460RO	Signature Project Scheme (Kwun Tong District)— Construction of lift tower at Shung Yan Street in Kwun Tong	40,700 4,523	19,300 19,300	3,676
7462RO	Signature Project Scheme (Kowloon City District)— Revitalisation of the rear portion of the Cattle Depot	90,100 28,767	31,600 31,600	27,062
Social Welfare and Community Buildings—Community centres and halls				
7200SC	Signature Project Scheme (Sham Shui Po District)— Shek Kip Mei Community Services Centre	51,100 9,699	18,006 18,006	2,988
<i>Infrastructure</i>				
Civil Engineering—Drainage and erosion protection				
7167CD	Kai Tak development—reconstruction and upgrading of Kai Tak Nullah	2,488,200 1,740,033	358,292 472,900	472,725
Civil Engineering—Land development				
7694CL	South East Kowloon development at Kai Tak Airport—consultants' fees and site investigation	115,900 95,485	2,609 2,609	1,890
7711CL	Kai Tak development—infrastructure works for developments at the southern part of the former runway	5,757,100 1,673,240	835,000 835,000	808,610
7723CL	Engineering infrastructure works for Pak Shek Kok development, stage 2D—Road L3 and Road L7	306,900 305,622	- 196	128
7724CL	Kai Tak development—investigation and detailed design for advance infrastructure works for developments at the southern part of the former runway	38,000 33,901	- 700	699
7731CL	Infrastructure works for housing sites adjacent to Lung Ping Road at Tai Wo Ping, Shek Kip Mei	781,400 529,725	13,000 43,000	42,884
7736CL	Site formation for Kai Tak cruise terminal development	2,303,900 1,362,656	106 2,410	2,394

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
KOWLOON DEVELOPMENT (Continued)				
<i>Infrastructure (Continued)</i>				
Civil Engineering—Land development (Continued)				
7738CL	Kai Tak development—detailed design and site investigation for Kai Tak approach channel and Kwun Tong typhoon shelter improvement works	50,000 33,670	1,013 1,013	-
7739CL	Kai Tak development—stage 1 infrastructure works at north apron area of Kai Tak Airport	566,500 507,987	500 646	611
7740CL	Kai Tak development—detailed design and site investigation for remaining infrastructure works for developments at the former runway	32,000 11,811	2,000 2,000	1,037
7741CL	Kai Tak development—stage 1 advance infrastructure works for developments at the southern part of the former runway	539,600 529,896	350 350	-
7745CL	Kai Tak development—Kai Tak approach channel and Kwun Tong typhoon shelter improvement works (phase 1)	717,700 426,160	500 500	-
7746CL	Kai Tak development—stage 2 infrastructure at north apron area of Kai Tak Airport	355,800 329,365	848 2,648	2,076
7753CL	Infrastructure works for West Kowloon Cultural District, phase 1—design and site investigation	478,000 59,879	12,800 12,800	7,775
7761CL	Kai Tak development—stages 3A and 4 infrastructure at north apron area of Kai Tak Airport	2,255,300 1,559,888	120,000 347,000	338,877
7790CL	Infrastructure works for West Kowloon Cultural District, phase 1—first construction package	840,500 296,257	80,000 147,500	147,111
7791CL	Integrated Basement for West Kowloon Cultural District—first and second stages of design, site investigation and construction works	2,919,500 823,857	348,100 348,100	338,489
7797CL	Kai Tak development—stages 3B and 5A infrastructure works at former north apron area	2,152,800 230,967	197,252 210,252	210,167
7798CL	Infrastructure works for West Kowloon Cultural District, phase 1—second construction package	- -	46,680 46,680	-
7801CL	West Kowloon Reclamation—main works (remainder)—footbridge at the junction of Sham Mong Road and Tonkin Street West in Sham Shui Po	368,900 75,842	53,300 60,000	59,886
7815CL	Integrated Basement for West Kowloon Cultural District—third stage of construction works	3,178,400 30,078	324,840 324,840	30,078

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
KOWLOON DEVELOPMENT (Continued)				
<i>Infrastructure (Continued)</i>				
Transport — Footbridges/pedestrian tunnels				
7181TB	Kwun Tong Town Centre redevelopment — provision of grade-separated pedestrian linkages (Yuet Wah Street pedestrian linkage)	95,000 74,334	300 300	280
Transport — Railways				
7065TR	Detailed feasibility study for Environmentally Friendly Linkage System for Kowloon East	92,300 33,097	19,500 19,500	14,033
Transport — Roads				
7841TH	Trunk Road T2 — investigation and design	133,600 76,802	5,070 5,070	3,696
<i>Miscellaneous</i>				
Government Offices — Intra-governmental services				
7111KA	Government, institution or community facilities in the Kwun Tong Town Centre redevelopment — additional medical and health facilities	105,000 79,286	400 400	-
NEW TERRITORIES EAST DEVELOPMENT				
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities — Cultural facilities				
7069RE	Signature Project Scheme (Tai Po District) — Establishment of an arts centre by retrofitting Tai Po Government Secondary School	68,000 668	45,000 45,000	664
Recreation, Culture and Amenities — Mixed amenity packages				
7059RG	Signature Project Scheme (North District) — Improvement of trails and provision of ancillary facilities at Wu Tip Shan and Wa Mei Shan in Fanling	48,400 22,792	19,000 19,000	13,822
7060RG	Signature Project Scheme (North District) — Improvement of trails and provision of facilities in Sha Tau Kok	43,700 20,648	19,000 19,000	13,924

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
NEW TERRITORIES EAST DEVELOPMENT (Continued)				
<i>Community and External Affairs (Continued)</i>				
Recreation, Culture and Amenities—Mixed amenity packages (Continued)				
7067RG	Signature Project Scheme (Sai Kung District)— Construction of the Tseung Kwan O Heritage Hiking Trail and the Heritage Information Centre	45,400 15,346	16,000 16,000	15,346
Recreation, Culture and Amenities—Open spaces				
7454RO	Signature Project Scheme (Sha Tin District)— Revitalisation of Shing Mun River Promenade near Sha Tin Town Centre	53,600 35,474	19,530 24,030	23,789
<i>Infrastructure</i>				
Civil Engineering—Drainage and erosion protection				
7170CD	Signature Project Scheme (Sha Tin District)— Decking of Tai Wai Nullah in Sha Tin	78,000 42,490	13,450 28,520	27,989
Civil Engineering—Land development				
7177CL	Sha Tin New Town, remaining engineering works	534,600 531,010	530 530	510
7394CL	Sha Tin New Town—stage II: servicing and extension of Pai Tau Village in Area 6A	11,200 2,393	3,200 3,200	-
7458CL	Sha Tin New Town, stage 2—construction of Road T3	2,120,200 2,111,793	990 990	654
7663CL	Site investigation works and consultants' fees for remaining engineering infrastructure works for Pak Shek Kok development	30,300 19,558	320 320	-
7685CL	Site formation of Areas 34 and 52 in Shui Chuen O and Area 56A in Kau To, Sha Tin	452,300 290,198	4,248 4,248	4,162
7756CL	Ma On Shan development—roads, drainage and sewerage works at Whitehead and Lok Wo Sha, phase 2	252,800 132,127	56,470 56,470	51,960
7765CL	Development of Anderson Road Quarry site— remaining works	- -	10,400 10,400	-
7772CL	Advance site formation and engineering infrastructure works at Kwu Tung North new development area and Fanling North new development area—detailed design and site investigation	340,800 98,191	36,200 37,010	37,006

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
NEW TERRITORIES EAST DEVELOPMENT (Continued)				
<i>Infrastructure (Continued)</i>				
Civil Engineering—Land development (Continued)				
7774CL	Development of Anderson Road Quarry site— detailed design and site investigations	187,200 127,516	8,030 12,300	12,240
7803CL	Development of Anderson Road Quarry site— site formation and associated infrastructure works	7,693,400 576,502	580,110 580,110	533,397
7818CL	Development of Anderson Road Quarry site—road improvement and infrastructure works	2,654,400 -	- -	-
Transport—Ferry piers				
7050TF	Signature Project Scheme (Sai Kung District)— Reconstruction of the Sharp Island Pier	48,800 13,500	21,300 21,300	13,313
Transport—Footbridges/pedestrian tunnels				
7160TB	Footbridge across Po Yap Road linking Tseung Kwan O Area 55 and Area 65	80,500 67,973	1,590 8,730	8,725
Transport—Roads				
7797TH	Sha Tin New Town, stage 2—detailed design and site investigation for Trunk Road T4	30,600 17,978	210 210	-
7827TH	Tseung Kwan O—Lam Tin Tunnel—investigation and preliminary design	198,900 149,803	106 106	-
7862TH	Tseung Kwan O—Lam Tin Tunnel—detailed design and site investigation	196,000 144,099	5,590 5,890	5,669
7865TH	Cross Bay Link, Tseung Kwan O—detailed design and site investigation	68,300 41,410	6,870 7,770	7,765
7869TH	Widening of Tai Po Road (Sha Tin Section)— detailed design and site investigation	43,200 18,796	7,070 8,710	8,695
7872TH	Tseung Kwan O—Lam Tin Tunnel—main tunnel and associated works	15,093,500 1,969,722	1,650,490 1,650,490	1,469,457

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
NEW TERRITORIES WEST DEVELOPMENT				
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities—Mixed amenity packages				
7066RG	Signature Project Scheme (Tuen Mun District)— Promotion of youth development in Tuen Mun	3,700 2,157	700 2,500	2,123
Recreation, Culture and Amenities—Open spaces				
7461RO	Signature Project Scheme (Tsuen Wan District)— Redevelopment of Sai Lau Kok Garden	95,000 30,546	31,400 31,400	26,258
7465RO	Signature Project Scheme (Tuen Mun District)— Revitalisation of Tuen Mun River and surrounding areas	62,500 13,698	28,100 28,100	12,664
Recreation, Culture and Amenities—Sports facilities				
7259RS	Cycle tracks connecting North West New Territories with North East New Territories— Tuen Mun to Sheung Shui section (Remaining)	890,900 224,072	138,710 138,710	125,584
7271RS	Cycle tracks connecting North West New Territories with North East New Territories— Sheung Shui to Ma On Shan section	230,300 226,822	1,590 1,590	210
7276RS	Cycle track between Tsuen Wan and Tuen Mun— detailed design and site investigation (advance and stage 1 works)	28,200 4,942	821 821	598
7279RS	Cycle tracks connecting North West New Territories with North East New Territories— Tuen Mun to Sheung Shui section (stage 1)	295,400 226,702	15,860 15,860	15,537
7284RS	Signature Project Scheme (Kwai Tsing District)— Enhancement of community healthcare— installation of information kiosks and fitness equipment	7,700 4,700	1,094 1,727	1,700
Social Welfare and Community Buildings—Community centres and halls				
7201SC	Signature Project Scheme (Yuen Long District)— Construction of a Yuen Long District Community Services Building	118,000 25,068	41,000 41,000	20,217

