

**CONSOLIDATED SUMMARY OF
ESTIMATES**

CONSOLIDATED SUMMARY OF ESTIMATES

Background

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

Summary of Estimated Financial Position

	2022–23 Revised Estimate						
	Opening Balance	Revenue	Expenditure	Proceeds from Issuance of Bonds	Net Transfer between Funds	Surplus/ (Deficit) after Transfer	Closing Balance
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
General Revenue Account	384,587	447,513	697,408	—	95,229	(154,666)	229,921
Capital Works Reserve Fund	193,788	89,285	97,923	65,992	(100,000)	(42,646)	151,142
Capital Investment Fund	21,361	1,720	5,044	—	—	(3,324)	18,037
Civil Service Pension Reserve Fund	48,813	5,051	—	—	—	5,051	53,864
Disaster Relief Fund	72	7	56	—	21	(28)	44
Innovation and Technology Fund	25,819	1,756	4,570	—	4,750	1,936	27,755
Land Fund	257,367	48,388	28	—	—	48,360	305,727
Loan Fund	3,831	6,092	2,208	—	—	3,884	7,715
Lotteries Fund	21,490	3,992	2,354	—	—	1,638	23,128
Total	957,128	603,804	809,591	65,992	—	(139,795)	817,333

	2023–24 Estimate							
	Opening Balance	Revenue	Expenditure	Proceeds from Issuance of Bonds	Repayment of Bonds and Notes	Net Transfer between Funds	Surplus/ (Deficit) after Transfer	Closing Balance
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
General Revenue Account	229,921	493,958	638,883	—	—	49,947	(94,978)	134,943
Capital Works Reserve Fund	151,142	91,869	106,822	65,000	800	(50,000)	(753)	150,389
Capital Investment Fund	18,037	1,296	2,549	—	—	—	(1,253)	16,784
Civil Service Pension Reserve Fund	53,864	1,993	—	—	—	—	1,993	55,857
Disaster Relief Fund	44	3	—	—	—	—	56	100
Innovation and Technology Fund	27,755	957	6,417	—	—	53	(5,460)	22,295
Land Fund	305,727	49,000	69	—	—	—	48,931	354,658
Loan Fund	7,715	1,470	2,650	—	—	—	(1,180)	6,535
Lotteries Fund	23,128	1,866	3,589	—	—	—	(1,723)	21,405
Total	817,333	642,412	760,979	65,000	800	—	(54,367)	762,966

CONSOLIDATED SUMMARY OF ESTIMATES

Totals for General Revenue Account and the eight Funds

	Actual				Revised Estimate	Estimate
	2018–19	2019–20	2020–21	2021–22	2022–23	2023–24
	\$m	\$m	\$m	\$m	\$m	\$m
Opening Balance	1,102,934	1,170,883	1,160,308	927,767	957,128	817,333
Revenue#	599,774	590,926	564,230	693,576	603,804	642,412
Expenditure#	531,825	607,830	816,075	693,339	809,591	760,979
Consolidated Surplus/(Deficit) before Issuance and Repayment of Bonds and Notes	67,949	(16,904)	(251,845)	237	(205,787)	(118,567)
Proceeds from Issuance of Green Bonds under the Government Green Bond Programme	—	7,829	19,304	29,124	65,992	65,000
Repayment of Bonds and Notes	—	1,500¶	—	—	—	800§
Consolidated Surplus/(Deficit) after Issuance and Repayment of Bonds and Notes	67,949	(10,575)	(232,541)	29,361	(139,795)	(54,367)
Closing Balance	1,170,883	1,160,308	927,767	957,128	817,333	762,966

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

¶ Repayment of bonds issued in July 2004.

§ Repayment of Green Bonds issued under the Government Green Bond Programme.

Summary of Estimated Outstanding Commitments at the beginning of 2023–24

	\$m
General Revenue Account	297,779@
Capital Works Reserve Fund	633,504
Capital Investment Fund	30,173
Civil Service Pension Reserve Fund^	—
Disaster Relief Fund^	—
Innovation and Technology Fund	10,019
Land Fund^	—
Loan Fund	14,929
Lotteries Fund	8,475
Total	994,879

@ Relates to commitments for non-recurrent or capital account items only.

^ There is no estimated outstanding commitment at the beginning of 2023–24.

GENERAL REVENUE ACCOUNT

— **SUMMARY**

— **SUMMARY OF EXPENDITURE ESTIMATES**

— **SUMMARY OF COMMITMENTS**

— **SUMMARY OF ESTABLISHMENT**

SUMMARY

Background

The General Revenue Account is the main operating account through which the Government's finances are controlled. The following tables summarise the estimates for 2023–24 and set these estimates in a historical context.

Movement of the Account

	Actual				Revised Estimate	Estimate
	2018–19	2019–20	2020–21	2021–22	2022–23	2023–24
	\$m	\$m	\$m	\$m	\$m	\$m
Opening Balance	628,253	712,454	668,104	464,729	384,587	229,921
Revenue	464,949	436,338	463,134	493,243	447,513	493,958
Expenditure	438,148	528,614	725,032	597,021	697,408	638,883
Surplus/(Deficit) before Fund Transfers	26,801	(92,276)	(261,898)	(103,778)	(249,895)	(144,925)
Net Transfers (to)/from Funds	57,400	47,926	58,523	23,636	95,229	49,947
Surplus/(Deficit) after Fund Transfers	84,201	(44,350)	(203,375)	(80,142)	(154,666)	(94,978)
Closing Balance	712,454	668,104	464,729	384,587	229,921	134,943

SUMMARY

Revenue Analysis

	Actual								Revised Estimate		Estimate	
	2018-19		2019-20		2020-21		2021-22		2022-23		2023-24	
	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%
Operating Revenue												
Internal Revenue												
Earnings and profits tax	236,353	51	214,119	49	220,818	48	253,348	52	247,980	55	263,730	54
Stamp duties	79,979	17	67,198	15	89,045	19	99,677	20	67,000	15	85,000	17
Bets and sweeps tax	22,194	5	22,012	5	20,877	4	25,432	5	25,500	6	27,600	6
Air passenger departure tax	2,881	1	2,347	1	101	—	56	—	428	—	1,553	—
	341,407	74	305,676	70	330,841	71	378,513	77	340,908	76	377,883	77
Utilities, Fees and Charges	20,668	4	16,028	4	13,959	3	14,754	3	15,863	3	21,073	4
General Rates	17,167	4	20,980	5	19,044	4	19,256	4	19,129	4	28,403	6
Duties	10,636	2	11,391	2	11,852	3	12,467	2	12,222	3	13,436	3
Motor Vehicle Taxes	9,432	2	7,219	2	6,594	1	6,167	1	4,768	1	4,768	1
Other Revenue	55,106	12	72,560	16	77,015	17	59,532	12	52,118	12	42,259	8
Total Operating Revenue	454,416	98	433,854	99	459,305	99	490,689	99	445,008	99	487,822	99
Capital Revenue	10,533	2	2,484	1	3,829	1	2,554	1	2,505	1	6,136	1
Total Revenue	464,949	100	436,338	100	463,134	100	493,243	100	447,513	100	493,958	100
Transfers from Funds	80,000		55,000		84,000		35,000		100,000		50,000	
Total including Transfers from Funds	544,949		491,338		547,134		528,243		547,513		543,958	

