

CAPITAL WORKS RESERVE FUND

Memorandum Note

The Capital Works Reserve Fund was established with effect from 1 April 1982 by Resolution of the Legislative Council on 20 January 1982 for the purpose of financing the Public Works Programme and the acquisition of land. The first Resolution was subsequently replaced by a second Resolution on 27 July 1983. For the purpose of giving effect to arrangements for implementing paragraph 6 of Annex III to the Joint Declaration of the Government of the United Kingdom and the Government of the People's Republic of China signed in Beijing on 19 December 1984, the 1983 Resolution was replaced by a third Resolution passed by the Legislative Council on 15 May 1985. On 13 January 1988, the Legislative Council passed an amendment to section (j) of the Resolution which effected the transfer of the financing of capital subventions and major systems and equipment from the General Revenue Account to the Fund with effect from 1 April 1988. On 6 November 1991, the Legislative Council passed an amendment to the Resolution to include provisions for Government borrowings to be credited to the Fund and for repayments, and payment of interest and expenses relating to such borrowings, to be made from the Fund. As consequential amendments to the New Territories Land Exchange Entitlements (Redemption) Ordinance enacted on 12 December 1996, the Resolution was amended to include provisions for the payment of redemption money payable in respect of land exchange entitlements and of interest payable thereon under the New Territories Land Exchange Entitlements (Redemption) Ordinance. These amendments took effect when the Ordinance came into operation on 27 June 1997. Following resumption by China of the exercise of sovereignty over Hong Kong on 1 July 1997, the Resolution was amended by the Provisional Legislative Council on 17 December 1997 to remove provisions concerning the sharing of land premium under paragraph 6 of Annex III to the Joint Declaration as these provisions had become obsolete after the handover. The amended Resolution came into effect on 1 January 1998.

2 The Resolution provides that—

- (a) the Fund be administered by the Financial Secretary, who may delegate his power of administration to other public officers;
- (b) there be credited to the Fund—
 - (i) premium income received from land transactions;
 - (ii) all moneys received arising from works or commitments entered into for the purposes of the Fund;
 - (iii) unclaimed deposits in respect of moneys referred to in sub-paragraph (ii) which have been unpaid for 5 years;
 - (iv) such appropriations from general revenue as may be approved by the Provisional Legislative Council or Legislative Council;
 - (v) sums borrowed under section 3 of the Loans Ordinance (Cap. 61) where the resolution of the Provisional Legislative Council or Legislative Council approving the borrowing so stipulates;
 - (vi) all moneys received by way of interest or dividends earned in respect of moneys held in the Fund; and
 - (vii) such donations and other moneys as may be received for the purposes of the Fund;
- (c) the Financial Secretary may expend moneys from the Fund for—
 - (i) the purposes of the Government's public works programme;
 - (ii) the purchase and installation of equipment consequential on implementing the public works programme;
 - (iii) the development, purchase and installation of major systems and equipment used by the Government;
 - (iv) capital subventions;
 - (v) the acquisition of land; and
 - (vi) the payment of redemption money payable in respect of land exchange entitlements and of interest payable thereon under the New Territories Land Exchange Entitlements (Redemption) Ordinance (Cap. 495);in accordance with such conditions, exceptions and limitations as may be specified by the Finance Committee;
- (d) the Financial Secretary may—
 - (i) transfer from the Fund to the general revenue any balance in the Fund which is not required for the purposes of the Fund;
 - (ii) repay the principal, interest thereon and expenses incurred in relation to sums borrowed under section 3 of the Loans Ordinance (Cap. 61) where such sums have been credited to the Fund; and
 - (iii) in his discretion, authorise the investment in such manner as he may determine of any moneys held in the Fund at any time;
- (e) the Director of Accounting Services shall, under the authority of a funds warrant issued by the Financial Secretary, pay from the Fund such sums as may be required to meet expenditure from the Fund;
- (f) this resolution shall come into operation on a date to be appointed by the Financial Secretary by notice in the Gazette;

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- (g) on the coming into operation of paragraphs (a) to (f), the suspense account, works account and reserve account of the Fund shall be cancelled and any moneys remaining in those accounts shall be carried forward in their entirety in the Fund; and
- (h) paragraphs (a) to (n) of the resolution made and passed by the Legislative Council on 15 May 1985, and published in the Gazette as Legal Notice No. 131 of 1985, and any subsequent amendments made to those paragraphs shall cease to apply.