Capital Works Reserve Fund

Head 707 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
NEW TERRITORIES WEST DEVELOPMENT (Continued)				
<i>Infrastructure</i>				
Civil Engineering—Land development				
7213CL	Engineering works for Ha Mei San Tsuen village expansion area	- -	420 420	-
7686CL	Consultants' fees and site investigation for site formation, roads and drains in Area 54, Tuen Mun—phase 2	25,900 14,985	2,650 2,650	706
7707CL	Yuen Long south western extension—site formation for school development and the associated road works in Area 13	34,000 30,560	440 440	-
7733CL	Review studies on Hung Shui Kiu new development area—consultants' fees and site investigation	70,400 53,886	9,730 10,730	9,072
7744CL	Formation, roads and drains in Area 54, Tuen Mun—phase 2 stage 1 works	325,200 302,055	5,080 19,080	18,292
7752CL	Planning and engineering study for housing sites in Yuen Long south—consultants' fees and site investigation	49,500 33,005	6,350 6,350	5,993
7755CL	Formation, roads and drains in Area 54, Tuen Mun—phase 2 stage 2 works	178,900 157,119	3,720 6,350	6,278
7788CL	Formation, roads and drains in Area 54, Tuen Mun—phase 1 stage 1 works	493,400 188,195	64,110 109,110	86,198
7789CL	Formation, roads and drains in Area 54, Tuen Mun—phase 2 stages 3 & 4A works	553,100 218,212	84,690 138,690	111,374
7804CL	Site formation and infrastructure works for development at Kam Tin South, Yuen Long—advance works	- -	3,290 3,290	-
Transport—Roads				
7842TH	Tsuen Wan Bypass, widening of Tsuen Wan Road between Tsuen Tsing Interchange and Kwai Tsing Interchange and associated junction improvement works—detailed design	46,900 16,787	2,120 2,120	-

Capital Works Reserve Fund

Head 707 (Continued)

Subhead	<i>Approved Project Estimate</i>	<i>Original Estimate</i>	Actual
	Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	\$'000
Block allocations			
7014CX Rural Public Works Programme	-	140,000	139,973
	-	140,000	
7016CX District Minor Works Programme	-	340,000	338,771
	-	340,000	
7017CX Signature Project Scheme	-	1,170	48
	-	1,170	
7100CX New towns and urban area works, studies and investigations for items in Category D of the Public Works Programme	-	158,800	134,284
	-	158,800	
	93,265,900	6,792,898	
Total	28,931,627	7,424,602	6,346,873

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 708 — CAPITAL SUBVENTIONS AND MAJOR SYSTEMS AND EQUIPMENT

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>CAPITAL SUBVENTIONS</i>				
Education Subventions				
<i>Primary</i>				
8023EA	Reprovisioning of The Church of Christ in China Kei Tsz Primary School at Tsz Wan Shan Road, Wong Tai Sin	92,700 91,973	714 714	6
8025EA	Redevelopment of St. Stephen's Girls' Primary School at Park Road, Mid-levels	100,000 95,407	100 100	-
8027EA	Extension and conversion to St. Paul's Primary Catholic School at Wong Nai Chung Road, Happy Valley	467,800 55,166	82,540 82,540	52,794
8028EA	Reprovisioning of St. Francis' Canossian School at St. Francis Street, Wan Chai	103,600 97,134	100 310	310
8029EA	Redevelopment of Sheng Kung Hui St. James' Primary School at Kennedy Road, Wan Chai	200,800 158,020	100 100	-
8030EA	Redevelopment of Diocesan Girls' Junior School at Jordan Road, Kowloon	163,000 123,579	100 100	-
8031EA	Redevelopment of St. Rose of Lima's School at Embankment Road and Duke Street, Kowloon	241,900 134,867	2,169 2,169	996
<i>Secondary</i>				
8082EB	Prevocational school at Northcote Close, Pok Fu Lam	128,700 99,748	100 100	-
8085EB	Extension to Fanling Lutheran Secondary School at Jockey Club Road, Fanling	81,200 77,987	2,158 2,158	-
8089EB	Redevelopment of Diocesan Girls' School at Jordan Road, Kowloon	208,600 153,393	100 100	-
8090EB	Redevelopment of St Francis' Canossian College at Kennedy Road, Wan Chai	318,700 295,055	40,000 40,000	36,397
8091EB	Alteration and conversion to St. Paul's Co-educational College at MacDonnell Road, Central	150,600 133,037	100 100	-
8092EB	Redevelopment of Tung Wah Group of Hospitals Wong Fut Nam College at Oxford Road, Kowloon	323,700 281,195	900 900	743
8093EB	Construction of an annex to Baptist Lui Ming Choi Secondary School, Shatin, New Territories	148,800 58,486	39,910 39,910	27,272

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>CAPITAL SUBVENTIONS (Continued)</i>				
<i>Education Subventions (Continued)</i>				
<i>Secondary (Continued)</i>				
8094EB	Redevelopment of Ying Wa Girls' School at Robinson Road, Hong Kong	653,400 390,977	202,770 202,770	114,949
<i>Miscellaneous Education Subventions</i>				
8023EC	Repairs to slopes of aided schools served with Dangerous Hillside Orders	817,800 343,111	330 330	323
8028EC	Pre-construction works for schools in the final phase of the School Improvement Programme	1,045,400 504,575	- -	(46)
8035EC	Construction works for schools in the final phase of the School Improvement Programme (batch 3B)	652,300 523,948	100 860	860
8036EC	Redevelopment of Marymount Primary School and improvements to Marymount Secondary School, Wan Chai	123,800 112,068	100 100	-
8041EC	Construction works for schools in the final phase of the School Improvement Programme (batch 4B)	840,300 704,784	2,200 5,660	5,244
8044EC	A private independent school (secondary-cum-primary) at Shum Wan Road, Aberdeen	216,900 216,900	100 5,505	5,505
8046EC	A private independent school (secondary-cum-primary) at Kong Sin Wan Tsuen, Pok Fu Lam	184,100 178,771	100 100	-
8052EC	Construction works for schools in the final phase of the School Improvement Programme (batch 5B)	282,000 236,058	100 100	17
8011EE	Redevelopment of Kowloon Junior School at Perth Street, Homantin, Kowloon	187,400 117,837	100 100	-
<i>Technical Education and Industrial Training</i>				
8020EM	Development of the Vocational Training Council International Culinary College	657,500 635,380	324,610 324,610	324,610
<i>Universities</i>				
<i>City University of Hong Kong</i>				
8020EJ	Multi-media Building — stage 2	437,000 391,572	- -	(7,949)
8023EJ	Student hostel, phase 4 (700 places)	182,000 174,485	- -	-

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>CAPITAL SUBVENTIONS (Continued)</i>				
<i>Universities (Continued)</i>				
<i>The Chinese University of Hong Kong</i>				
8018EF	Extension to the University Central Library Building, Phase II	50,316 49,489	- -	(223)
8021EF	Engineering Building Complex, Phase 1	162,274 160,624	- -	(1,650)
8037EF	Extension facilities for the clinical departments of the Faculty of Medicine at Prince of Wales Hospital	263,180 255,291	- -	(280)
8052EF	Centralised general research laboratory complex (block 1) in Area 39	455,800 403,000	- -	(18,000)
8055EF	Student hostels on northern campus (Blocks A3 and A4)	465,500 133,800	161,800 161,800	133,800
<i>The Hong Kong Baptist University</i>				
8020EH	Baptist University Road campus development	945,100 766,300	30,000 30,000	-
<i>The Hong Kong Polytechnic University</i>				
8026EK	Phase 8 development	1,337,400 1,262,690	3,000 3,000	3,000
8027EK	Innovation Tower	621,500 621,497	3,477 3,477	3,477
<i>The Hong Kong University of Science and Technology</i>				
8014EL	Research and Academic Building	360,200 332,400	- -	(9,600)
<i>The University of Hong Kong</i>				
8063EG	Academic building at No. 3 Sassoon Road	810,900 -	78,300 78,300	-

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
CAPITAL SUBVENTIONS (Continued)				
Medical Subventions				
8008MA	Redevelopment of Caritas Medical Centre, phase 2	1,719,600 1,536,190	22,000 22,000	2,638
8014MD	Redevelopment of Kwong Wah Hospital — preparatory works	552,700 390,289	45,000 58,420	58,412
8015MD	Redevelopment of Kwong Wah Hospital — main works (demolition and substructure works for phase 1)	654,800 278,784	276,988 276,988	196,954
8005ME	Redevelopment and expansion of Pok Oi Hospital	1,666,100 1,405,148	8,000 8,000	2,008
8005MF	Redevelopment of Yan Chai Hospital	590,500 538,491	14,000 14,000	3,012
8005MJ	Expansion of United Christian Hospital — preparatory works	352,300 264,393	20,000 20,000	9,792
8006MJ	Expansion of United Christian Hospital — main works (demolition and substructure works)	1,791,600 990,316	400,000 494,000	494,000
8003ML	Expansion of Haven of Hope Hospital	2,073,000 102,539	129,038 129,038	71,584
8048MM	Redevelopment of staff quarters for the establishment of a rehabilitation block at Tuen Mun Hospital	1,031,400 990,652	500 662	662
8063MM	North Lantau Hospital, phase 1	2,482,000 1,917,209	17,000 17,000	7,301
8067MM	Expansion of the blood transfusion service headquarters	893,100 312,253	217,637 217,637	197,500
8071MM	Reprovisioning of Yaumatei Specialist Clinic at Queen Elizabeth Hospital	1,891,600 1,456,895	100,000 100,000	48,724
8073MM	Tin Shui Wai Hospital	3,910,900 2,806,170	96,000 96,000	59,139
8076MM	Establishment of the Centre of Excellence in Paediatrics	12,985,500 7,793,038	2,900,000 3,744,000	3,743,706
8084MM	Redevelopment of Queen Mary Hospital, phase 1 — preparatory works	1,592,800 1,276,150	287,000 287,000	221,458
8003MQ	Refurbishment of Hong Kong Buddhist Hospital	563,300 266,282	200,030 200,030	149,402
8003MR	Expansion of Tseung Kwan O Hospital	1,944,900 1,488,329	16,000 26,740	14,377

Capital Works Reserve Fund

Head 708 (Continued)

Subhead	<i>Approved Project Estimate</i>	<i>Original Estimate</i>	Actual	
	Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	\$'000	
<i>CAPITAL SUBVENTIONS (Continued)</i>				
Subventions – Miscellaneous				
8004QG	Enhancement Plan for the Consumer Council Resource Centre Building	7,332 5,542	4,850 4,850	4,560
8005QG	Consumer Council renovation	- -	5,750 5,750	-
8015QJ	Redevelopment of the Hong Kong Sports Institute	1,707,500 1,619,814	1,320 4,970	4,968
8017QJ	Redevelopment of the Hong Kong Sports Institute – preparatory works	52,900 44,990	810 810	-
8028QJ	Expansion and improvement of Wanchai campus of the Hong Kong Academy for Performing Arts	444,800 359,128	247,260 247,260	187,399
8037QJ	Youth Hostel Scheme – pre-construction studies by the Tung Wah Group of Hospitals (site at IL No. 338)	2,100 2,000	420 420	400
8040QJ	Relocation of the office of Hong Kong Arts Development Council	11,700 5,982	1,060 1,060	-
8041QJ	Youth Hostel Scheme – construction works by the Hong Kong Federation of Youth Groups	150,900 -	22,400 22,400	-
8043QJ	Youth Hostel Scheme – pre-construction works by the Hong Kong Federation of Youth Groups	7,200 5,791	- 3,016	2,837
8045QJ	Youth Hostel Scheme – pre-construction works by Po Leung Kuk for the youth hostel project in Ma Tin Pok, Yuen Long	68,100 9,740	34,920 34,920	7,803
8046QJ	Youth Hostel Scheme – pre-construction works by Tung Wah Group of Hospitals (TWGHs)	- -	12,540 12,540	-
8047QJ	Improvement works to Tin Sau Bazaar in Tin Shui Wai, Yuen Long	2,000 2,000	- 2,000	2,000
8003QR	Hong Kong–Zhuhai–Macao Bridge – funding support for Main Bridge	9,046,500 7,896,539	155,200 155,200	-
8002QW	Revitalisation Scheme – Revitalisation of the Former Lai Chi Kok Hospital into Jao Tsung-I Academy/The Hong Kong Cultural Heritage	258,500 239,795	5,000 5,000	-
8007QW	Revitalisation Scheme – Revitalisation of Mei Ho House as City Hostel	209,500 167,154	2,900 2,900	150
8012QW	Revitalisation Scheme – Revitalisation of the Stone Houses into Stone Houses Family Garden	43,000 36,448	100 900	861
8016QW	Revitalisation Scheme – Revitalisation of the Blue House Cluster into Viva Blue House	75,400 60,500	2,830 3,530	2,972