SUMMARY

Expenditure Analysis

	Actual								Revised Estimate		Estimate	
	2018-19		2019-20		2020-21		2021-22		2022-23		2023-24	
	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%
Operating Expenditure												
Recurrent Expenditure												
Personal Emoluments	79,264	18	87,490	16	87,617	12	88,041	15	91,668	13	95,936	15
Personnel Related Expenses	45,119	10	48,060	9	52,863	7	54,943	9	59,001	9	63,423	10
Departmental Expenses	34,725	8	40,818	8	45,155	6	53,696	9	75,425	11	55,509	9
Other Charges	83,295	19	84,432	16	93,083	13	101,185	17	111,090	16	129,403	20
Subventions	160,587	37	177,960	34	188,376	26	195,336	33	205,138	29	207,228	33
Additional Commitments	—	—	—	—	—	—	—	—	—	—	8,644	1
Total Recurrent Expenditure	402,990	92	438,760	83	467,094	64	493,201	83	542,322	78	560,143	88
Non-Recurrent Expenditure	29,455	7	84,451	16	251,911	35	96,758	16	147,162	21	68,664	11
Additional Commitments	—	—	—	—	—	—	—	—	—	—	608	—
Total Non-Recurrent Expenditure	29,455	7	84,451	16	251,911	35	96,758	16	147,162	21	69,272	11
Total Operating Expenditure	432,445	99	523,211	99	719,005	99	589,959	99	689,484	99	629,415	99
Capital Expenditure												
Plant, Equipment and Works	3,345	1	2,819	1	2,935	—	3,814	1	4,043	1	5,891	1
Subventions	2,358	—	2,584	—	3,092	1	3,248	—	3,881	—	3,477	—
Additional Commitments	—	—	—	—	—	—	—	—	—	—	100	—
Total Capital Expenditure	5,703	1	5,403	1	6,027	1	7,062	1	7,924	1	9,468	1
Total Expenditure	438,148	100	528,614	100	725,032	100	597,021	100	697,408	100	638,883	100
Transfers to Funds	22,600		7,074		25,477		11,364		4,771		53	
Total including Transfers to Funds	460,748		535,688		750,509		608,385		702,179		638,936	

REVENUE ANALYSIS BY HEAD

SUMMARY OF REVENUE ESTIMATES

HEAD OF REVENUE	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate† 2023–24
	\$'000	\$'000	\$'000	\$'000
1 Duties.....	12,467,324	12,836,639	12,222,327	13,435,950
2 General Rates.....	19,255,931	18,982,000	19,129,000	28,403,000
3 Internal Revenue.....	378,515,229	390,207,540	340,915,436	377,890,864
4 Motor Vehicle Taxes	6,166,841	6,773,000	4,768,000	4,768,000
5 Fines, Forfeitures and Penalties	2,594,077	2,029,098	2,438,048	2,153,088
6 Royalties and Concessions	5,794,638	3,544,160	3,353,172	4,603,311
7 Properties and Investments	48,076,300	41,219,260	41,049,440	31,116,064
9 Loans, Reimbursements, Contributions and Other Receipts#	5,619,080	8,620,349	7,774,369	10,514,180
10 Utilities	3,199,687	3,643,391	3,373,114	4,012,557
11 Fees and Charges	11,554,384	12,942,166	12,489,602	17,060,192
	<u>493,243,491</u>	<u>500,797,603</u>	<u>447,512,508</u>	<u>493,957,206</u>
Transfers from Funds.....	35,000,000	100,000,000	100,000,000	50,000,000
Total	<u><u>528,243,491</u></u>	<u><u>600,797,603</u></u>	<u><u>547,512,508</u></u>	<u><u>543,957,206</u></u>

† After Budget revenue measures.

Excluding Transfers from Funds.

Head 1 — DUTIES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 Hydrocarbon oils.....	3,842,940	3,922,731	3,425,533	3,294,071
020 Alcoholic beverages.....	714,499	717,201	708,207	708,207
030 Other alcohol products.....	7,712	7,376	6,854	7,494
050 Tobacco.....	7,902,173	8,189,331	8,081,733	9,426,178†
Total.....	<u>12,467,324</u>	<u>12,836,639</u>	<u>12,222,327</u>	<u>13,435,950</u>

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

Description of Revenue Sources

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

Revenue from duties generated 2.7% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The **2022–23** revised estimate of \$12,222,327,000 reflects a net decrease of \$614,312,000 (4.8%) against the original estimate.

Under *Subhead 010 Hydrocarbon oils*, the decrease of \$497,198,000 (12.7%) is mainly due to the lower-than-expected demand for such products.

The **2023–24** estimate of \$13,435,950,000 reflects a net increase of \$1,213,623,000 (9.9%) over the revised estimate for 2022–23.

Under *Subhead 050 Tobacco*, the increase of \$1,344,445,000 (16.6%) mainly reflects the effect of the proposed increase in the duty rates for tobacco in the 2023–24 Budget.

Head 2 — GENERAL RATES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
030 General Rates.....	19,255,931	18,982,000	19,129,000	28,403,000†
Total.....	<u>19,255,931</u>	<u>18,982,000</u>	<u>19,129,000</u>	<u>28,403,000†</u>

† After the proposed rates concessions in the 2023–24 Budget but subject to the passage of the relevant legislation.

Description of Revenue Source

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

Revenue from General Rates generated 4.3% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The **2022–23** revised estimate of \$19,129 million reflects an increase of \$147 million (0.8%) over the original estimate.

The **2023–24** estimate of \$28,403 million reflects an increase of \$9,274 million (48.5%) over the revised estimate for 2022–23. This is mainly due to expiry of rates concessions on 30 September 2023.