3 In accordance with the terms of the resolution, all revenue from land transactions has been paid into the Fund from 1 January 1998.

4 Expenditure from the Fund is limited in respect of each subhead by the allocation shown under the column headed 'Estimate 2001-02' in the Fund estimates, and this may not be exceeded in 2001-02 without the prior approval of the Financial Secretary. For all Category A projects, the approved project estimate of each project was that approved by the Finance Committee of the Legislative Council or amended under delegated powers. Approvals up to 15 December 2000 are included. The total commitment incurred may not exceed the approved project estimate, which in turn may not be altered without the prior approval of the Finance Committee or the Financial Secretary acting under delegated powers. For block allocations under the various expenditure heads, overcommitment of any amount in excess of the approved allocation requires the approval of the Financial Secretary.

5 The balance available in the Fund at 1 April 2001 is estimated to be \$32,739 million. During 2001-02, it is estimated that \$27,555 million will be paid into the Fund from premium income received from land transactions. In addition, \$2,530 million is expected to accrue to the Fund from investment income on its balances during 2001-02; \$2 million from donations and from contributions towards joint venture projects; \$181 million to be recovered from the MTR Corporation Limited for entrustment works; \$43 million to be recovered from the Post Office Trading Fund; and \$5 million from other miscellaneous items. The Fund will thus have receipts of \$30,316 million in 2001-02 which taken together with the opening balance will have available \$63,055 million to meet estimated payments of \$31,427 million during 2001-02. The Fund will have an estimated balance of \$31,628 million at 31 March 2002.

Land Acquisition (Head 701) and the Public Works Programme (Heads 702, 703, 704, 705, 706, 707, 709 and 711)

6 In respect of land acquisition and the Public Works Programme (i.e. excluding Head 708—Capital Subventions and Major Systems and Equipment and Head 710—Computerisation), the estimate of the amount required in 2001-02 for expenditure on projects in Category A and on those projects which it has been agreed will be upgraded to Category A during the year, together with studies and minor works of a non-recurrent nature funded from block allocations, is \$25,453 million. This figure includes all donations and contributions to joint venture projects.

7 On 1 April 2000, the outstanding commitment in respect of Category A projects (i.e. excluding block allocations) in the Public Works Programme and for land acquisition was \$114,196 million. During 2000-01, an additional commitment of \$20,263 million is expected to be entered into for new Category A projects and increases in approved project estimates, giving a total outstanding commitment of \$134,459 million. The revised estimate of expenditure for all Category A projects in the Public Works Programme and for land acquisition during 2000-01 is \$18,681 million, and so the outstanding commitment as at 31 March 2001 will be about \$115,778 million.

8 During 2001-02 work will start on new projects currently in Category B in the Public Works Programme with a total value of about \$91,917 million. After allowing for an estimated expenditure of \$16,543 million in 2001-02 for these and on-going Category A projects in the Public Works Programme and for land acquisition, the outstanding commitment on all Category A projects at 31 March 2002 will be about \$191,152 million.

Capital Subventions and Major Systems and Equipment (Head 708)

9 Subheads under Head 708 were originally financed from the General Revenue Account. They were transferred to the Fund to form a new expenditure head—Head 708—with effect from 1 April 1988. Starting from the legislative session in 1996-97, capital subvention works projects have been subject to examination by the Public Works Subcommittee, in the same way as other projects under the Public Works Programme, prior to submission to the Finance Committee. Major systems and equipment items, which do not form part of the Public Works Programme, continue to follow the procedures which govern items funded under the General Revenue Account. Capital subvention subheads make provision for expenditure on new buildings, extensions and reprovisioning of existing facilities, and provide funding for refurbishment costing more than \$2 million. Major systems and equipment subheads provide funding for non-administrative computer systems, communication systems and mechanised systems costing more than \$2 million.