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>CAPITAL SUBVENTIONS (Continued)</i>				
<i>Subventions – Miscellaneous (Continued)</i>				
8017QW	Revitalisation Scheme – Revitalisation of Old Tai Po Police Station into a Green Hub	54,900 46,247	2,000 2,000	-
8018QW	Revitalisation Scheme – Revitalisation of the Bridges Street Market into Hong Kong News-Expo	85,300 39,691	45,010 45,010	26,531
8019QW	Revitalisation Scheme – Revitalisation of the Former Fanling Magistracy into the Hong Kong Federation of Youth Groups (HKFYG) Institute for Leadership Development	111,600 83,211	75,400 75,400	49,803
8020QW	Revitalisation Scheme – Revitalisation of the Haw Par Mansion into Haw Par Music Farm	167,300 93,191	98,470 98,470	67,065
8021QW	Revitalisation Scheme – pre-contract consultancy and minor investigation works for the Revitalisation of The Bridges Street Market	5,300 3,639	200 200	-
8025QW	Revitalisation Scheme – Revitalisation of the No.12 School Street into Tai Hang Fire Dragon Heritage Centre – pre-contract consultancy and minor investigation works	4,200 1,585	1,500 1,500	844
8026QW	Revitalisation Scheme – Revitalisation of the Old Dairy Farm senior staff quarters into the Pokfulam Farm – pre-contract consultancy and minor investigation works	5,800 935	2,100 2,100	654
8027QW	Revitalisation Scheme – Revitalisation of the Lady Ho Tung Welfare Centre into Lady Ho Tung Welfare Centre Eco-learn Institute – pre-contract consultancy and minor investigation works	3,800 1,564	1,600 1,600	969
<i>MAJOR SYSTEMS AND EQUIPMENT</i>				
<i>Agriculture, Fisheries and Conservation Department</i>				
8001XB	Replacement of low voltage switchboard cubicles at Cheung Sha Wan Wholesale Food Market	8,120 8,120	1,102 1,836	1,836
8002XB	Replacement of central chiller plant and air handling units for office at Cheung Sha Wan Wholesale Food Market	3,480 3,480	446 744	744
8003XB	Replacement of defective condenser water pipe system for cold room equipment at Phase One of Western Wholesale Food Market	4,640 4,250	584 584	584
8004XB	Replacement of water cooled liquid chiller for region A air-conditioning system at Hong Kong Wetland Park	2,049 2,049	189 315	315

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Census and Statistics Department				
8030XG	Replacement of computer room air-conditioning units and associated accessories at plant room on 13/F, Wanchai Tower	3,016 2,548	468 468	-
Civil Aid Service				
8001XH	Replacement of the analogue radio communications system with a new digital system	7,770 5,804	1,031 1,031	500
Civil Aviation Department				
8024XJ	Study and trial of satellite-based communications, navigation and surveillance/air traffic management (CNS/ATM) systems	233,800 208,935	8,750 8,750	1,350
8032XJ	Replacement of air traffic control system	1,565,000 986,474	43,120 43,120	16,526
Correctional Services Department				
8014XL	Replacement of closed circuit television system in Lai Chi Kok Reception Centre	9,940 9,044	694 694	680
8015XL	Replacement of closed circuit television system in Pik Uk Correctional Institution	8,166 8,166	1,831 4,877	4,877
8019XL	Replacement of radio communications system	101,150 77,024	14,000 33,000	32,585
8020XL	Installation of closed circuit television system in Tai Lam Correctional Institution	6,000 3,747	1,300 1,800	1,318
8021XL	Replacement of closed circuit television system in Shek Pik Prison	7,328 6,469	326 326	262
8027XL	Replacement of electric locks security system in Stanley Prison	7,700 6,472	5,850 7,000	6,077
8028XL	Installation of electric locks security system in Tai Lam Centre for Women	34,995 2,469	4,250 4,250	500
8029XL	Replacement and enhancement of the closed circuit television systems for Stanley Prison	162,680 13,347	13,904 13,904	4,704
8030XL	Upgrading the digital video recorder system of the closed circuit television system in Lo Wu Correctional Institution	4,428 4,310	4,000 4,000	4,000

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Correctional Services Department (Continued)				
8031XL	Upgrading and replacement of closed circuit television system in Block E of Lai Chi Kok Reception Centre	2,640 1,500	2,500 2,500	1,400
8032XL	Replacement of public address system in Stanley Prison	3,572 1,894	3,168 3,168	1,490
8033XL	Installation of electric locks security system in Stanley Prison	765,400 14,000	8,384 8,384	7,000
8035XL	Replacement and enhancement of the closed circuit television systems for Pak Sha Wan Correctional Institution and Siu Lam Psychiatric Centre	51,546 1,800	2,116 2,116	900
Customs and Excise Department				
8028XM	Replacement of integrated radio system for the Customs Drug Investigation Bureau	52,000 49,906	3,248 5,518	5,325
8034XM	Replacement of closed circuit television system at the Passenger Terminal Building of the Hong Kong International Airport	8,779 6,355	1,194 1,194	1,090
8036XM	Procurement of remote video surveillance system at four land boundary control points and Customs Headquarters Building	5,763 4,175	1,549 1,549	994
8040XM	Replacement and enhancement of Customs Radar Monitoring System	9,819 9,811	4,871 8,111	8,111
Department of Health				
8018ZS	Upgrade of airflow control system at Public Health Laboratory Centre by replacement of venturi valves	9,600 9,268	2,974 4,624	4,624
8019ZS	Replacement of chiller at Wong Siu Ching Clinic	2,320 1,864	- -	(456)
8020ZS	Replacement of two chillers with associated pumps at Kowloon Bay Health Centre	5,800 4,903	- -	(131)
Environmental Protection Department				
8008XQ	Upgrading of the air quality modelling system— Pollutants in the Atmosphere and their Transport over Hong Kong (PATH)	8,000 7,837	54 54	-
8011XQ	Acquisition and installation of a High Performance Parallel Computing System for the operation of Air Quality Forecasting Models	9,500 3,693	1,350 1,350	151

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Fire Services Department				
8042XR	Replacement of one set of gondola with tracking system at the Fire Services Headquarters Building	3,638 1,200	339 1,200	1,200
8043XR	Replacement of major component of air-conditioning system at server room of the Fire Services Headquarters Building	2,216 2,216	338 338	-
8044XR	Replacement of emergency generator set at Tai Mo Shan Building No.1	3,802 1,088	2,000 2,000	-
8052XR	Provision of Information Technology Backbone Network Infrastructure for the Fire and Ambulance Services Academy	9,300 7,416	1,773 1,773	1,193
8053XR	Replacement of major component of air-conditioning system at Fire Services Headquarters Building	8,782 4,000	1,200 1,200	500
8054XR	Replacement of the Mobilising and Communications System of the Fire Services Department	1,713,700 1,559	900 45,550	1,559
Food and Environmental Hygiene Department				
8024VB	Modernisation work of elevators at Ngau Chi Wan Market	3,580 3,580	300 3,080	3,080
8036VB	Replacement of chiller unit CH-3 at Luen Wo Hui Municipal Services Building	5,000 4,800	300 2,000	2,000
8037VB	Replacement of chiller unit CH-4 at Luen Wo Hui Municipal Services Building	5,000 4,800	300 2,000	2,000
8038VB	Replacement of chiller unit CH-5 at Luen Wo Hui Municipal Services Building	5,000 4,800	300 2,000	2,000
8045VB	Replacement of escalators (E1 and E2) at Tin Wan Market	5,000 5,000	300 3,250	3,250
8046VB	Replacement of escalator E1 at Yue Kwong Road Market	2,500 2,500	300 1,625	1,625
8048VB	Replacement of escalators (E1 and E2) at North Kwai Chung Market	5,000 5,000	- 2,500	2,500
8055VB	Replacement of escalators (E1 and E2) at Yeung Uk Road Market	5,000 5,000	- 1,250	1,250
8056VB	Replacement of escalators (E3 and E4) at Yeung Uk Road Market	5,000 5,000	- 1,250	1,250

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Government Laboratory				
8001XT	Replacement of venturi valves of airflow control system at Public Health Laboratory Centre	2,773 2,417	533 533	533
Government Property Agency				
8124XI	Replacement of one set of sea water-cooled chiller unit at Kowloon Government Offices	8,955 5,018	900 900	-
8125XI	Replacement of two sets of air-cooled chiller units at Ho Man Tin Government Offices	8,909 7,427	582 582	-
8126XI	Replacement of one set of sea water-cooled chiller unit on UB/F, Revenue Tower	7,925 5,201	200 200	-
8127XI	Replacement of fresh and flushing water pipes at Immigration Tower	2,688 1,788	1,388 1,388	1,388
8128XI	Replacement of fresh and flushing water pipes at Revenue Tower	2,778 1,878	1,478 1,478	1,478
8130XI	Replacement of 30 sets of air-handling units at Southorn Centre	5,000 4,513	2,913 2,913	2,913
8132XI	Replacement of air-conditioning remote control system at Southorn Centre	5,104 1,100	1,000 1,000	1,000
8134XI	Replacement of Central Control and Monitoring System at North Point Government Offices	9,918 450	357 357	-
8135XI	Replacement of six sets of primary air-handling units at Immigration Tower	2,965 835	835 835	835
8136XI	Replacement of temperature control system of 78 sets of air-handling units at Immigration Tower	4,188 1,000	1,000 1,000	1,000
8137XI	Replacement of 80 sets of fan coil units at Central Government Pier No. 1	3,828 3,189	2,041 2,041	2,041
8138XI	Replacement of thermal insulation of chilled water pipes and associated pipe fittings at Eastern Law Courts Building	2,863 2,863	990 990	990
8139XI	Replacement of central access control system at Sha Tin Government Offices	4,640 4,000	640 640	-
8140XI	Replacement of steps, step chains and handrails of 8 sets of escalators at Immigration Tower	8,410 8,410	6,368 6,368	6,368

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Government Secretariat : Offices of the Chief Secretary for Administration and the Financial Secretary				
8078XV	Replacement of the 1823 Call Centre Systems	40,000 39,957	1,709 2,210	2,167
Hong Kong Observatory				
8025ZF	Replacement and upgrading of meteorological facilities for the Hong Kong International Airport	154,000 123,463	23,134 23,134	12,179
8027ZF	Replacement of storm detecting weather radar at Tate's Cairn	36,000 26,323	2,100 2,100	2,066
8028ZF	Replacement of runway visual range transmissometers at the Hong Kong International Airport	9,600 5,286	2,250 3,750	3,072
8030ZF	Enhancement of radiation monitoring facilities for Daya Bay contingency plan	9,240 9,222	398 1,218	1,200
8033ZF	Replacement of the north runway light detection and ranging system at the Hong Kong International Airport	9,970 9,929	985 1,641	1,600
Hong Kong Police Force				
8068YU	New radio system for Crime Wing	198,000 168,053	2,651 2,851	1,751
8077YU	Replacement of Crime Headquarters radio system	9,500 7,728	3,142 3,142	1,370
8089YU	Replacement of radio system of the Operations Wing	39,274 23,639	16,493 16,493	3,103
8090YU	Replacement of telephone systems for the New Territories North Region	9,041 6,847	2,127 2,127	-
8101YU	Provision of audio and video intelligence acquisition suite for the Criminal Intelligence Bureau	5,885 5,603	1,482 2,490	2,489
8102YU	Replacement of telephone systems for the New Territories South Region	8,438 7,077	1,537 1,537	203
8103YU	Replacement of video infrastructure at the airport for the Crime Wing	8,150 7,986	1,000 3,063	2,899
8109YU	Replacement of closed circuit television system for the Airport District	6,213 2,601	100 100	20
8110YU	Replacement of radio system for the Rail District	8,692 3,367	1,539 1,539	8