Head 3 — INTERNAL REVENUE

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 Bets and sweeps tax	25,432,226	25,800,000	25,500,000	27,600,000†
030 Earnings and profits tax—				
(020) Profits tax	167,335,572	167,660,000	161,970,000	170,000,000†
(030) Personal assessment	6,457,339	6,610,000	6,670,000	7,190,000†
(040) Property tax	3,984,485	4,000,000	3,615,000	3,540,000
(050) Salaries tax	75,570,184	72,850,000	75,725,000	83,000,000†
Sub-total	<u>253,347,580</u>	<u>251,120,000</u>	<u>247,980,000</u>	<u>263,730,000</u>
050 Estate duty	1,954	10,000	8,000	8,000
070 Stamp duties.....	99,677,267	113,000,000	67,000,000	85,000,000†
080 Air passenger departure tax	56,202	277,540	427,436	1,552,864
Total.....	<u><u>378,515,229</u></u>	<u><u>390,207,540</u></u>	<u><u>340,915,436</u></u>	<u><u>377,890,864</u></u>

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

Description of Revenue Sources

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

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

Profits tax is levied on individuals, corporations, bodies of persons and partnerships in respect of assessable profits arising in or derived from Hong Kong. The two-tiered profits tax regime has taken effect from the year of assessment 2018/19. The tax rate for the first \$2 million of profits of corporations is lowered from 16.5% to 8.25%. Profits above that amount will continue to be subject to the tax rate of 16.5%. For unincorporated businesses, the two-tiered tax rates are correspondingly set at 7.5% and 15%.

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

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

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

Estate duty is charged on assets situated in Hong Kong valued at more than \$7.5 million according to a schedule scaled from 5% on estates of value up to \$9 million to 15% on estates of value over \$10.5 million. The duty was abolished on 11 February 2006. Estate duty in respect of persons dying on or after 15 July 2005 and before 11 February 2006 is reduced to a nominal amount of \$100.

Stamp duties are charged at a fixed rate on certain documents, and *ad valorem* on others. Fixed duties vary from \$3 to \$100, whereas *ad valorem* duties range from 0.13% to 20%. The Government increased the *ad valorem* duties on stock transactions from 0.1% to 0.13% for each side per transaction with effect from 1 August 2021. The Government introduced a special stamp duty on residential properties at the point of resale if the properties are acquired on or after 20 November 2010 and resold within 24 months (for properties acquired between 20 November 2010 and 26 October 2012) or 36 months (for properties acquired on or after 27 October 2012) after acquisition. The Government also introduced a buyer's stamp duty on residential properties acquired on or after 27 October 2012 by any person, except a Hong Kong permanent resident ("HKPR") acting on his or her own behalf. Besides, *ad valorem* stamp duty at the higher rates (under Part 2 of Scale 1) are applicable to all residential properties acquired during the period from 23 February 2013 to 4 November 2016 (unless the property is a residential property and the buyer is an HKPR acting on his or her own behalf and not a beneficial owner of any other residential property in Hong Kong at the time of acquisition), and non-residential properties acquired during the period from 23 February 2013 to 25 November 2020. Instruments executed on or after 26 November 2020 for non-residential property transactions are subject to *ad valorem* stamp duty at Scale 2 rates. The Government introduced a new residential stamp duty to increase the *ad valorem* stamp duty chargeable on instruments of acquiring residential property executed on or after 5 November 2016 to a flat rate of

Head 3 — INTERNAL REVENUE

15% (under Part 1 of Scale 1). The Government also tightened the exemption arrangement for HKPR buyers under the new residential stamp duty regime, where acquisition of more than one residential property under a single instrument executed on or after 12 April 2017 is subject to the flat rate of 15%, even if the buyer is an HKPR who is acting on his or her own behalf and not a beneficial owner of any other residential property in Hong Kong at the time of acquisition. Further, the timing for charging of *ad valorem* stamp duty for non-residential property transactions carried out on or after 23 February 2013 is advanced from the conveyance on sale to the agreement for sale. Subject to legislative enactment, eligible incoming talents who purchase a residential property in Hong Kong on or after 19 October 2022 and subsequently become a permanent resident upon residing in Hong Kong for seven years can apply for a refund of the buyer's stamp duty and the new residential stamp duty paid for the first residential property purchased which they still own, while the *ad valorem* stamp duty at Scale 2 rates is still payable.

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

Revenue from internal revenue generated 76.2% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The **2022–23** revised estimate of \$340,915,436,000 reflects a net decrease of \$49,292,104,000 (12.6%) against the original estimate.

Under *Subhead 050 Estate duty*, the decrease of \$2 million (20.0%) is mainly due to the lower-than-expected amount of duty receipt in 2022–23.

Under *Subhead 070 Stamp duties*, the decrease of \$46 billion (40.7%) is mainly due to the lower-than-expected turnover in the property and stock markets.

Under *Subhead 080 Air passenger departure tax*, the increase of \$149,896,000 (54.0%) is mainly due to the increase in number of departing air passengers arising from gradual resumption of flights and recovery of air traffic.

The **2023–24** estimate of \$377,890,864,000 reflects a net increase of \$36,975,428,000 (10.8%) over the revised estimate for 2022–23.

Under *Subhead 070 Stamp duties*, the increase of \$18 billion (26.9%) is mainly due to the expected increase in turnover in the property and stock markets.

Under *Subhead 080 Air passenger departure tax*, the increase of \$1,125,428,000 (263.3%) is mainly due to the expected increase in number of departing air passengers in 2023–24 in anticipation of continuing recovery of air traffic.

Head 4 — MOTOR VEHICLE TAXES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 First registration.....	6,166,841	6,773,000	4,768,000	4,768,000
Total.....	<u>6,166,841</u>	<u>6,773,000</u>	<u>4,768,000</u>	<u>4,768,000</u>

Description of Revenue Source

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

Revenue from motor vehicle taxes generated 1.1% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The 2022–23 revised estimate of \$4,768 million reflects a decrease of \$2,005 million (29.6%) against the original estimate. This is mainly due to the lower-than-expected number of vehicles subject to payment of first registration tax and average tax collected per vehicle.

The 2023–24 estimate of \$4,768 million is the same as the revised estimate for 2022–23.

Head 5 — FINES, FORFEITURES AND PENALTIES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 Court fines and statutory penalties.....	1,069,098	531,000	756,000	466,000
020 Forfeitures.....	217,896	67,000	248,000	140,000
030 Fixed penalty system (Traffic Contraventions)..	1,056,180	1,179,000	1,161,000	1,269,000
040 Fixed penalty system (Criminal Proceedings) ...	229,357	240,900	256,000	262,000
050 Payments by civil servants.....	21,539	11,190	17,040	16,080
060 Fixed penalty system (Motor Vehicle Idling)	7	8	8	8
Total.....	<u>2,594,077</u>	<u>2,029,098</u>	<u>2,438,048</u>	<u>2,153,088</u>

Description of Revenue Sources

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

Revenue from fines, forfeitures and penalties generated 0.5% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The 2022–23 revised estimate of \$2,438,048,000 reflects a net increase of \$408,950,000 (20.2%) over the original estimate.

Under *Subhead 010 Court fines and statutory penalties*, the increase of \$225 million (42.4%) is mainly due to the higher-than-expected revenue from fixed penalties imposed for prevention and control of disease, and fines ordered by the Securities and Futures Commission and Hong Kong Monetary Authority.