10 The total approved project estimates for existing projects (excluding block allocations) is \$38,683 million. The actual expenditure up to 31 March 2000 was \$20,516 million. The project value for the remaining items to be upgraded in 2000-01 amounts to \$255 million. The revised estimate of expenditure for 2000-01 is \$2,681 million. During 2001-02 a total value of \$3,964 million will be committed on new projects. After allowing for estimated expenditure for both existing and new projects in 2001-02 of \$3,506 million, the outstanding commitment at 31 March 2002 will be \$16,199 million.

Computerisation (Head 710)

11 The creation of Head 710—Computerisation was approved by Finance Committee on 14 December 1990 to meet expenditure on administrative computer systems and consultancies for feasibility studies and systems development costing \$100,000 or more with effect from 1 April 1991. Items under Head 710 do not form part of the Public Works Programme and are administered according to procedures similar to those governing non-works items under Head 708.

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Head 701—Land Acquisition

12 The Financial Secretary has delegated to the Director of Lands the power to authorise expenditure from Head 701 of the Fund.

13 The estimate of the allocation required in 2001–02 for expenditure on compensation and *ex-gratia* allowances for the acquisition and associated clearance of all land and property reverting to the Government, *ex-gratia* allowances for clearance of government land for projects in the Public Works Programme and redemption money payable in respect of land exchange entitlements and interest payable thereon under the New Territories Land Exchange Entitlements (Redemption) Ordinance is \$4,515,510,000. *Ex-gratia* allowances for clearance of government land required for projects outside the Public Works Programme are charged to Head 91—Lands Department.

14 The allocation of \$10,000 for *Subhead 1001CA—Compensation for surrenders and resumptions: street widening: urban area* is for payment of compensation for the surrender or resumption of land to make way for street widening.

15 The allocation of \$2,000,000 for *Subhead 1002CA—Compensation for surrenders and resumptions: urban improvement districts: Yau Ma Tei, Wan Chai and Western* is for payment of compensation for the acquisition of properties and for payment of *ex-gratia* compensation to owners within urban improvement districts. It also provides for the acceptance of voluntary surrenders of properties frozen under outline zoning plans. The cost of properties resumed in connection with the Hong Kong Housing Society's urban improvement schemes will continue to be borne by the Society.

16 The allocation of \$150,000,000 for *Subhead 1004CA—Compensation for surrenders and resumptions: miscellaneous* is a block allocation for payment of compensation (including *ex-gratia* allowances) for the acquisition, surrender and clearance of all land and property reverting to the Government, including the costs of resuming and clearing sites in connection with the implementation of statutory outline zoning plans; for projects to be undertaken by non-government or quasi-government bodies, including the Hong Kong Housing Society and the Hong Kong Housing Authority; and for projects undertaken under the Foreshore and Sea-bed (Reclamations) Ordinance and not covered by any other funding arrangements.

17 The allocation of \$500,000 for *Subhead 1032CA* is for the special *ex-gratia* payments in relation to the regulation of Shenzhen River—stage I works.

18 The allocation of \$1,000,000 for *Subhead 1033CA* is for redemption money payable in respect of land exchange entitlements and interest payable thereon under the New Territories Land Exchange Entitlements (Redemption) Ordinance.

19 The allocation of \$25,000,000 for *Subhead 1034CA—Special compensation payments for former residents of the Tiu Keng Leng Cottage Area* is for payments arising from court judgments to compensate eligible former residents cleared from Tiu Keng Leng Cottage Area.

20 The allocation of \$4,337,000,000 for *Subhead 1100CA—Compensation and ex-gratia allowances in respect of projects in the Public Works Programme* is to meet all land acquisition costs, other than direct works costs, and all *ex-gratia* allowances in respect of projects in the Public Works Programme.

Head 702—Port and Airport Development

21 The Financial Secretary has delegated to the following officers, among others, the power to authorise expenditure from Head 702 of the Fund—

<i>Officers</i>	<i>In respect of subheads under sub-programme areas</i>
Director of Architectural Services	Intra-governmental services
Director of Civil Engineering	Port works
Director of Highways	Roads
Director of Territory Development	Sewerage and sewage treatment, land development, roads, bridges and tunnels
Director of Water Supplies	Combined fresh/salt water supply

22 The estimate of the amount required in 2001–02 for expenditure on Port and Airport Development Study (PADS) related projects is \$557,320,000.