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Hong Kong Police Force (Continued)				
8111YU	Replacement of telephone systems for the Hong Kong Region	8,295 6,387	2,906 2,906	2,212
8113YU	Replacement of radio communication system for the Technical Services Division	4,722 4,712	- 39	29
8114YU	Replacement of closed circuit television intelligence system for the Technical Services Division	3,489 3,430	- 532	473
8115YU	Provision of close target reconnaissance capabilities for the Criminal Intelligence Bureau	6,689 6,679	3,627 4,166	4,163
8116YU	Integration and migration of police control rooms in the Rail District	6,937 2,476	896 896	81
8117YU	Replacement of telephone systems for the Kowloon West Region	9,740 7,102	4,183 4,183	2,202
8118YU	Replacement of radio system for the Rail District Phase II	9,131 2,504	1,787 1,787	8
8120YU	Replacement of electro-optical system for police launch PL51 for the Marine Region	4,076 1,979	2,095 2,095	106
8121YU	Replacement of electro-optical system for police launch PL52 for the Marine Region	4,076 1,899	2,225 2,225	56
8122YU	Replacement of electro-optical system for police launch PL53 for the Marine Region	4,076 1,899	2,225 2,225	56
8123YU	Replacement of electro-optical system for police launch PL54 for the Marine Region	4,076 1,922	200 200	170
8124YU	Replacement of electro-optical system for police launch PL55 for the Marine Region	4,076 1,871	100 120	120
8125YU	Replacement of electro-optical system for police launch PL56 for the Marine Region	4,076 1,949	200 200	198
8126YU	Replacement of electro-optical system for police launch PL60 for the Marine Region	4,076 1,872	2,224 2,224	28
8127YU	Replacement of electro-optical system for police launch PL61 for the Marine Region	4,076 1,872	2,224 2,224	28
8128YU	Replacement of electro-optical system for police launch PL62 for the Marine Region	4,076 1,872	2,224 2,224	28
8129YU	Replacement of electro-optical system for police launch PL63 for the Marine Region	4,076 1,921	2,175 2,175	28
8130YU	Replacement of digital radar security system for the Marine Region	39,785 2,607	33,785 33,785	874

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Hong Kong Police Force (Continued)				
8131YU	Replacement of electro-optical sensor system for police barge operating platform PB1 for the Marine Region	4,240 -	1,900 1,900	-
8132YU	Replacement of electro-optical sensor system for police barge operating platform PB2 for the Marine Region	4,240 -	1,900 1,900	-
8133YU	Replacement of telephone systems for the Kowloon East Region	7,269 3,476	4,369 4,369	1,103
8134YU	Replacement of telephone systems for the Marine Region	5,511 3,422	2,599 2,599	997
8135YU	Enhancement of security system of the Hong Kong Police College	3,662 -	3,076 3,076	-
8136YU	Enhancement of the facilities of two regional higher commands in Hong Kong Island and New Territories and the regional operations room in New Territories South	7,702 3,640	4,200 4,200	3,357
8138YU	Replacement of the Command and Control Communications System of the Hong Kong Police Force	855,436 6,894	21,538 21,538	6,404
8140YU	Implementation of Marine Situational Awareness System	186,335 -	1,000 1,000	-
Immigration Department				
8041YF	Installation of a new digital recording closed circuit television system with face recognition function at Airport Control Point	9,500 785	5,229 5,229	-
8044YF	Replacement of closed circuit television system recording sub-system in the Airport Division	8,350 4,613	3,190 3,190	1,580
8047YF	Installation of closed circuit television system with face recognition and recording functions at North Satellite Concourse for Airport Control Point	9,417 -	5,650 5,650	-
8057YF	Replacement of Airport Authority closed circuit television sub-system in Airport Division	8,400 4,606	900 900	41
8071YF	Replacement of air-conditioning system in Cotton Tree Drive Marriage Registry	3,851 1,849	- -	(145)

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Independent Commission Against Corruption				
8018YG	Installation of a fibre optic backbone for the Government Communications Network (GCN)	8,860 5,425	1,990 1,990	1,364
8019YG	Installation of a fibre optic backbone for the Government Secure Communications Network (GSN) on Hong Kong Island	7,000 7,000	2,000 2,000	2,000
8020YG	Replacement of the radio communications system of the Operations Department	78,730 56,069	12,314 20,700	20,293
8021YG	Installation of a fibre optic backbone for the Government Secure Communications Network (New Territories (South) to Hong Kong Island (North))	8,800 2,403	2,300 2,300	1,093
Judiciary				
8041YL	Replacement of one set of building management system at Kowloon City Law Courts Building	3,016 2,050	966 966	-
8042YL	Replacement of thermal insulation of chilled water pipe system and chilled water branch pipes on 2/F and 4/F of Kowloon City Law Courts Building	4,845 4,845	2,795 2,795	1,950
Lands Department				
8048XF	Replacement of aerial camera system	41,580 30,671	7,560 7,560	3,123
Leisure and Cultural Services Department				
8034VA	Design and installation of an integrated exhibition system for Hong Kong Space Museum	32,000 15,212	3,028 3,028	1,474
8042VA	Upgrading of the heliostat system in Hong Kong Space Museum	5,050 3,173	102 1,104	1,070
8050VA	Design-and-build of a system of exhibits and related equipment for the Children Gallery of the Hong Kong Science Museum	8,250 8,250	429 1,873	1,873
8082VA	Replacement and upgrading of surveillance system at Hong Kong Stadium	6,960 3,895	2,559 2,559	2,495
8083VA	Replacement of chiller plant system at Lei Yue Mun Municipal Services Building	8,700 6,200	1,920 3,200	3,200

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Marine Department				
8079YQ	Replacement/upgrading of vessel traffic services system	558,200 347,312	119,506 119,506	113,014
8080YQ	Replacement of the existing sounding survey system onboard survey vessel Hydro 1	3,900 1,701	500 1,100	665
8086YQ	Replacement of the high frequency/medium frequency receiving system for the Maritime Rescue Co-ordination Centre	9,800 9,799	1,480 1,480	1,480
8087YQ	Replacement of fuel oil pipeline and fire drencher system at China Ferry Terminal	9,000 8,572	6,428 8,250	8,250
8088YQ	Procurement of Ground Receiving Station of the Medium Earth Orbit Search and Rescue Satellite System	41,400 3,240	6,000 6,000	145
8089YQ	Replacement of one Exposed Fire Services Drencher System at Oil Store in Government Dockyard	5,000 5,000	1,000 4,100	4,100
8090YQ	Replacement of one Hydraulic Spider Platform (Engine Driven) in Government Dockyard	3,120 3,120	2,620 2,620	2,620
8091YQ	Replacement of air-conditioning system by mechanical ventilation system at Block K in Government Dockyard	2,400 2,400	1,900 1,900	1,900
8094YQ	Replacement and upgrading of closed circuit television system at China Ferry Terminal	9,196 9,196	2,300 4,598	4,598
Transport Department				
8113ZN	Replacement of traffic control and surveillance system including the closed circuit television system in the Shing Mun Tunnels	140,000 92,893	- -	(1)
8124ZN	Replacement of tunnel ventilation system in the Cross-Harbour Tunnel	69,300 48,300	10,200 10,200	8,000
8132ZN	Expansion of red light camera system, phase 4	48,135 32,065	- 2,636	839
8141ZN	Replacement of the lane control signals and variable speed limit signs of the traffic control and surveillance system in the Tsing Ma Control Area	56,750 25,427	500 500	120
8142ZN	Replacement of tunnel lighting system and monitoring and management supervisory systems in the Shing Mun Tunnels	131,970 73,106	24,215 42,826	42,826
8143ZN	New parking meter trial scheme	9,426 3,521	3,175 3,175	486

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Transport Department (Continued)				
8144ZN	Replacement/reprovisioning of toll collection systems at Lantau Toll Plaza and Ma Wan Toll Plaza in Tsing Ma Control Area	81,300 53,161	17,045 29,877	29,767
8145ZN	Installation of 'stop-and-go' e-payment facilities at manual toll booths of government tolled tunnels and roads	45,530 20,709	12,561 12,561	12,478
8148ZN	Replacement of travelator No. 6T of Central to Mid-levels Escalator and Walkway System	8,245 345	44 44	23
8149ZN	Replacement of travelator No. 5T of Central to Mid-levels Escalator and Walkway System	8,312 349	46 46	27
8150ZN	Replacement of travelator No. 7T of Central to Mid-levels Escalator and Walkway System	7,872 320	20 20	-
8152ZN	Replacement of escalator No. 2E of Central to Mid-levels Escalator and Walkway System	6,917 272	93 105	105
8153ZN	Replacement of escalator No. 14E of Central to Mid-levels Escalator and Walkway System	6,148 236	73 73	71
8154ZN	Replacement of escalator No. 1E of Central to Mid-levels Escalator and Walkway System	6,829 272	93 105	105
8155ZN	Replacement of escalator No. 21E of Central to Mid-levels Escalator and Walkway System	9,635 576	266 394	394
8156ZN	Replacement of escalator No. 15E of Central to Mid-levels Escalator and Walkway System	5,256 190	46 46	27
8157ZN	Replacement of escalator No. 9E of Central to Mid-levels Escalator and Walkway System	6,249 242	76 76	76
8158ZN	Replacement of escalator No. 17E of Central to Mid-levels Escalator and Walkway System	7,788 322	121 152	152
8159ZN	Replacement of escalator No. 22E of Central to Mid-levels Escalator and Walkway System	7,662 987	523 822	822
8160ZN	Replacement of escalator No. 23E of Central to Mid-levels Escalator and Walkway System	5,372 351	143 189	189
8161ZN	Replacement of escalator No. 12E of Central to Mid-levels Escalator and Walkway System	6,550 257	85 91	91
8162ZN	Replacement of escalator No. 8E of Central to Mid-levels Escalator and Walkway System	5,825 220	63 63	55
8163ZN	Replacement of escalator No. 10E of Central to Mid-levels Escalator and Walkway System	6,327 246	78 80	80
8164ZN	Replacement of escalator No. 11E of Central to Mid-levels Escalator and Walkway System	6,070 232	70 70	67

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
MAJOR SYSTEMS AND EQUIPMENT (Continued)				
Transport Department (Continued)				
8165ZN	Replacement of escalator No. 13E of Central to Mid-levels Escalator and Walkway System	6,606 261	86 94	94
8166ZN	Replacement of escalator No. 16E of Central to Mid-levels Escalator and Walkway System	7,911 328	125 158	158
8167ZN	Replacement of escalator No. 18E of Central to Mid-levels Escalator and Walkway System	7,141 288	102 120	120
8168ZN	Replacement of area traffic control system in Tai Po and North Districts	32,200 3,772	7,740 7,740	2,205
8169ZN	Replacement of the closed circuit television system in Tai Po and North Districts	9,185 1,141	3,266 3,266	694
8172ZN	Replacement of automatic incident detectors and over-height vehicle detectors in the Tseung Kwan O Tunnel	6,159 6,159	1,699 3,789	3,789
8173ZN	Supply and installation of new e-payment system at Eastern Harbour Crossing	8,820 3,326	2,773 2,906	2,906
8174ZN	Replacement of tunnel lighting system in the Kai Tak Tunnel	85,900 10,650	6,000 6,000	6,000
8175ZN	Replacement of environmental monitoring system in Kai Tak Tunnel	9,861 5,420	3,225 4,300	4,300
8176ZN	Installation of radio re-broadcasting system for digital audio broadcasting at the Eastern Harbour Crossing	4,880 500	594 594	-
8177ZN	Relocation of Transport Department's operation centres to the West Kowloon Government Offices	73,254 1,573	571 1,580	1,529
8178ZN	Replacement of traffic control and surveillance system in the Eastern Harbour Crossing	145,650 7,300	6,600 6,600	3,000
8179ZN	Replacement of fire alarm system in the Aberdeen Tunnel	15,120 400	600 600	200
8180ZN	Replacement of traffic control and surveillance system in the Kai Tak Tunnel	112,040 6,000	3,000 4,000	4,000
8181ZN	Replacement of manual toll collection system in the Aberdeen Tunnel	19,908 2,000	2,400 2,400	1,000
8183ZN	Installation of traffic detectors	194,000 4,482	2,100 3,880	3,874
8184ZN	Replacement of traffic control and surveillance system in the Tsing Ma Control Area	298,910 1,800	6,000 6,000	1,800