Under *Subhead 020 Forfeitures*, the increase of \$181 million (270.1%) is mainly due to the higher-than-expected revenue from forfeiture cases.

Under *Subhead 050 Payments by civil servants*, the increase of \$5,850,000 (52.3%) is mainly due to the higher-than-expected payments by civil servants resigning from the civil service who paid salary in lieu of observing the prescribed notice period.

The 2023–24 estimate of \$2,153,088,000 reflects a net decrease of \$284,960,000 (11.7%) against the revised estimate for 2022–23.

Under *Subhead 010 Court fines and statutory penalties*, a decrease of \$290 million (38.4%) is expected mainly due to an anticipated decrease in revenue from fines.

Under *Subhead 020 Forfeitures*, a decrease of \$108 million (43.5%) is expected mainly because the revenue from forfeiture cases is expected to drop.

Head 6 — ROYALTIES AND CONCESSIONS

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
020 Quarries and mining.....	99,514	95,033	99,782	26,594
030 Bridges and tunnels.....	2,043,861	2,159,015	1,929,864	3,191,586*
070 Petrol filling.....	2,487	2,601	2,401	2,382
100 Parking.....	409,026	463,778	458,451	483,504*
170 Vehicle examination.....	1,336	1,542	1,293	13,695
201 Slaughterhouse concessions.....	807	33,000	22,521	33,000
202 Other royalties and concessions.....	3,237,607	789,191	838,860	852,550
Total.....	<u>5,794,638</u>	<u>3,544,160</u>	<u>3,353,172</u>	<u>4,603,311</u>

* After Budget revenue measures.

Description of Revenue Sources

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

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

Subhead 030 Bridges and tunnels covers royalties from Discovery Bay Tunnel; revenue from Route 8 between Cheung Sha Wan and Sha Tin, Scenic Hill Tunnel, Airport Tunnel, Lung Shan Tunnel, Cheung Shan Tunnel, Central-Wan Chai Bypass Tunnel, Tuen Mun-Chek Lap Kok Tunnel, Tseung Kwan O-Lam Tin Tunnel (with effect from 11 December 2022) and Tsing Ma Control Area; and concessions payable by contractors assuming management responsibilities for Aberdeen Tunnel, Kai Tak Tunnel, Lion Rock Tunnel, Shing Mun Tunnels, Tseung Kwan O Tunnel, Cross-Harbour Tunnel, Eastern Harbour Crossing, Tate's Cairn Tunnel and Western Harbour Crossing (with effect from 2 August 2023).

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

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

Subhead 170 Vehicle examination covers concessions payable by the contractor who manages and operates the Ground Floor of Transport Department Vehicle Examination Complex.

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

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

Revenue from royalties and concessions generated 0.7% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The **2022–23** revised estimate of \$3,353,172,000 reflects a net decrease of \$190,988,000 (5.4%) against the original estimate.

Under *Subhead 030 Bridges and tunnels*, the decrease of \$229,151,000 (10.6%) is mainly due to the decrease in toll revenue arising from the lower-than-expected traffic flow in various tunnels as a result of the outbreak of the 5th wave of COVID-19.

Under *Subhead 170 Vehicle examination*, the decrease of \$249,000 (16.1%) is mainly due to the lower-than-expected number of vehicle inspections in 2022–23.

Under *Subhead 201 Slaughterhouse concessions*, the decrease of \$10,479,000 (31.8%) is mainly due to the extension of waiver of basic fees payable by the operator of Sheung Shui Slaughterhouse in 2022–23.

The **2023–24** estimate of \$4,603,311,000 reflects a net increase of \$1,250,139,000 (37.3%) over the revised estimate for 2022–23.

Under *Subhead 020 Quarries and mining*, the decrease of \$73,188,000 (73.3%) is mainly due to the expected decrease in rental income from the Lam Tei Quarry under the supplementary agreement starting from October 2022.

Head 6 — ROYALTIES AND CONCESSIONS

Under *Subhead 030 Bridges and tunnels*, the increase of \$1,261,722,000 (65.4%) is mainly due to the toll revenue receivable from Western Harbour Crossing after the expiry of the Build-Operate-Transfer arrangement in August 2023 and an anticipated increase in traffic flow in various tunnels.

Under *Subhead 170 Vehicle examination*, the increase of \$12,402,000 (959.2%) is mainly due to the anticipated cessation of waiver of vehicle examination fee for trailers and goods vehicles with effect from 30 December 2023.

Under *Subhead 201 Slaughterhouse concessions*, the increase of \$10,479,000 (46.5%) is due to the expiry of the waiver of basic fees payable by the operator of Sheung Shui Slaughterhouse on 31 July 2023.

Head 7 — PROPERTIES AND INVESTMENTS

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 Government land licences, Government rents (other than those charged at 3% of rateable values in accordance with the Government Rent (Assessment and Collection) Ordinance (Cap. 515)) and rents from short term tenancies.....	1,486,907	1,709,216	1,585,009	1,962,698*
020 Rents from government quarters.....	973,444	957,636	1,017,279	1,039,330
030 Rents from government properties.....	426,193	879,481	622,906	847,817*
040 Investment income and interest.....	25,200,051	16,099,000	15,400,839	5,786,000
060 Returns on equity investments in statutory agencies/corporations	5,700,034	7,700,034	8,673,210	7,885,401
080 Recovery from Housing Authority under current financial arrangement.....	1,781,963	1,385,893	1,414,197	842,818
090 Government rents charged at 3% of rateable values in accordance with the Government Rent (Assessment and Collection) Ordinance (Cap. 515)	12,507,708	12,488,000	12,336,000	12,752,000
Total.....	<u>48,076,300</u>	<u>41,219,260</u>	<u>41,049,440</u>	<u>31,116,064</u>

* After Budget revenue measures.

Description of Revenue Sources

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

Revenue from properties and investments generated 9.2% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The **2022–23** revised estimate of \$41,049,440,000 reflects a net decrease of \$169,820,000 (0.4%) against the original estimate.

Under *Subhead 030 Rents from government properties*, the decrease of \$256,575,000 (29.2%) is mainly due to the extension of the rental concession/wavier for eligible tenants of government premises in 2022–23.

Under *Subhead 060 Returns on equity investments in statutory agencies/corporations*, the increase of \$973,176,000 (12.6%) is mainly due to higher-than-expected dividend receipts from statutory corporations.

The **2023–24** estimate of \$31,116,064,000 reflects a net decrease of \$9,933,376,000 (24.2%) against the revised estimate for 2022–23.

Under *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*, the increase of \$377,689,000 (23.8%) is mainly due to the expiry of the rent concession for short term tenancies on 31 December 2023.

Under *Subhead 030 Rents from government properties*, the increase of \$224,911,000 (36.1%) is mainly due to the expiry of the rental concession for eligible tenants of government premises on 31 December 2023.