23 A total of \$1,020,000 for *Subheads 2001AX, 2003AX and 2005AX* is for consultants' fees and charges for feasibility studies and site investigations for PADS related projects.

24 The Finance Committee has delegated to the following officers, among others, the power to authorise expenditure from block allocations under Head 702—

<i>Officers</i>	<i>Subheads</i>
Director of Civil Engineering	2001AX
Director of Territory Development	2003AX
Director of Water Supplies	2005AX

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The scope and justification of any proposed consultancies/investigations costing more than \$15 million each and undertaken under these subheads will require the approval of the Finance Committee on the recommendation of the Public Works Subcommittee, and those costing \$15 million or less each will require the approval of the Secretary for the Treasury.

Head 703—Buildings

25 The Financial Secretary has delegated to the Director of Architectural Services the power to authorise expenditure from Head 703 of the Fund.

26 The estimate of the amount required in 2001–02 for expenditure on government building projects is \$7,550,318,000. This does not include provision for building items related to public housing and new towns.

27 Significant building projects scheduled to start in 2001–02 include 3GA—Science Park at Pak Shek Kok, phase 1 remaining works; and 6GD—Immigration Service Training School and Perowne Immigration Centre, Tuen Mun.

28 The allocation of \$1,200,000,000 for *Subhead 3004GX—Refurbishment of government buildings for items in Category D of the Public Works Programme* is for works estimated to cost \$15 million or less each for the refurbishment of government buildings.

29 The allocation of \$70,000,000 for *Subhead 3100GX—Project feasibility studies, minor investigations and consultants' fees for items in Category D of the Public Works Programme* is for minor investigations, including site investigations, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable new building projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of building works items in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on building projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

30 The allocation of \$870,000,000 for *Subhead 3101GX—Minor building works for items in Category D of the Public Works Programme* is for minor building works, fitting out works and minor alterations, additions and improvement works including furniture and equipment replacement incidental to such works, and slope inspections and minor slope improvement works, subject to a maximum ceiling of expenditure of not more than \$15 million per item.

Head 704—Drainage

31 The Financial Secretary has delegated to the Director of Drainage Services the power to authorise expenditure from Head 704 of the Fund.

32 The estimate of the amount required in 2001–02 for expenditure on drainage projects is \$2,015,780,000.

33 Significant drainage projects scheduled to start in 2001–02 include 90CD—Regulation of Shenzhen River, stage III; and 143DS—Central, Western, Wan Chai West sewerage, stage II works.

34 The allocation of \$81,000,000 for *Subhead 4100DX—Drainage works, studies and investigations for items in Category D of the Public Works Programme* is for minor works including slope inspections and minor slope improvement works, feasibility studies and site investigations in respect of drainage projects, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable drainage projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of drainage projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on drainage projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

Head 705—Civil Engineering

35 The Financial Secretary has delegated to the Director of Civil Engineering and the Director of Environmental Protection the power to authorise expenditure from Head 705 of the Fund.

36 The estimate of the amount required in 2001–02 for expenditure on civil engineering and environmental projects is \$3,574,444,000.

37 Significant civil engineering projects scheduled to start in 2001–02 include 660CL—Site formation, construction of associated infrastructure and provision of government, institution and community facilities for an international theme park on Lantau Island; 739TH—Chok Ko Wan Link Road in North Lantau; and 51DP—Environmental improvement of Shing Mun River.

38 The allocation of \$883,000,000 for *Subhead 5001BX—Landslip preventive measures* is for landslip preventive works and related studies (other than those directly related to specific development projects in the Public Works Programme).