Capital Works Reserve Fund

Head 708 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
Block allocations				
8100BX	Slope-related capital works for subvented organisations other than education and medical subventions	-	4,260	4,200
		-	4,260	
8100EX	Alterations, additions, repairs and improvements to the campuses of the UGC-funded institutions	-	596,360	596,360
		-	596,360	
8100QX	Alterations, additions, repairs and improvements to education subvented buildings	-	675,160	602,472
		-	675,160	
8001SX	Provisioning of welfare facilities	-	163,070	123,500
		-	163,070	
		73,054,649	8,526,077	
Total		47,963,831	9,672,651	8,156,380

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 709 — WATERWORKS

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure</i>				
Water Supplies — Combined fresh/salt water supplies				
9090WC	Replacement and rehabilitation of water mains, stage 1 phase 1	2,063,400 2,045,679	100 100	(10)
9092WC	Water supply to West Kowloon Reclamation, stage 2 — main works	162,190 121,722	100 100	-
9096WC	Water supply to Pak Shek Kok reclamation area, Tai Po — stage 2 phase 2	162,700 72,750	4,000 8,000	7,688
9181WC	Water supply to Central Reclamation — phase 3	23,600 12,916	110 110	89
9182WC	Replacement and rehabilitation of water mains, stage 2	3,156,600 3,137,069	10,000 10,000	190
9186WC	Replacement and rehabilitation of water mains, stage 3	5,550,000 5,492,021	82,905 82,905	51,627
9189WC	Replacement and rehabilitation of water mains, stage 4 phase 2	4,510,300 3,876,693	321,529 541,529	491,121
9190WC	Replacement and rehabilitation of water mains, stage 4 — investigation and detailed design	198,400 132,133	100 100	-
9191WC	Replacement and rehabilitation of water mains, stage 4 phase 1	6,262,400 5,602,185	455,144 455,144	404,896
9192WC	Water supply to Pak Shek Kok reclamation area, Tai Po — stage 2 phase 1	79,800 44,073	100 660	651
9193WC	Water supply to North-western Tuen Mun, stage 1	30,300 21,463	3,056 3,056	2,945
9195WC	Feasibility study on relocation of Diamond Hill fresh water and salt water service reservoirs to caverns	46,000 18,543	732 3,908	2,468
9197WC	Water supply to North-western Tuen Mun, stage 2	87,700 14,399	5,000 10,000	9,992
9198WC	Implementation of Water Intelligent Network, stage 1	239,700 30,110	67,000 67,000	25,815
Water Supplies — Fresh water supplies				
9237WF	Mainlaying along Fanling Highway and near She Shan Tsuen — stage 2	225,500 130,058	23,941 23,941	21,074
9325WF	Integration of Mount Davis fresh water primary service reservoir with Central and Western low level fresh water supply system	32,800 25,949	100 100	-

Capital Works Reserve Fund

Head 709 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Water Supplies—Fresh water supplies (Continued)				
9333WF	Improvement of fresh water supply to Cheung Chau	254,800 242,235	13,000 13,000	7,169
9334WF	Expansion of Tai Po water treatment works and ancillary raw water and fresh water transfer facilities—part 2 works	6,176,700 3,710,925	570,000 674,000	673,113
9338WF	Mainlaying along Fanling Highway and near She Shan Tsuen, stage 1	52,600 38,579	200 200	200
9344WF	In-situ reprovisioning of Sha Tin water treatment works (South Works)—design and site investigation	149,100 123,748	5,443 5,443	2,999
9350WF	Improvement of water supply to Sheung Shui and Fanling	521,300 29,761	40,000 40,000	29,153
9356WF	Upgrading of Tung Chung fresh water supply system	300,200 405	5,000 5,000	405
9358WF	In-situ reprovisioning of Sha Tin water treatment works (South Works)—advance works	1,658,000 747,859	327,000 327,000	325,155
9359WF	Design and construction for first stage of desalination plant at Tseung Kwan O—investigation study review, design and site investigation	154,500 111,260	32,701 32,701	32,373
9363WF	Upgrading of disinfection facilities in water treatment works	875,600 -	50,000 50,000	-
9364WF	Design and construction for first stage of desalination plant at Tseung Kwan O—mainlaying	720,500 5,145	59,900 59,900	5,145
Water Supplies—Salt water supplies				
9013WS	Salt water supply system for Pok Fu Lam area	268,000 260,042	1,000 1,000	-
9036WS	Ring mains for Cha Kwo Ling salt water supply system	81,200 78,212	100 100	-
9043WS	Upgrading of Wan Chai salt water supply system	271,100 216,802	20,000 33,800	33,577
9045WS	Salt water supply for Northwest New Territories—remaining works	808,400 744,253	7,500 7,500	3,921
9046WS	Upgrading of Sha Tin salt water supply system	207,400 200,254	100 100	14
9049WS	Salt water supply for Northwest New Territories, stage 1	188,000 182,182	3,000 3,000	32

Capital Works Reserve Fund

Head 709 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
<i>Infrastructure (Continued)</i>				
Water Supplies—Salt water supplies (Continued)				
9053WS	Upgrading of Chai Wan salt water supply system	379,100 14,897	30,000 30,000	14,882
Block allocation				
9100WX	Waterworks, studies and investigations for items in Category D of the Public Works Programme	- -	872,600 872,600	871,822
	Total	35,897,890 27,484,322	3,011,461 3,361,997	3,018,506

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 710 — COMPUTERISATION

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
Census and Statistics Department				
A031XG	Computer equipment and services for the 2016 Population By-census	88,814 82,550	9,161 9,161	9,123
Correctional Services Department				
A036XL	Replacement of Core Information Technology Systems with the Integrated Custodial and Rehabilitation Management System	352,754 4,535	11,000 11,000	3,863
Customs and Excise Department				
A041XM	Development of Dutiable Commodities System	33,000 29,084	5,207 5,207	5,202
A044XM	Customs and Excise Information and Risk Management System	37,954 21,112	11,535 11,535	11,531
Department of Justice				
A008YN	Implementation of a verified, authenticated and searchable electronic database of Hong Kong legislation	79,395 64,942	9,633 10,833	10,732
Fire Services Department				
A040XR	Development of Asset Management and Maintenance System	49,830 45,282	3,717 8,937	7,013
A041XR	Development of a computer system for provision of post-dispatch advice	37,880 4,526	6,847 11,411	3,012
Government Logistics Department				
A008YC	Replacement of the Procurement and Contract Management System and the Unallocated-Store Program	72,659 8,854	6,004 8,349	8,342
Government Secretariat : Education Bureau				
A022XN	Infrastructure enhancement for Education Information System	157,017 147,344	22,306 22,306	22,043

Capital Works Reserve Fund

Head 710 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
Government Secretariat : Food and Health Bureau (Health Branch)				
A074XV	Development of a territory-wide Electronic Health Record Sharing System	1,124,192 733,000	- 66,450	31,000
A085XV	Development of a territory-wide Electronic Health Record Sharing System (Stage 2)	- -	66,450 66,450	-
Government Secretariat : Office of the Government Chief Information Officer				
A068XV	Provision of Wi-Fi wireless internet facilities at Government premises	285,600 272,717	7,711 19,221	19,137
A080XV	New hosting infrastructure for e-Government services	135,000 131,241	1,800 1,800	1,676
A083XV	Implementation of a Government Cloud Platform	242,000 95,167	27,720 27,720	25,286
A084XV	Wi-Fi Connected City	474,700 26,569	65,340 65,340	21,764
A086XV	Centrally Managed Messaging Platform	252,210 362	43,549 43,549	362
Hong Kong Police Force				
A088YU	Computer Assisted Palmprint and Fingerprint Identification System	59,576 59,501	5,927 5,927	5,852
A097YU	Development of the Third Generation of Major Incident Investigation and Disaster Support System	43,980 43,665	1,992 1,992	1,898
A098YU	Redevelopment of the Personnel Information Communal System	57,600 54,761	5,539 5,539	2,700
A104YU	Development of the Second Generation of Communal Information System	411,272 92,077	142,340 142,340	8,618
A105YU	Enhancement of the Information Technology Infrastructure by using Virtual Workstation (Initial Implementation)	40,716 40,334	9,867 10,561	10,374
A137YU	Replacement of the Infrastructure Platform for the Police Operational Nominal Index Computer System and the Criminal Intelligence Computer System	81,672 14,563	19,214 19,214	9,892
A139YU	Replacement and Upgrade of the Information Technology Infrastructure and Applications of the Hong Kong Police Force	396,823 65,742	70,087 70,087	50,485

Capital Works Reserve Fund

Head 710 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
Immigration Department				
A035YF	Computer systems at the new control point for the Hong Kong – Shenzhen Western Corridor	176,616 114,901	9,378 9,378	9,345
A036YF	Implementation of phase III of the updated information systems strategy	336,845 333,330	15,920 15,920	15,907
A052YF	Enhancement of computer systems to process electronic Exit-Entry Permit for Travelling to and from Hong Kong and Macao and extension of e-Channel service	247,515 194,226	11,822 11,822	10,529
A058YF	New information technology infrastructure	862,202 348,743	24,100 29,832	29,787
A062YF	New immigration control system	912,215 596,790	209,369 248,734	247,708
A069YF	Computer systems at control points	168,548 7,445	27,265 27,265	7,078
A076YF	Next generation smart identity card system	1,448,786 38,032	54,601 54,601	35,046
A077YF	Next generation electronic passport system	357,833 5,477	3,040 4,840	4,814
A079YF	Computer services for Tuen Mun Regional Office for Immigration Department	- -	103 103	-
Independent Commission Against Corruption				
A017YG	Implementation of a New Generation Operations Department Information System	57,457 57,442	830 6,609	6,593
Inland Revenue Department				
A035YK	Implementation of system infrastructure enhancement project	305,315 288,103	37,555 40,188	39,952
Intellectual Property Department				
A009YO	Redevelopment of the Electronic Processing Systems, E-filing System and Online Search System of the Intellectual Property Department	67,114 14,777	11,544 11,544	9,792
Judiciary				
A036YL	Provision of Information Technology Infrastructure and Digital Audio Recording and Transcription Services System in the West Kowloon Law Courts Building	51,796 43,994	17,810 17,810	11,720