Under *Subhead 040 Investment income and interest*, the decrease of \$9,614,839,000 (62.4%) is mainly due to the anticipated decrease in rate of return on the fund balance placed with the Exchange Fund for investment purpose.

Head 7 — PROPERTIES AND INVESTMENTS

Under *Subhead 080 Recovery from the Housing Authority under current financial arrangement*, the decrease of \$571,379,000 (40.4%) is mainly due to the anticipated decrease in the number of Home Ownership Scheme and Green Form Subsidised Home Ownership Scheme flats sold.

Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
010 Repayments of loans and advances.....	10	—	217,071	—
020 Pension contributions.....	1,956	1,660	1,630	1,340
030 Recovery of salaries and staff on-costs.....	2,056,703	2,517,700	2,453,300	2,475,800
040 Light and fuel in government buildings.....	19,981	20,640	25,130	22,470
050 Recovery of overpayments and losses.....	2,635,671	1,051,680	3,265,090	1,367,940
080 Transfers from Funds.....	35,000,000	100,000,000	100,000,000	50,000,000
090 Other receipts.....	770,969	4,881,000	866,100	5,284,770*
110 Payments made by Trading Funds—				
(001) Transfer of statutory return and interest income.....	128,951	143,041	941,601	1,356,879
(002) Payments for “insurance” premium.....	4,296	4,295	4,295	4,645
(003) Reimbursements by trading funds arising from policy on “insurance”.....	543	333	152	336
Total.....	<u>40,619,080</u>	<u>108,620,349</u>	<u>107,774,369</u>	<u>60,514,180</u>

* After Budget revenue measures.

Description of Revenue Sources

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

Revenue from loans, reimbursements, contributions and other receipts (excluding transfers from funds) generated 1.7% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The 2022–23 revised estimate of \$107,774,369,000 reflects a net decrease of \$845,980,000 (0.8%) against the original estimate.

Under *Subhead 010 Repayments of loans and advances*, the increase of \$217,071,000 is due to the unexpected receipts arising from sale of loans under the Sandwich Class Housing Purchase Loan Scheme.

Under *Subhead 040 Light and fuel in government buildings*, the increase of \$4,490,000 (21.8%) is due to the higher-than-expected light and fuel charges collected from tenants of government premises.

Under *Subhead 050 Recovery of overpayments and losses*, the increase of \$2,213,410,000 (210.5%) is mainly due to the higher-than-expected refunds of unspent subventions from Non-governmental Organisations (NGOs), other subvented organisations and aided schools.

Under *Subhead 090 Other receipts*, the decrease of 4,014,900,000 (82.3%) is mainly due to the deferred payment by the Hong Kong Mortgage Corporation Limited (HKMC) to the Government under the 100% Personal Loan Guarantee Scheme (PLGS), deferred receipt of dividend from the Cyberport Project, and the lower-than-expected proceeds from the sale of surplus quarters and properties.

Under *Subhead 110 Payments made by Trading Funds*, the increase of \$798,379,000 (540.7%) is mainly due to the transfer of interest income from a trading fund to the general revenue.

The 2023–24 estimate of \$60,514,180,000 reflects a net decrease of \$47,260,189,000 (43.9%) against the revised estimate for 2022–23.

Under *Subhead 010 Repayments of loans and advances*, the decrease of \$217,071,000 (100.0%) is expected because no receipts from sale of loans under the Sandwich Class Housing Purchase Loan Scheme is expected.

Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS

Under *Subhead 020 Pension contributions*, a decrease of \$290,000 (17.8%) is expected because the pension contributions under the Surviving Spouses' and Children's Pension Schemes are expected to drop.

Under *Subhead 040 Light and fuel in government buildings*, a decrease of \$2,660,000 (10.6%) is expected due to the expected decrease in light and fuel charges to be collected from tenants of government premises.

Under *Subhead 050 Recovery of overpayments and losses*, a decrease of \$1,897,150,000 (58.1%) is expected mainly because refunds of unspent subventions from NGOs, subvented organisations and aided schools are expected to drop.

Under *Subhead 080 Transfers from Funds*, a decrease of \$50 billion (50.0%) is expected due to the expected decrease in transfer from Capital Works Reserve Fund to the general revenue in 2023-24.

Under *Subhead 090 Other receipts*, an increase of \$4,418,670,000 (510.2%) is expected mainly due to the expected payment by the HKMC to the Government under the PLGS and receipt of dividend from the Cyberport Project, and an anticipated increase in the proceeds from sale of government properties.

Under *Subhead 110 Payments made by Trading Funds*, an increase of \$415,812,000 (44.0%) is expected mainly due to the expected increase in transfer of statutory return and interest income from trading funds.

Head 10 — UTILITIES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
040 Marine ferry terminals—				
(010) Berthing fee	117	8,328	1,702	7,686
(030) Others	172	771	241	503
Sub-total	289	9,099	1,943	8,189
070 Waterworks—				
(010) Chargeable water	2,191,936	2,516,100	2,315,800	2,706,800
(020) Fees and licences	17,710	17,448	14,698	17,710
(040) Others	11,644	12,100	13,341	11,289
Sub-total	2,221,290	2,545,648	2,343,839	2,735,799
080 Sewage services—				
(010) Sewage charge	967,614	1,082,840	1,018,262	1,221,469
(020) Trade effluent surcharge	4,524	—	2,960	40,990
(030) Others	5,970	5,804	6,110	6,110
Sub-total	978,108	1,088,644	1,027,332	1,268,569
Total	3,199,687	3,643,391	3,373,114	4,012,557

Description of Revenue Sources

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

Revenue from utilities generated 0.8% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The 2022–23 revised estimate of \$3,373,114,000 reflects a net decrease of \$270,277,000 (7.4%) against the original estimate.

Under *Subhead 040 Marine ferry terminals*, the decrease of \$7,156,000 (78.6%) is mainly due to the continued closure of boundary control points at China Ferry Terminal and Hong Kong–Macau Ferry Terminal as a result of COVID-19.

The 2023–24 estimate of \$4,012,557,000 reflects a net increase of \$639,443,000 (19.0%) over the revised estimate for 2022–23.

Under *Subhead 040 Marine ferry terminals*, the increase of \$6,246,000 (321.5%) is mainly due to the resumption of cross-boundary ferry services on 8 January 2023.

Under *Subhead 070 Waterworks*, the increase of \$391,960,000 (16.7%) is mainly due to the cessation of the 75% reduction of water charges for non-domestic accounts on 31 July 2023.

Under *Subhead 080 Sewage services*, the increase of \$241,237,000 (23.5%) is mainly due to the cessation of the 75% reduction of sewage charges for non-domestic accounts and 100% waiver of trade effluent surcharges on 31 July 2023 and 31 December 2023 respectively.