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39 The allocation of \$92,570,000 for *Subhead 5101CX—Civil engineering works, studies and investigations for items in Category D of the Public Works Programme* is for minor works, feasibility studies and site investigations in respect of civil engineering works, including slope inspections and minor slope improvement works, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable civil engineering projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of civil engineering projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on civil engineering projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

40 The allocation of \$21,551,000 for *Subhead 5101DX—Environmental works, studies and investigations for items in Category D of the Public Works Programme* is for minor works, feasibility studies and site investigation in respect of waste management and environmental works, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable waste management and environmental projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of waste management and environmental projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on waste management and environmental projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

Head 706—Highways

41 The Financial Secretary has delegated to the Director of Highways the power to authorise expenditure from Head 706 of the Fund.

42 The estimate of the amount required in 2001–02 for expenditure on highways projects is \$2,176,133,000.

43 Significant highways projects scheduled to start in 2001–02 include 736TH—Deep Bay Link, and 746TH—Reconstruction and improvement of Tuen Mun Road.

44 The allocation of \$639,000,000 for *Subhead 6100TX—Highway works, studies and investigations for items in Category D of the Public Works Programme* is for minor works covering highways, railways and railway development, bridges, subways and other structures, footways, vehicle parking, street lighting, roadside slopes, road resurfacing (including joint replacement), road reconstruction and rehabilitation, traffic engineering, etc. as well as feasibility studies and site investigations in respect of highway projects, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable highway projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of highway projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on highway projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

Head 707—New Towns and Urban Area Development

45 The Financial Secretary has delegated to the Director of Territory Development the power to authorise expenditure from Head 707 of the Fund, with the exception of subheads under the sub-programme areas of Sewerage and sewage treatment, Roads and Rural housing improvement under the territory-wide category, and Subheads 7014CX and 7015CX under block allocations, for which the Director of Home Affairs has the delegated power to authorise expenditure.

46 The estimate of the amount required in 2001–02 for expenditure on new towns and urban area development is \$2,225,377,000. Of this amount, \$89,440,000 is for territory-wide works such as improvement to rural and urban fringe areas, \$500,168,000 for Hong Kong Island and Islands development, \$211,010,000 for Kowloon development, \$721,970,000 for New Territories North development, \$396,060,000 for New Territories East development, \$87,450,000 for New Territories West development and \$219,279,000 for block allocations. Of the \$2,006,098,000 allocated for territory-wide works, new towns, rural townships and urban area (i.e. excluding block allocations), \$1,770,028,000 is for civil engineering, \$135,100,000 for transport, \$37,840,000 for waterworks, \$3,000,000 for environmental protection and \$60,130,000 for housing, community and other projects.

47 Significant territory development projects scheduled to start in 2001–02 include 677CL—Wan Chai development phase II, engineering works; and 469CL—South East Kowloon development at Kai Tak Airport - early development package.

48 The allocation of \$100,000,000 for *Subhead 7014CX—Rural Public Works Programme* is for small scale works projects costing up to \$15 million each to upgrade the infrastructure and improve the living environment of rural areas in the New Territories.

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49 The allocation of \$35,000,000 for *Subhead 7015CX—Urban Minor Works Programme* is for district-based works projects up to \$15 million each to improve local facilities, living environment and hygienic conditions of the urban areas, including improvement to local roads, walkways and trails, backlanes and hygiene blackspots, and provision of recreational and leisure facilities, amenity planting, and construction of rainshelters. Projects previously funded under block allocation *Subhead 7013CX—District-based urban environmental improvements for items in Category D of the Public Works Programme* are subsumed under this block allocation.

50 The allocation of \$84,279,000 for *Subhead 7100CX—New towns and urban area works, studies and investigations for items in Category D of the Public Works Programme* is for minor works, minor landscaping, feasibility studies and site investigations in respect of new towns and urban area development projects, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable new towns and urban area development projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of works projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on new town and urban area development projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

Head 708—Capital Subventions and Major Systems and Equipment

51 The Financial Secretary has delegated to the following officers, among others, the power to authorise expenditure from Head 708 of the Fund—