Capital Works Reserve Fund

Head 710 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
Judiciary (Continued)				
A037YL	Implementation of Projects under the Information Technology Strategy Plan of the Judiciary	682,430 267,652	133,583 133,583	132,521
Leisure and Cultural Services Department				
A084VA	Implementation of the SmartPLAY system for public leisure service in Hong Kong	499,816 -	2,420 2,420	-
Social Welfare Department				
A012ZG	Replacement of the Computerised Social Security System	386,139 277,292	77,606 107,606	104,687
A013ZG	Establishment of the next generation information technology infrastructure	175,767 74,988	17,828 37,589	34,545
Transport Department				
A125ZN	Development of the Traffic and Incident Management System	100,000 59,296	15,721 15,721	12,174
A170ZN	The Vehicles and Drivers Licensing Integrated Data System Infrastructure Enhancement Project	71,284 58,663	18,096 31,032	31,018
A182ZN	Upgrading of the Transport Information System	74,000 9,920	13,320 13,320	9,334
Working Family and Student Financial Assistance Agency				
A008ZO	Implementation of the Integrated Student Financial Assistance System	65,371 47,660	3,750 5,347	2,835
Block allocation				
A007GX	New administrative computer systems	-	990,000 990,000	936,507
		11,561,693	2,248,607	
	Total	<u>4,876,659</u>	<u>2,460,193</u>	<u>1,961,797</u>

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Works Reserve Fund

STATEMENT OF PROJECT PAYMENTS FOR 2017-18

Head 711 — HOUSING

(Expressed in Hong Kong dollars)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
BUILDING				
<i>Community and External Affairs</i>				
Recreation, Culture and Amenities—Mixed amenity packages				
B062RG	Sports centre, 5-a-side soccer pitch and public library facilities at Northwest Kowloon Reclamation Site 6, Sham Shui Po	1,564,600 125,651	150,000 150,000	119,854
Recreation, Culture and Amenities—Open spaces				
B437RO	District open space adjoining Lower Ngau Tau Kok public housing redevelopment	125,000 99,866	500 500	474
B440RO	District open space adjoining public housing development at Anderson Road	201,000 -	2,100 2,100	-
B446RO	District open space adjoining San Po Kong public housing development	- -	7,000 7,000	-
Recreation, Culture and Amenities—Sports facilities				
B286RS	Reprovisioning of recreational facilities at Hiu Ming Street Playground, Kwun Tong	- -	1,100 1,100	-
B289RS	Sports centre at Choi Wing Road, Kwun Tong	609,600 49,332	53,800 53,800	48,258
Social Welfare and Community Buildings—Community halls				
B195SC	Community hall at Sau Ming Road, Kwun Tong	134,900 48,515	43,000 43,000	14,000
B197SC	Reprovisioning of Pak Tin Community Hall and special child care centre-cum-early education and training centre in Pak Tin Estate redevelopment site, and construction of footbridge link at Nam Cheong Street, Sham Shui Po	318,300 246,101	170,000 170,000	169,908
<i>Miscellaneous</i>				
Support—Others				
B186GK	Ancillary facilities block at Tseung Kwan O Area 65C2	235,200 3,566	13,700 13,700	3,566

Capital Works Reserve Fund

Head 711 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
CIVIL ENGINEERING				
<i>Infrastructure</i>				
Civil Engineering—Land development				
B564CL	Development near Choi Wan Road and Jordan Valley	2,009,300 1,984,495	212 510	498
B566CL	Development at Anderson Road	3,467,200 3,346,256	147,494 147,494	28,851
B742CL	Main engineering infrastructure in association with the proposed developments in Area 56, Tung Chung	54,800 44,435	6,400 6,400	4,172
B757CL	Roads and drains in Area 16 and Area 58D, Sha Tin	224,500 67,903	38,890 45,440	44,429
B777CL	Road and infrastructure works for development at Lin Cheung Road, Sham Shui Po	114,800 48,317	46,220 46,220	38,232
B781CL	Infrastructure works for public housing development at Area 54, Tung Chung	284,800 11,852	41,897 41,897	11,852
B783CL	Infrastructure works for development at Queen's Hill, Fanling	1,459,500 128,847	161,000 161,000	114,906
B800CL	Demolition and ground decontamination works for development at North West Kowloon Reclamation Site 1, Sham Shui Po—Phase 1	108,400 41,147	40,300 40,300	33,147
B813CL	Site formation and infrastructure works for public housing developments at Chung Nga Road and Area 9, Tai Po—Phase 1	1,146,800 34,752	104,600 104,600	34,752
TRANSPORT				
<i>Infrastructure</i>				
Transport—Footbridges/pedestrian tunnels				
B177TB	Footbridge link at Sau Ming Road, Kwun Tong	130,100 9,308	34,280 34,280	7,441
B187TB	Footbridge improvement works at Siu Hong Road, Tuen Mun	129,500 8,113	27,200 27,200	7,040
Transport—Interchanges/bus termini				
B079TI	Public transport interchange at Area 13, Hung Shui Kiu	48,100 40,471	3,430 3,430	2,394
B080TI	Public transport interchange at Container Port Road and junction improvement works along Kwai Chung Road, Kwai Chung	72,700 54,362	22,000 29,350	25,964

Capital Works Reserve Fund

Head 711 (Continued)

Subhead		<i>Approved Project Estimate</i>	<i>Original Estimate</i>	
		Actual up to 31.3.2018 \$'000	Amended Estimate \$'000	Actual \$'000
TRANSPORT (Continued)				
<i>Infrastructure (Continued)</i>				
Transport – Interchanges/bus termini (Continued)				
B081TI	Public transport interchange and associated works at Kiu Cheong Road East, Ping Shan	602,200 226,379	198,320 198,320	177,164
B082TI	Public transport interchange at Northwest Kowloon Reclamation Site 6, Sham Shui Po	174,000 3,321	17,765 17,765	2,810
B083TI	Public transport interchange at Pak Wan Street, Sham Shui Po	108,200 2,712	17,500 17,500	2,141
Transport – Roads				
B653TH	Road improvement works in association with the proposed re-alignment of Ngau Tau Kok Fourth Street and Fifth Street and construction of nearby footbridge links	96,100 47,136	360 360	-
B868TH	Road improvement works at Ma On Shan, Sha Tin	587,700 -	27,500 27,500	-
WATER SUPPLIES				
<i>Infrastructure</i>				
Water Supplies – Combined fresh/salt water supplies				
B126WC	Water supply to housing development at Anderson Road	231,500 188,808	100 1,100	488
B188WC	Mainlaying within development at Anderson Road	103,800 103,626	100 100	-
Block allocation				
B100HX	Minor housing development related works, studies and investigations for items in Category D of the Public Works Programme	- -	154,440 154,440	100,995
	Total	14,342,600 6,965,271	1,531,208 1,546,406	993,336

Note : The figure for Block allocation is excluded from the column of Approved Project Estimate and Actual up to 31.3.2018.

Capital Investment Fund

STATEMENT OF INVESTMENTS

(Expressed in Hong Kong dollars)

Descriptions	Balances at 1.4.2017 \$'000	Investments Approved \$'000	Investments Made \$'000	Investments Disposal/ Refund \$'000	Total Investments at 31.3.2018 \$'000	Nominal Holdings (No. of shares)
EQUITY HOLDINGS						
Airport Authority	30,648,000	36,648,000	-	-	30,648,000	306 480
			36,648,000	(6,000,000)		
Asian Development Bank	179,677	233,688	(a) 17,300	-	196,977	2 892
			196,977	-		
Asian Infrastructure Investment Bank	-	(b) 6,000,000	(c) 238,319	-	238,319	1 530
			238,319	-		
Hong Kong Science and Technology Parks Corporation	13,624,000	14,184,000	-	-	13,624,000	15 210 397 594
			13,624,000	-		
Hongkong International Theme Parks Ltd.	14,296,863	8,700,000	(d) 200,500	-	14,497,363	14 497 363 382
			14,497,363	-		
IEC Holdings Ltd.	2,000,000	2,000,000	-	-	2,000,000	2 000 000 000
			2,000,000	-		
Kowloon-Canton Railway Corporation	39,120,000	37,500,000	-	-	39,120,000	391 200
			39,120,000	-		
MTR Corporation Ltd.	34,188,895	32,244,236	(e) 3,636,333	-	37,825,228	(f) 4 517 196 134
			45,610,800	(7,785,572)		
New Hong Kong Tunnel Company Ltd.	56,250	N.A.	-	-	56,250	5 625 000
			56,250	-		
The Applied Research Council	175,000	175,000	-	-	175,000	175 000 000
			175,000	-		
TOTAL FOR EQUITY HOLDINGS	134,288,685	N.A.	4,092,452	-	138,381,137	
			152,166,709	(13,785,572)		

N.A. - Not applicable

2017-18 figures

Cumulative figures

Capital Investment Fund

STATEMENT OF INVESTMENTS (Continued)

Descriptions	Balances at 1.4.2017 \$'000	Investments Approved \$'000	Investments Made \$'000	Investments Disposal/ Refund \$'000	Total Investments at 31.3.2018 \$'000	Nominal Holdings (No. of shares)
OTHER CAPITAL INVESTMENTS						
Hong Kong Housing Authority — Permanent government capital	13,488,797	N.A.	-	-	13,488,797	N.A.
			13,488,797	-		
Contributions to domestic housing	436,650,328	N.A.	22,448,318	-	(g) 459,098,646	N.A.
			459,408,667	(310,021)		
Non-domestic equity	28,955,434	N.A.	3,873,471	-	(g) 32,828,905	N.A.
			35,505,377	(2,676,472)		
Urban Renewal Authority	10,000,000	10,000,000	-	-	10,000,000	N.A.
			10,000,000	-		
Companies Registry Trading Fund	138,460	N.A.	-	-	138,460	N.A.
			138,460	-		
Electrical and Mechanical Services Trading Fund	706,600	N.A.	-	-	706,600	N.A.
			706,600	-		
Land Registry Trading Fund	118,300	N.A.	-	-	118,300	N.A.
			118,300	-		
Office of the Communications Authority Trading Fund	212,400	N.A.	-	-	212,400	N.A.
			212,400	-		
Post Office Trading Fund	2,101,000	N.A.	-	-	(h) 2,101,000	N.A.
			2,101,000	-		
TOTAL FOR OTHER CAPITAL INVESTMENTS	492,371,319	N.A.	26,321,789	-	518,693,108	N.A.
			521,679,601	(2,986,493)		
GRAND TOTAL	626,660,004	N.A.	30,414,241	-	657,074,245	N.A.
			673,846,310	(16,772,065)		

N.A. - Not applicable

2017-18 figures

Cumulative figures

Capital Investment Fund

STATEMENT OF INVESTMENTS *(Continued)*

Notes:

- (a) This represents the eighth of the ten annual instalments from 2010-11 to 2019-20 for subscribing for 1 542 paid-in shares to the Fifth General Capital Increase of the Asian Development Bank.
- (b) This represents the investment approval of (i) \$1.2 billion for the subscription of 1 530 paid-in shares and (ii) \$4.8 billion for the subscription of 6 121 callable shares, in the Asian Infrastructure Investment Bank. In the financial statements, the unpaid amount of the paid-in shares is included in commitments and the whole amount of the callable shares is reported under contingent liabilities.
- (c) This represents the first of the five annual instalments from 2017-18 to 2021-22 for subscribing for 1 530 paid-in shares in the Asian Infrastructure Investment Bank.
- (d) This represents an increase of \$0.2 billion in the Government's equity in the Hongkong International Theme Parks Limited for supporting an expansion and development plan at the Phase 1 site of the Hong Kong Disneyland Resort during 2017-18.
- (e) This represents the amount of the scrip dividends issued to the Government in 2017-18.
- (f) With the scrip dividends received during 2017-18, the Government's shareholding in MTR Corporation Ltd. as at 31 March 2018 was 75.18%.
- (g) Consistent with the Supplemental Agreement on the Financial Arrangements between the Government and Housing Authority signed in August 1994, land values included in these two items amounting to \$454.29 billion and \$32.19 billion respectively are shown by way of note in the accounts of the Housing Authority.
- (h) During the period from 1998-99 to 2008-09, Post Office Trading Fund (POTF) increased its capital to a net total of \$2.5 billion. The increase was due to the capitalisation of its development reserve that had already been spent to finance the acquisition of fixed assets and appropriation of premises from the Government, partly offset by a deduction to recognise the cost of the accumulated untaken leave of its staff as at 1 April 2002 and the return of surplus premises to the Government. There was no such capitalisation from development reserve in the financial year 2017-18. The original cost of the Government's investment in POTF remains unchanged.