Head 11 — FEES AND CHARGES

Details of Revenue

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
022 Agriculture, Fisheries and Conservation Department—				
(010) Markets	20,483	56,984	20,992	47,593*
(020) Agricultural services and products	308	324	472	468
(030) Others	45,057	43,357	43,893	46,157
Sub-total	65,848	100,665	65,357	94,218
024 Audit Commission	10,168	10,164	14,404	14,404
025 Architectural Services Department—				
(025) Services to trading funds and subvented projects	871	1,160	909	909
(030) Others	493	423	409	409
Sub-total	1,364	1,583	1,318	1,318
026 Census and Statistics Department	479	483	449	432
027 Civil Aid Service	31	37	48	36
028 Civil Aviation Department—				
(010) Services to the Airport Authority	590,270	782,720	868,845	891,160
(020) Aircraft en route navigation charges	129,178	137,001	147,234	297,768
(030) Licences	41,115	21,649	21,894	51,446
(040) Others	303	308	348	334
Sub-total	760,866	941,678	1,038,321	1,240,708
030 Correctional Services Department—				
(010) Recovery other than cost of raw materials for correctional services industries	44	110	120	120
(015) Laundry charges	3,243	3,230	3,250	3,250
(020) Others	122	130	170	170
Sub-total	3,409	3,470	3,540	3,540
031 Customs and Excise Department—				
(010) Import and export declarations	477,724	505,748	405,510	405,510
(020) Bonded warehouse supervision charges	505	529	141	141
(030) Clothing industry training levy service charges	57	64	53	37
(040) Denaturing fees	239	231	315	315
(071) Import and export licences	3,396	3,359	3,571	3,571
(072) Warehouse licences	938	938	938	938
(080) Miscellaneous licences	2,049	2,024	1,970	1,970
(090) Storage fees	—	1	3	1
(100) Others	11,933	9,316	8,569	8,753
Sub-total	496,841	522,210	421,070	421,236

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
032 Companies Registry—				
(010) Licence and other fees	21,987	24,534	24,142	24,712
033 Civil Engineering and Development Department—				
(010) Works executed on private account	18,130	231	122	186
(011) Dangerous goods, mining and prospecting licences	—	—	—	1,036
(012) Explosives permit and storage fees	4	27	—	16,183
(013) Mud disposal	18,483	22,440	12,025	9,089
(014) Disposal of construction waste	706,783	886,000	879,000	858,000
(030) Others	83	104	85	213
Sub-total	743,483	908,802	891,232	884,707
037 Department of Health—				
(010) Dangerous drugs, pharmacy, poisons and other licences	27,937	27,953	31,483	30,510
(030) Out-patient charges	27,791	29,746	28,162	29,670
(040) Dental charges	10,893	11,532	11,034	11,051
(050) Medical and health charges other than hospital, out-patient and dental charges	20,183	24,115	24,281	26,626
(060) Registrations and certificates of medical and supplementary medical professionals	9,818	11,604	11,489	44,242
(070) Others	1,544	1,723	1,633	1,646
Sub-total	98,166	106,673	108,082	143,745
039 Drainage Services Department—				
(010) Works executed on private account	217	—	—	—
(030) Others	1,328	1,373	1,089	1,150
Sub-total	1,545	1,373	1,089	1,150
042 Electrical and Mechanical Services Department—				
(025) Services to Electrical and Mechanical Services Trading Fund	42,103	47,883	45,475	46,839
(027) Registration, certification and permit fees	49,026	60,309	59,963	62,025
(030) Others	1	7	18	7
Sub-total	91,130	108,199	105,456	108,871

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
044 Environmental Protection Department—				
(010) Chemical waste charging scheme	22,779	26,400	19,720	19,720
(015) MARPOL waste charging scheme	4,663	4,970	2,520	2,520
(017) Waste disposal charges	213,517	217,710	236,369	245,751
(018) Municipal Solid Waste Charges	—	—	—	866,590
(020) Licence and permit fees	19,202	19,021	20,358	20,469
(025) Producer Responsibility Scheme	314,288	296,806	280,987	351,476
(030) Others	1,562	1,667	1,468	1,448
Sub-total	<u>576,011</u>	<u>566,574</u>	<u>561,422</u>	<u>1,507,974</u>
045 Fire Services Department—				
(010) Dangerous goods licences	13,029	13,396	13,781	13,781
(012) Official certificates and fire reports	8,115	7,955	9,268	9,268
(020) Others	1,493	1,730	1,584	1,589
Sub-total	<u>22,637</u>	<u>23,081</u>	<u>24,633</u>	<u>24,638</u>
047 Government Secretariat: Office of the Government Chief Information Officer	19,439	17,653	22,488	27,272
048 Government Laboratory—				
(015) Services to the Hospital Authority	2,042	1,847	1,847	1,847
(020) Others	987	1,638	1,638	1,789
Sub-total	<u>3,029</u>	<u>3,485</u>	<u>3,485</u>	<u>3,636</u>
049 Food and Environmental Hygiene Department—				
(010) Licences and permits	18,722	16,343	16,274	149,667
(020) Meat inspection	2,680	7,985	3,430	10,106
(030) Cemeteries and crematoria	123,893	124,222	149,927	137,224
(040) Others	5,736	5,487	6,927	5,702
Sub-total	<u>151,031</u>	<u>154,037</u>	<u>176,558</u>	<u>302,699</u>
051 Government Property Agency—				
(010) Management and air conditioning charges	81,987	76,477	71,558	72,041
(020) Others	7,887	9,099	6,990	6,847
Sub-total	<u>89,874</u>	<u>85,576</u>	<u>78,548</u>	<u>78,888</u>
055 Government Secretariat: Commerce and Economic Development Bureau (Communications and Creative Industries Branch)	726	860	243	—

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
059 Government Logistics Department—				
(010) Printing services	347,330	321,199	302,131	310,694
(020) Advertisements	20,110	19,919	22,155	22,740
(030) Government transport	47,993	47,185	51,724	51,724
(040) Others	17,321	15,219	19,612	15,375
Sub-total	432,754	403,522	395,622	400,533
060 Highways Department—				
(010) Works executed on private account	726	650	1,529	1,100
(020) Excavation permits	348,059	300,137	192,566	194,693
(030) Others	1,924	1,773	1,729	2,123
Sub-total	350,709	302,560	195,824	197,916
063 Home Affairs Department—				
(015) Guesthouse licences	1,082	1,710	7,468	4,951
(016) Clubhouse certificates	1,013	—	180	4,913
(020) Karaoke establishments licences and permits	12	—	9	7
(021) Entertainment licences	13,084	12,225	11,416	10,914
(030) Others	2,354	2,498	1,818	1,884
Sub-total	17,545	16,433	20,891	22,669
070 Immigration Department—				
(012) Chinese nationality applications	3,665	4,500	5,283	5,283
(020) Travel documents	104,361	175,741	265,446	263,205
(030) Visas, entry permits and extension of stay	178,521	179,075	226,237	226,030
(040) Certification fees	6,978	11,880	10,439	10,439
(060) Replacement of identity cards	34,088	43,612	34,089	34,089
(070) Births and deaths registration fees	35,805	40,015	44,214	40,293
(080) Marriage registration fees	36,599	47,396	41,897	45,274
(090) Others	8,560	8,121	8,939	8,686
Sub-total	408,577	510,340	636,544	633,299
074 Information Services Department—				
(010) Sale of publications	1,871	1,686	1,642	1,651
(020) Others	2,084	1,828	1,500	1,500
Sub-total	3,955	3,514	3,142	3,151
076 Inland Revenue Department—				
(010) Business registration fees	57,312	110,000	97,000	3,000,000
(020) Others	35,274	38,102	45,764	40,919
Sub-total	92,586	148,102	142,764	3,040,919