<i>Officers</i>	<i>In respect of subheads under</i>
Director of Education	Capital Subventions—Education Subventions
Secretary-General, University Grants Committee	Capital Subventions—Universities
Secretary for Education and Manpower	Capital Subventions—Technical Education and Industrial Training
Director of Architectural Services	Capital Subventions—Medical Subventions
Secretary for Economic Services	Capital Subventions—Miscellaneous
Secretary for Home Affairs	Capital Subventions—Miscellaneous
Director of Social Welfare	Capital Subventions—Miscellaneous
Director of Leisure and Cultural Services	Major Systems and Equipment—Leisure and Cultural Services Department
Director of Food and Environmental Hygiene	Major Systems and Equipment—Food and Environmental Hygiene Department
Private Secretary, Chief Executive's Office	Major Systems and Equipment—Chief Executive's Office
Director of Architectural Services	Major Systems and Equipment—Architectural Services Department
Chief Staff Officer, Auxiliary Medical Service	Major Systems and Equipment—Auxiliary Medical Service
Director of Lands	Major Systems and Equipment—Lands Department
Government Property Administrator	Major Systems and Equipment—Government Property Agency
Director-General of Civil Aviation	Major Systems and Equipment—Civil Aviation Department
Commissioner of Correctional Services	Major Systems and Equipment—Correctional Services Department
Director of Environmental Protection	Major Systems and Equipment—Environmental Protection Department
Director of Fire Services	Major Systems and Equipment—Fire Services Department
Director of Administration	Major Systems and Equipment—Government Secretariat : Offices of the Chief Secretary for Administration and the Financial Secretary
Director of Immigration	Major Systems and Equipment—Immigration Department
Commissioner, Independent Commission Against Corruption	Major Systems and Equipment—Independent Commission Against Corruption

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<i>Officers</i>	<i>In respect of subheads under</i>
Commissioner of Inland Revenue	Major Systems and Equipment—Inland Revenue Department
Judiciary Administrator	Major Systems and Equipment—Judiciary
Director of Marine	Major Systems and Equipment—Marine Department
Commissioner of Police	Major Systems and Equipment—Hong Kong Police Force
Director of Broadcasting	Major Systems and Equipment—Radio Television Hong Kong
Controller, Government Flying Service	Major Systems and Equipment—Government Flying Service
Director of the Hong Kong Observatory	Major Systems and Equipment—Hong Kong Observatory
Commissioner for Transport	Major Systems and Equipment—Transport Department
Director of Water Supplies	Major Systems and Equipment—Water Supplies Department
Director of Health	Major Systems and Equipment—Department of Health
Director of Fire Services	Equipment Consequential on Major Capital Projects—Fire Services Department

52 The estimate of the amount required in 2001–02 for expenditure on capital subventions and major systems and equipment is \$4,405,144,000.

53 The allocation of \$8,200,000 for *Subhead 8100BX—Slope-related capital works for subvented organisations other than education and medical subventions* is for slope inspections and minor slope improvement works for subvented organisations other than those covered by education subventions and medical subventions to the Hospital Authority, subject to a maximum ceiling of expenditure of not more than \$15 million for each project. The Financial Secretary has delegated to the Director of Architectural Services the power to authorise expenditure under this subhead.

54 The allocation of \$300,000,000 for *Subhead 8100EX—Alterations, additions, repairs and improvements to the campuses of the UGC-funded institutions* is for alterations, additions, repairs and improvements including slope inspections and minor slope improvement works to the campuses of the University Grants Committee (UGC) funded institutions requiring a subsidy of not more than \$15 million each; and for studies for proposed UGC-funded building projects, including consultants' design fees and charges, preparation of tender documents, site investigation costs and major in-house investigations costing up to \$15 million for each project. The Financial Secretary has delegated to the Secretary-General, University Grants Committee the power to authorise expenditure under this subhead.

55 The allocation of \$192,000,000 for *Subhead 8100MX—Hospital Authority—improvement works, feasibility studies, investigations and pre-contract consultancy services for building projects* is for improvement and investigation works including slope inspections and minor slope improvement works to all public hospitals; for preliminary project feasibility studies; and for pre-contract consultancy services including design and preparation of tender documents for building projects, subject to a maximum ceiling of expenditure not more than \$15 million per item. The Financial Secretary has delegated to the Secretary for Health and Welfare the power to authorise expenditure under this subhead.