Capital Investment Fund


STATEMENT OF LOANS

(Expressed in Hong Kong dollars)

Descriptions	Balances at 1.4.2017 \$'000	Loans Approved \$'000	Loans Made \$'000	Loans Repaid/ Conversion \$'000	Loans Outstanding at 31.3.2018 \$'000
Hong Kong Science and Technology Parks Corporation	496,725	3,913,000	600,000	(97,020)	999,705
			1,643,000	(643,295)	
Hongkong International Theme Parks Ltd.	1,049,104	6,427,500	(a) 36,219	-	1,085,323
			8,224,961	(7,139,638)	
TOTAL	1,545,829	10,340,500	636,219	(97,020)	2,085,028
			9,867,961	(7,782,933)	

N.A. - Not applicable

 2017-18 figures

 Cumulative figures

Note:

(a) This includes deferred interest during the year.

Innovation and Technology Fund

STATEMENT OF GRANT PAYMENTS

(Expressed in Hong Kong dollars)

Subhead	Approved Grants	2017-18			Actual up to 31.3.2018	Unspent Balances
	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000	\$'000	\$'000
090 Midstream Research Programme for Universities (block vote)	33,617	34,500	34,500	7,647	7,647	25,970
101 Innovation and Technology (block vote)						
Enterprise Support Scheme	144,467	64,692	26,500	26,480	54,700	89,767
General Support Programme	808,704	219,779	145,000	143,237	391,937	416,767
Innovation and Technology Support Programme	2,654,614	725,984	924,425	862,170	1,690,431	964,183
Small Entrepreneur Research Assistance Programme	25,692	784	600	584	16,056	9,636
University-Industry Collaboration Programme	140,814	29,204	32,900	32,847	79,109	61,705
Public Sector Trial Scheme for Hong Kong Science and Technology Parks Corporation and Cyberport	2,445	-	-	-	-	2,445
Technology Voucher Programme	48,353	65,000	3,500	3,498	3,498	44,855
Research and Development Cash Rebate Scheme	172,560	110,000	99,100	99,046	170,406	2,154
Hong Kong Branches of Chinese National Engineering Research Centres	56,447	30,000	30,000	29,816	56,447	-
Partner State Key Laboratories	363,000	80,000	80,000	80,000	362,972	28
Technology Start-up Support Scheme for Universities	55,762	24,000	24,000	23,788	55,762	-
Technology Transfer Offices	91,189	24,000	24,000	23,990	91,184	5
Chinese Medicines Project-Hong Kong Institute of Biotechnology	23,490	16,582	-	-	-	23,490
Sub-total	4,587,537	1,390,025	1,390,025	1,325,456	2,972,502	1,615,035

Innovation and Technology Fund

STATEMENT OF GRANT PAYMENTS (Continued)

Subhead	Approved Grants	2017-18			Actual up to 31.3.2018	Unspent Balances
	\$'000	Original Estimate \$'000	Amended Estimate \$'000	Actual \$'000	\$'000	\$'000
104 The Nano and Advanced Materials Institute	690,000	66,350	66,350	66,035	456,049	233,951
105 The Hong Kong Research Institute of Textiles and Apparel	344,500	35,400	35,400	32,966	227,348	117,152
106 The Automotive Parts and Accessory Systems R&D Centre	299,700	20,800	20,800	18,208	177,196	122,504
*107 The Logistics and Supply Chain MultiTech R&D Centre	362,400	36,000	36,000	33,006	245,956	116,444
110 Innovation and Technology Venture Fund Corporation	2,000,000	200,000	200,000	-	-	2,000,000
Total	8,317,754	1,783,075	1,783,075	1,483,318	4,086,698	4,231,056
					Unspent balances	4,231,056
					Balances not required	(124,407)
					Outstanding commitments	4,106,649

Note:

* This is the revised title of “The Research and Development Centre for Logistics and Supply Chain Management Enabling Technologies” with effect from 25 May 2018.


Loan Fund

STATEMENT OF LOANS (Expressed in Hong Kong dollars)

Descriptions	Balances at 1.4.2017 \$'000	Loans Approved \$'000	Loans Made \$'000	Loans Repaid/ Written Off/ Sold \$'000	Loans Outstanding at 31.3.2018 \$'000
HOUSING LOANS					
Hong Kong Housing Society —					
Rural public housing					
(i) Tui Min Hoi	7,323	30,300	-	(758)	6,565
			30,300	(23,735)	
(ii) Sha Tau Kok	39,365	110,500	-	(2,762)	36,603
			110,500	(73,897)	
Home starter loan scheme	2,796,030	18,000,000	-	(366)	(a) 2,795,664
			14,953,000	(12,157,336)	
Housing assistance for civil servants — housing loans	228,171	10,438,000	286,139	(b)(e) (322,443)	191,867
			(c)(d) 191,867	-	
TOTAL FOR HOUSING LOANS	3,070,889	28,578,800	286,139	(326,329)	3,030,699
			15,285,667	(12,254,968)	
EDUCATION LOANS					
<i>Loans to Schools/Teachers</i>					
Loans to schools in the bought place scheme	247,138	490,000	-	(65,000)	182,138
			293,505	(111,367)	
Loans to non-profit-making international schools	477,059	822,681	-	(63,429)	413,630
			822,681	(409,051)	
Slope improvement loan scheme for private schools	-	100,000	-	-	-
			(c) -	-	
Start-up loan for post-secondary education providers	4,101,065	9,000,000	182,500	(376,805)	3,906,760
			7,350,019	(3,443,259)	
<i>Loans to Students</i>					
Means-tested loan for tertiary students pursuing publicly-funded programmes	1,557,639	N.A.	191,190	(e) (168,528)	1,580,301
			12,710,548	(11,130,247)	
Non-means-tested loan scheme	9,596,789	N.A.	1,579,571	(e) (1,015,708)	10,160,652
			20,669,761	(10,509,109)	
Means-tested loan for post-secondary students	1,373,096	N.A.	196,709	(135,525)	1,434,280
			2,503,347	(1,069,067)	
Students of approved post-secondary colleges	500	N.A.	-	(123)	377
			189,305	(188,928)	
TOTAL FOR EDUCATION LOANS	17,353,286	N.A.	2,149,970	(1,825,118)	17,678,138
			44,539,166	(26,861,028)	

N.A. - Not applicable

 2017-18 figures


 Cumulative figures

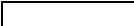
Loan Fund

STATEMENT OF LOANS (Continued)

Descriptions	Balances at 1.4.2017 \$'000	Loans Approved \$'000	Loans Made \$'000	Loans Repaid/ Written Off/ Sold \$'000	Loans Outstanding at 31.3.2018 \$'000
OTHER LOANS					
Labour					
Loans to employees injured at work and dependants of deceased employees	309	10,000	30 (c) 226	(113) -	226
Primary Products					
Fisheries loans	668,863	1,100,000	185,587 (c) 819,992	(34,458) -	819,992
Kadoorie Agricultural Aid Loan Fund — loans to mariculturists	1,456	200,000	- 130,189	- (128,733)	1,456
Fish Marketing Organisation Loan Fund — fishing moratorium loan scheme	9,547	60,000	60,000 (c) 13,398	(56,149) -	13,398
Building Safety					
Comprehensive building safety improvement loan scheme	150,723	700,000	32,328 (c) 129,179	(e) (53,872) -	129,179
Tourism					
Loan for the Ocean Park Redevelopment Plans	2,201,310	1,387,500	111,440 (d) 2,312,750	- -	2,312,750
Loan for the Ocean Park's Tai Shue Wan Development Project	771,628	2,290,000	593,807 (d) 1,365,435	- -	1,365,435
Small and Medium Enterprises					
Special finance scheme for small and medium enterprises	99,924	5,000,000	- (c) 84,904	(e) (15,020) -	84,904
Water Supply					
Loan to the Guangdong Provincial People's Government for water quality improvement project	709,200	2,364,000	- 2,364,000	(118,200) (1,773,000)	591,000
Private Hospital Development					
Loan for the CUHK Medical Centre Development project	1,815,000	4,033,000	1,492,000 3,307,000	- -	3,307,000
Property Management Services Authority					
Loan to the Property Management Services Authority	-	22,000	14,000 14,000	- -	14,000
TOTAL FOR OTHER LOANS	6,427,960	17,166,500	2,489,192 10,541,073	(277,812) (1,901,733)	8,639,340
GRAND TOTAL	26,852,135	N.A.	4,925,301 70,365,906	(2,429,259) (41,017,729)	29,348,177

N.A. - Not applicable

 2017-18 figures

 Cumulative figures

Loan Fund

STATEMENT OF LOANS *(Continued)*

Notes:

- (a) This represents the outstanding loans after deducting cumulative repayments from Hong Kong Housing Society and net proceeds from the sale of the loans to Hong Kong Mortgage Corporation Limited (HKMC) in 2004-05.
- (b) This is made up of (i) proceeds of \$292.813 million from the sale of a part of the outstanding loans at par to HKMC in August 2017 and (ii) repayments from individual loan recipients in 2017-18.
- (c) These are revolving funds and therefore the amounts shown are outstanding loans as at 31 March 2018.
- (d) These include capitalised interest amounting to \$7.787 million in respect of housing assistance for civil servants — housing loans, \$925.25 million in respect of loan for the Ocean Park Redevelopment Plans and \$65.435 million in respect of loan for the Ocean Park's Tai Shue Wan Development Project as at 31 March 2018.
- (e) These include amounts written off as follows: \$0.639 million in respect of housing assistance for civil servants — housing loans, \$0.104 million in respect of loans to the means-tested loan for tertiary students pursuing publicly-funded programmes, \$0.551 million in respect of the non-means-tested loan scheme, \$0.423 million in respect of comprehensive building safety improvement loan scheme and \$14.757 million in respect of the special finance scheme for small and medium enterprises.

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ANALYSES OF VARIANCE

General Revenue Account

ANALYSES OF VARIANCE BY REVENUE HEAD (FOR HEADS WITH ACTUAL REVENUE DIFFERENT FROM ORIGINAL ESTIMATE BY MORE THAN 10%)

(Expressed in Hong Kong dollars)

Head 3 – INTERNAL REVENUE

The increase of \$42,487.1 million was mainly due to the higher than expected stamp duty revenue from much higher turnovers of the property market and stock market.

Head 4 — MOTOR VEHICLE TAXES

The increase of \$888.6 million was mainly due to the higher than expected number of vehicles subject to first registration.

Head 5 — FINES, FORFEITURES AND PENALTIES

The increase of \$894.2 million was mainly due to the higher than expected revenue from forfeiture cases, court fines, as well as fines ordered by the Securities and Futures Commission and the Hong Kong Monetary Authority.

General Revenue Account

ANALYSES OF VARIANCE BY EXPENDITURE HEAD (FOR HEADS WITH ACTUAL EXPENDITURE DIFFERENT FROM ORIGINAL ESTIMATE BY MORE THAN 10%)

(Expressed in Hong Kong dollars)

Head 22 — AGRICULTURE, FISHERIES AND CONSERVATION DEPARTMENT

The decrease of \$165.6 million was due to the lower than expected cash flow requirement for the Sustainable Agricultural Development Fund (\$97.3 million) and other non-recurrent items (\$6.7 million), the lower than expected requirement for personal emoluments and related expenses (\$30.2 million), savings in other operational expenses (\$24.7 million) and the lower than expected cash flow requirement for capital expenses (\$6.7 million).