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
078 Intellectual Property Department—				
(010) Patents fees	33,414	32,477	32,072	33,009
(020) Trade marks fees	171,216	180,024	158,014	179,596
(030) Registered designs fees.....	8,290	8,419	8,096	7,788
(040) Others	100	127	173	146
Sub-total	213,020	221,047	198,355	220,539
080 Judiciary—				
(010) Commission.....	11,187	11,010	6,908	6,908
(020) Court fees	178,143	177,755	182,929	182,929
(030) Possession.....	4,756	4,925	2,867	2,867
(040) Others	22,874	25,395	27,587	27,031
Sub-total	216,960	219,085	220,291	219,735
082 Buildings Department—				
(010) Buildings Ordinance fees	202,366	214,210	191,737	186,207
(020) Works executed on private account.....	20	34	30	30
(030) Others	4,268	5,815	5,985	7,937
Sub-total	206,654	220,059	197,752	194,174
090 Labour Department.....	77,986	34,678	32,244	31,736
091 Lands Department—				
(010) Administrative and legal land services	62,443	61,272	71,480	69,470
(012) Lands Department consent fees and Government lease fees.....	8,935	7,101	10,736	10,736
(013) Administrative fees for conveyancing services for FSI.....	539	220	226	226
(020) Excavation permits	10,589	12,611	11,926	11,821
(040) Works executed on private account.....	450	1,433	1,217	470
(042) Services to KCRC	—	25,002	45,037	22,554
(046) Services to MTRCL.....	41,421	46,596	43,665	46,720
(050) Others	25,972	20,361	20,255	20,236
Sub-total	150,349	174,596	204,542	182,233
092 Department of Justice	2,407	4,884	2,637	1,510
094 Legal Aid Department	521,846	432,162	497,620	447,764
095 Leisure and Cultural Services Department—				
(010) Admission and hire charges.....	376,643	677,737	517,468	655,835*
(020) Programme entry fees for recreational and sports activities	19,250	36,384	28,767	38,398
(030) Licences.....	245	252	248	248
(040) Others	11,354	17,931	14,742	18,164*
Sub-total	407,492	732,304	561,225	712,645

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
100 Marine Department—				
(010) Anchorage	30,042	36,388	17,778	17,778
(020) Buoy	19,850	18,676	18,646	18,646
(030) Permit fees	1,720	1,356	1,574	44,241
(040) Cargo working area charges	25,396	63,532	28,068	84,515*
(050) Examination and registration fees	132,910	139,882	139,767	131,661
(070) Vessel licences	23,232	25,165	25,956	36,386
(080) Port and light dues	2,713	2,952	3,222	75,522
(090) Port clearance fees	3,631	4,708	4,412	4,978
(100) Survey fees	11,415	14,290	10,810	12,280
(110) Others	9,393	7,786	7,649	7,207
Sub-total	260,302	314,735	257,882	433,214
116 Official Receiver's Office—				
(010) Bankruptcy	148,066	113,601	115,034	110,942
(020) Liquidation	32,817	31,534	72,643	47,653
Sub-total	180,883	145,135	187,677	158,595
122 Hong Kong Police Force—				
(010) Confirmation of criminal record	16,358	14,143	17,165	19,181
(020) Establishments and trades licences	1,574	1,350	1,566	1,566
(025) Security personnel permits	11,078	13,028	12,300	12,300
(030) Others	9,933	10,284	9,382	9,423
Sub-total	38,943	38,805	40,413	42,470
132 Government Secretariat: Culture, Sports and Tourism Bureau.....	—	—	687	1,049
143 Government Secretariat: Civil Service Bureau—				
(010) Translation and interpretation services	4,185	5,665	5,414	6,324
(020) Training and development services	3,406	6,651	5,782	7,704
(030) Others	7	676	9	676
Sub-total	7,598	12,992	11,205	14,704
148 Government Secretariat: Financial Services and the Treasury Bureau (Financial Services Branch)—				
(030) Others	1	2	3	15
151 Government Secretariat: Security Bureau—				
(010) Security companies	22,228	22,598	22,243	22,120
(090) Others	55	59	46	47
Sub-total	22,283	22,657	22,289	22,167
152 Government Secretariat: Commerce and Economic Development Bureau.....	227	14	68	—

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
155 Government Secretariat: Innovation and Technology Commission.....	19,164	17,457	21,463	18,914
156 Government Secretariat: Education Bureau— (020) Grant and subsidised schools provident funds—supervision fees	5,134	5,690	5,675	6,005
(030) Others	2,733	3,379	3,770	3,939
Sub-total	7,867	9,069	9,445	9,944
160 Radio Television Hong Kong	1,290	1,361	1,200	1,179
162 Rating and Valuation Department	4,823	13,160	4,741	4,741
168 Hong Kong Observatory— (010) Services to the Airport Authority	141,487	190,212	175,749	197,643
(020) Others	775	1,030	988	1,060
Sub-total	142,262	191,242	176,737	198,703
170 Social Welfare Department— (010) Traffic Accident Victims Assistance Scheme administration fee	25,884	24,433	24,475	24,639
(020) Others	741	669	672	1,380
Sub-total	26,625	25,102	25,147	26,019
173 Working Family and Student Financial Assistance Agency	7,683	6,726	6,579	5,929
180 Office for Film, Newspaper and Article Administration— (020) Film censorship fees	2,574	2,815	2,942	2,942
(030) Others	567	793	556	552
Sub-total	3,141	3,608	3,498	3,494
181 Trade and Industry Department— (010) Application fees for certificates of origin	261	289	213	213
(040) Others	3,577	3,611	3,418	3,407
Sub-total	3,838	3,900	3,631	3,620

Head 11 — FEES AND CHARGES

Sub-head (Code)	Actual revenue 2021–22	Original estimate 2022–23	Revised estimate 2022–23	Estimate 2023–24
	\$'000	\$'000	\$'000	\$'000
186 Transport Department—				
(010) Vehicle and driving licences.....	4,094,913	4,547,327	4,274,241	4,316,054
(030) Transfer of vehicle and registration mark, driving test and permits	320,503	381,278	352,983	385,345
(040) Traffic Accident Victims Assistance Scheme administration fee	2,352	2,225	2,329	2,388
(050) Vehicle examination fees	20,341	25,759	22,573	31,496
(055) Personalized vehicle registration mark.....	33,088	36,840	55,007	47,160
(060) Others	18,781	35,251	26,142	30,040
Sub-total	4,489,978	5,028,680	4,733,275	4,812,483
188 Treasury—				
(040) Others	38,631	54,108	68,032	63,473
200 Other bureaux/departments.....	37,941	48,990	64,292	46,472
Total	11,554,384	12,942,166	12,489,602	17,060,192

* After Budget revenue measures.