Head 33 — CIVIL ENGINEERING AND DEVELOPMENT DEPARTMENT

The decrease of \$303.2 million was mainly due to the lower than expected expenditure on handling surplus public fill (\$300.1 million).

Head 92 — DEPARTMENT OF JUSTICE

The decrease of \$330.3 million was mainly due to the lower than expected expenditure on court costs (\$113.2 million) and legal services (\$198.2 million), and savings in other operational expenses (\$18.9 million).

Head 44 — ENVIRONMENTAL PROTECTION DEPARTMENT

The decrease of \$882.1 million was mainly due to the lower than expected cash flow requirements for non-recurrent items (\$542 million), and the lower than expected expenditure on fees for operation of waste facilities (\$211.6 million) and other operational expenses (\$123.4 million).

Head 46 — GENERAL EXPENSES OF THE CIVIL SERVICE

The decrease of \$438.2 million was mainly due to the lower than expected requirements for various housing allowances (\$318.3 million) and education allowances (\$70.6 million).

Head 166 – GOVERNMENT FLYING SERVICE

The decrease of \$258.9 million was mainly due to the lower than expected cash flow requirements for the procurement of seven helicopters and the associated mission equipment (\$254.6 million).

General Revenue Account

ANALYSES OF VARIANCE BY EXPENDITURE HEAD (FOR HEADS WITH ACTUAL EXPENDITURE DIFFERENT FROM ORIGINAL ESTIMATE BY MORE THAN 10%) (Continued)

Head 152 — GOVERNMENT SECRETARIAT: COMMERCE AND ECONOMIC DEVELOPMENT BUREAU (COMMERCE, INDUSTRY AND TOURISM BRANCH)

The decrease of \$549.4 million was mainly due to the lower than expected cash flow requirement for the non-recurrent items (including the SME Financing Guarantee Scheme – Special Concessionary Measures and the Professional Services Advancement Support Scheme) (\$454 million), and the lower than expected expenditure on personal emoluments and other operational expenses (\$95 million).

Head 55 — GOVERNMENT SECRETARIAT: COMMERCE AND ECONOMIC DEVELOPMENT BUREAU (COMMUNICATIONS AND CREATIVE INDUSTRIES BRANCH)

The decrease of \$43 million was mainly due to the lower than expected expenditure on operational expenses (\$9.4 million), and the lower than expected cash flow requirements for non-recurrent items (including the CreateSmart Initiative) (\$33.6 million).

Head 148 — GOVERNMENT SECRETARIAT: FINANCIAL SERVICES AND THE TREASURY BUREAU (FINANCIAL SERVICES BRANCH)

The decrease of \$71.6 million was mainly due to the disbandment of the former Office of the Commissioner of Insurance (\$32.4 million), the lower than expected cash flow requirement for non-recurrent items (\$22.9 million), and the lower than expected requirement on other operational expenses (\$16.3 million).

Head 135 — GOVERNMENT SECRETARIAT: INNOVATION AND TECHNOLOGY BUREAU

The decrease of \$126.5 million was mainly due to the lower than expected cash flow requirements for a non-recurrent item (\$99.4 million) and capital account projects (\$8.6 million), and savings in other operational expenses (\$18.5 million).

Head 96 — GOVERNMENT SECRETARIAT: OVERSEAS ECONOMIC AND TRADE OFFICES

The decrease of \$61 million was mainly due to the unspent requirement for setting up a new Economic and Trade Office (ETO) in Seoul (\$17 million), the lower than expected requirement for the newly established ETO in Jakarta (\$9 million), and the lower than expected requirement on personal emoluments and other operational expenses (\$35 million).

General Revenue Account

ANALYSES OF VARIANCE BY EXPENDITURE HEAD (FOR HEADS WITH ACTUAL EXPENDITURE DIFFERENT FROM ORIGINAL ESTIMATE BY MORE THAN 10%) (Continued)

Head 151 — GOVERNMENT SECRETARIAT: SECURITY BUREAU

The decrease of \$138.9 million was mainly due to the lower than expected expenditure on legal, translation and interpretation services for the newly established Pilot Scheme Office for Provision of Publicly-funded Legal Assistance for Non-refoulement Claimants (\$80.1 million), legal assistance scheme for non-refoulement claimants by the Duty Lawyer Service (\$16.1 million), and personal emoluments and other operational expenses (\$42.7 million).

Head 106 — MISCELLANEOUS SERVICES

The decrease of \$3,750.4 million was mainly because of the inclusion of a total of \$3,252 million for additional commitments in the Original Estimate for Head 106 to meet funding for initiatives under planning and also any unavoidable expenditure that might arise during the year in excess of the amounts provided under other heads or subheads of the Estimates. When additional provision chargeable to other heads or subheads was approved, an equivalent amount would be deducted/drawn from the additional commitment subheads, unless savings could be identified elsewhere. No expenditure would be directly charged against provisions for additional commitments.

Head 163 — REGISTRATION AND ELECTORAL OFFICE

The decrease of \$202.3 million was mainly due to the lower than expected requirement for the conduct of public elections (\$230.6 million), partly offset by the higher than expected expenditure on personal emoluments and other operational expenses (\$28.3 million).

Head 173 — WORKING FAMILY AND STUDENT FINANCIAL ASSISTANCE AGENCY

The decrease of \$2,834.5 million was due to the lower than expected requirements under the Low-income Working Family Allowance (renamed as the Working Family Allowance with effect from 1 April 2018) Scheme (\$2,473.6 million) and under various student financial assistance schemes (\$275.3 million), the lower than expected expenditure on operational expenses (\$47.6 million), and the lower than expected cash flow requirements for non-recurrent items (\$38 million).

Head 184 — TRANSFERS TO FUNDS

The decrease of \$4,500 million was due to no transfer of fund to Capital Works Reserve Fund.

Funds Established under Section 29 of the Public Finance Ordinance

ANALYSES OF VARIANCE ON RECEIPTS AND PAYMENTS

(Expressed in Hong Kong dollars)

	2017-18			
	Original Estimate \$'000	Actual \$'000	Over/(Under) the Estimate \$'000	Variance %
Capital Works Reserve Fund				
Receipts	108,287,655	168,767,863	60,480,208	55.9
Payments	91,653,157	86,887,569	(4,765,588)	(5.2)
Capital Investment Fund				
Receipts	1,259,983	895,340	(364,643)	(28.9)
Payments	726,025	1,056,119	330,094	45.5
Civil Service Pension Reserve Fund				
Receipts	3,231,000	3,229,882	(1,118)	-
Disaster Relief Fund				
Receipts	52,000	52,957	957	1.8
Payments	-	64,283	64,283	-
Innovation and Technology Fund				
Receipts	217,293	288,225	70,932	32.6
Payments	1,783,075	1,483,318	(299,757)	(16.8)
Land Fund				
Receipts	-	-	-	-
Loan Fund				
Receipts	4,650,433	4,700,862	50,429	1.1
Payments	5,214,138	4,790,023	(424,115)	(8.1)
Lotteries Fund				
Receipts	2,106,237	1,920,216	(186,021)	(8.8)
Payments	2,827,190	1,459,053	(1,368,137)	(48.4)
Bond Fund				
Receipts	25,591,000	23,377,083	(2,213,917)	(8.7)
Payments	28,907,593	26,600,929	(2,306,664)	(8.0)

Funds Established under Section 29 of the Public Finance Ordinance

ANALYSES OF VARIANCE ON RECEIPTS AND PAYMENTS *(Continued)*

Capital Works Reserve Fund

The increase of \$60,480.2 million in receipts was mainly due to the higher than expected receipts from land premium (\$63,811.3 million), investment income (\$1,082.3 million) and other revenue (\$86.6 million), partly offset by no transfer from the General Revenue Account (\$4,500 million).

The decrease of \$4,765.6 million in payments was mainly due to the lower than expected cash flow requirements for some on-going non-works and works projects, including land acquisition (\$1,440.0 million), buildings (\$1,078.0 million), highways (\$549.5 million) and housing (\$537.9 million), partly offset by the higher than expected cash flow requirements for some on-going works projects, including drainage (\$246.2 million) and waterworks (\$7.0 million).

Capital Investment Fund

The decrease of \$364.6 million in receipts was mainly due to the lower than expected dividends, interest and other receipts from investments/loans (\$369 million) partly offset by the higher than expected investment income (\$4 million).

The increase of \$330.1 million in payments was mainly due to the equity injection into the Hongkong International Theme Parks Limited (\$200.5 million) and the capital subscription in the Asian Infrastructure Investment Bank (\$238.3 million), partly offset by the lower than expected loan drawdown by the Hongkong International Theme Parks Limited (\$108.5 million).

Civil Service Pension Reserve Fund

The decrease of \$1.1 million in receipts was due to the lower than expected investment income.

Disaster Relief Fund

The increase of \$1.0 million in receipts was mainly due to the higher than expected receipts from refund of grants (\$1.9 million), partly offset by the lower than expected investment income (\$0.9 million).

No estimate of payment was made for the year as calls on the Fund in relief of disasters could not be predicted.

Funds Established under Section 29 of the Public Finance Ordinance

ANALYSES OF VARIANCE ON RECEIPTS AND PAYMENTS *(Continued)*

Innovation and Technology Fund

The increase of \$70.9 million in receipts was mainly due to the higher than expected receipts from refund of grants (\$62.2 million) and investment income (\$9.7 million), partly offset by the lower than expected net income from projects (\$1.0 million).

The decrease of \$299.8 million in payments was mainly due to the lower than expected cash flow requirement for the Innovation and Technology Venture Fund (\$200 million) and some other funding schemes (\$99.8 million).

Loan Fund

The increase of \$50.4 million in receipts was mainly due to the higher than expected repayments from loans to schools (\$81.1 million), fishing moratorium loan scheme under the Fish Marketing Organization Loan Fund (\$16.6 million), Comprehensive Building Safety Improvement Loan Scheme (\$7 million) as well as the higher than expected investment income (\$37.2 million) and proceeds from sale of civil servant housing loans (\$11.8 million), partly offset by the lower than expected repayments from loans to students (\$46.9 million), civil servant housing loans (\$36.9 million) and fisheries loans (\$22.5 million).

The decrease of \$424.1 million in payments was mainly due to the lower than expected loan payments for loans to students (\$223.9 million), the Ocean Park's Tai Shue Wan Development Project (\$160 million) and civil servant housing loans (\$119.9 million), partly offset by the higher than expected loan payments for start-up loans to post-secondary education providers (\$72.5 million).

Lotteries Fund

The decrease of \$186.0 million in receipts was due to the lower than expected receipts from Mark Six Lottery (\$197.4 million) and donations (\$9.0 million), partly offset by the higher than expected receipts from auctions of vehicle registration marks (\$16.3 million), investment income (\$3.9 million) and refund of grants (\$0.2 million).

The decrease of \$1,368.1 million in payments was mainly due to the lower than expected cash flow requirements for various social welfare projects.

Funds Established under Section 29 of the Public Finance Ordinance

ANALYSES OF VARIANCE ON RECEIPTS AND PAYMENTS *(Continued)*

Bond Fund

The decrease of \$2,213.9 million in receipts was mainly due to the lower than expected issuance amount of bonds (\$1,970.5 million) and investment income (\$243.4 million).

The decrease of \$2,306.7 million in payments was mainly due to the lower than expected interest payment (\$525.4 million) and repayment for bonds (\$1,781.5 million) and the bond issuance-related miscellaneous expenditure (\$0.6 million), partly offset by the higher than expected periodic distribution payments for alternative bonds (\$0.8 million).