Description of Revenue Sources

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

Revenue from fees and charges generated 2.8% of total revenue in 2022–23.

Underlying Changes in Revenue Yield

The 2022–23 revised estimate of \$12,489,602,000 reflects a net decrease of \$452,564,000 (3.5%) against the original estimate.

Under *Subhead 022 Agriculture, Fisheries and Conservation Department*, the decrease of \$35,308,000 (35.1%) is mainly due to the further extension of rental concession measures on four wholesale markets for nine months implemented from 1 October 2022.

Under *Subhead 028 Civil Aviation Department*, the increase of \$96,643,000 (10.3%) is mainly due to higher-than-expected receipts from services provided to the Airport Authority and aircraft en route navigation charges.

Under *Subhead 031 Customs and Excise Department*, the decrease of \$101,140,000 (19.4%) is mainly due to lower-than-expected receipts from import and export declaration charges.

Under *Subhead 049 Food and Environmental Hygiene Department*, the increase of \$22,521,000 (14.6%) is mainly due to higher-than-expected receipts from cremation service.

Under *Subhead 060 Highways Department*, the decrease of \$106,736,000 (35.3%) is mainly due to lower-than-expected receipts from excavation permits.

Under *Subhead 070 Immigration Department*, the increase of \$126,204,000 (24.7%) is mainly due to higher-than-expected receipts from travel documents, visas, entry permits and extension of stay.

Under *Subhead 078 Intellectual Property Department*, the decrease of \$22,692,000 (10.3%) is mainly due to lower-than-expected receipts from trade marks fees.

Under *Subhead 082 Buildings Department*, the decrease of \$22,307,000 (10.1%) is mainly due to lower-than-expected receipts from building plan submission fees.

Head 11 — FEES AND CHARGES

Under *Subhead 091 Lands Department*, the increase of \$29,946,000 (17.2%) is mainly due to higher-than-expected administrative service costs recovered from the Kowloon-Canton Railway Corporation and receipts from administrative and legal land services.

Under *Subhead 094 Legal Aid Department*, the increase of \$65,458,000 (15.1%) is mainly due to higher-than-expected legal costs recovered from civil cases.

Under *Subhead 095 Leisure and Cultural Services Department*, the decrease of \$171,079,000 (23.4%) is mainly due to lower-than-expected receipts from admission and hire charges.

Under *Subhead 100 Marine Department*, the decrease of \$56,853,000 (18.1%) is mainly due to the further extension of rental concession measures in Public Cargo Working Areas; and lower-than-expected receipts from anchorage dues.

Under *Subhead 116 Official Receiver's Office*, the increase of \$42,542,000 (29.3%) is mainly due to higher-than-expected receipts from bankruptcy and liquidation cases.

Under *Subhead 188 Treasury*, the increase of \$13,924,000 (25.7%) is mainly due to higher-than-expected central administrative overheads recoverable from the Housing Authority and trading funds.

Under *Subhead 200 Other bureaux/departments*, the increase of \$15,302,000 (31.2%) is mainly due to higher-than-expected costs recovered from the Housing Authority and trading funds.

The **2023–24** estimate of \$17,060,192,000 reflects a net increase of \$4,570,590,000 (36.6%) over the revised estimate for 2022–23.

Under *Subhead 022 Agriculture, Fisheries and Conservation Department*, the increase of \$28,861,000 (44.2%) is mainly due to the cessation of the rental concession measures on 31 December 2023.

Under *Subhead 028 Civil Aviation Department*, the increase of \$202,387,000 (19.5%) is mainly due to projected increase in receipts from services provided to the Airport Authority and aircraft en route navigation charges; and the cessation of the waiver of licence fees on 30 September 2023.

Under *Subhead 037 Department of Health*, the increase of \$35,663,000 (33.0%) is mainly due to the cessation of the waiver of registration and related fees for healthcare professionals on 30 June 2023.

Under *Subhead 044 Environmental Protection Department*, the increase of \$946,552,000 (168.6%) is mainly due to projected increase in receipts from the expected implementation of the producer responsibility scheme on glass beverage containers and the municipal solid waste charging scheme in 2023–24.

Under *Subhead 049 Food and Environmental Hygiene Department*, the increase of \$126,141,000 (71.4%) is mainly due to the cessation of the waiver of various licence/permit fees on 30 September 2023.

Under *Subhead 076 Inland Revenue Department*, the increase of \$2,898,155,000 (2 030.0%) is mainly due to the cessation of the waiver of business registration fees on 31 March 2023.

Under *Subhead 078 Intellectual Property Department*, the increase of \$22,184,000 (11.2%) is mainly due to projected increase in receipts from trade marks fees.

Under *Subhead 091 Lands Department*, the decrease of \$22,309,000 (10.9%) is mainly due to projected decrease in administrative service costs recoverable from the Kowloon-Canton Railway Corporation.

Under *Subhead 094 Legal Aid Department*, the decrease of \$49,856,000 (10.0%) is mainly due to projected decrease in legal costs recoverable from civil cases.

Under *Subhead 095 Leisure and Cultural Services Department*, the increase of \$151,420,000 (27.0%) is mainly due to projected increase in receipts from admission and hire charges.

Under *Subhead 100 Marine Department*, the increase of \$175,332,000 (68.0%) is mainly due to the cessation of the waiver of port and light dues and public cargo working area charges on 30 September 2023; the cessation of the waiver of various licence/permit fees on 31 October 2023; and the cessation of the rental concession measures in Public Cargo Working Areas on 31 December 2023.

Under *Subhead 116 Official Receiver's Office*, the decrease of \$29,082,000 (15.5%) is mainly due to projected decrease in receipts from bankruptcy and liquidation cases.

Under *Subhead 168 Hong Kong Observatory*, the increase of \$21,966,000 (12.4%) is mainly due to projected increase in receipts from services provided to the Airport Authority.

Under *Subhead 200 Other bureaux/departments*, the decrease of \$17,820,000 (27.7%) is mainly due to projected decrease in costs recoverable from the Housing Authority and trading funds.