56 The allocation of \$380,000,000 for *Subhead 8100QX—Alterations, additions, repairs and improvements to education subvented buildings* is for alterations, additions, repairs and improvements including slope inspections and minor slope improvement works to education subvented buildings (other than those funded through the University Grants Committee) requiring a subsidy of not more than \$15 million each; and for studies for proposed education subvented building projects, including consultant's design fees and charges, preparation of tender documents and site investigation costs and major in-house investigations costing up to \$15 million for each project. The Financial Secretary has delegated to the Secretary for Education and Manpower the power to authorise expenditure under this subhead.

57 The allocation of \$19,000,000 for *Subhead 8001SX—Reprovisioning of welfare facilities* is for reprovisioning of welfare facilities affected by the Housing Authority's Comprehensive Redevelopment Programme, subject to a ceiling of \$15 million for each project. The Financial Secretary has delegated to the Director of Social Welfare the power to authorise expenditure under this subhead.

Head 709—Waterworks

58 The Financial Secretary has delegated to the Director of Water Supplies the power to authorise expenditure from Head 709 of the Fund.

59 The estimate of the amount required in 2001–02 for expenditure on waterworks projects is \$791,882,000.

60 Significant waterworks projects scheduled to start in 2001–02 include 85WC—Water supply to South East Kowloon development, stage 1 - works; and 90WC—Replacement and rehabilitation of watermains, stage 1 phase 1.

61 The allocation of \$316,000,000 for *Subhead 9100WX—Waterworks, studies and investigations for items in Category D of the Public Works Programme* is for minor works including slope inspections and minor slope improvement works, feasibility studies and site investigations in respect of waterworks items, subject to a maximum

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ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable waterworks projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of waterworks projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme. Urgent payments for minor outstanding works not exceeding \$100,000 incurred on waterworks projects that have been substantially completed and that have no subhead in the Fund estimates may also be charged to this subhead. Approval will be sought from the Financial Secretary to reinstate such projects in the Fund estimates during the year and, once this approval has been obtained, expenditure will be transferred to the original project.

Head 710—Computerisation

62 The Financial Secretary has delegated to the following officers, among others, the power to authorise expenditure from Head 710 of the Fund—

<i>Officers</i>	<i>In respect of subheads under</i>
Director of Leisure and Cultural Services	Leisure and Cultural Services Department
Director of Architectural Services	Architectural Services Department
Director of Lands	Lands Department
Commissioner for Census and Statistics	Census and Statistics Department
Commissioner of Customs and Excise	Customs and Excise Department
Director of Education	Education Department
Director of Environmental Protection	Environmental Protection Department
Director of Information Technology Services	Information Technology Services Department
Secretary for Commerce and Industry	Government Secretariat: Commerce and Industry Bureau
Secretary for Health and Welfare	Government Secretariat: Health and Welfare Bureau
Secretary for Information Technology and Broadcasting	Government Secretariat: Information Technology and Broadcasting Bureau
Director of Government Supplies	Government Supplies Department
Director of Highways	Highways Department
Director of Immigration	Immigration Department
Commissioner, Independent Commission Against Corruption	Independent Commission Against Corruption
Director of Information Services	Information Services Department
Commissioner of Inland Revenue	Inland Revenue Department
Judiciary Administrator	Judiciary
Commissioner for Labour	Labour Department
Director of Administration and Development, Department of Justice	Department of Justice
Director of Legal Aid	Legal Aid Department
Commissioner of Police	Hong Kong Police Force
Director of Buildings	Buildings Department
Director of Social Welfare	Social Welfare Department
Commissioner for Transport	Transport Department
Director of Water Supplies	Water Supplies Department
Director of Health	Department of Health
Director of Planning	Planning Department
Chief Electoral Officer	Registration and Electoral Office

63 The estimate of the amount required in 2001–02 for expenditure on computerisation is \$1,568,387,000.

64 Allocation of \$620,000,000 for *Subhead A007GX—New administrative computer systems* is a block allocation for administrative computer systems and consultancies for feasibility studies and systems development each costing between \$100,000 and \$10 million. The Financial Secretary has delegated to the Secretary for Information Technology

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and Broadcasting and the Director of Information Technology Services the power to authorise expenditure under this subhead.

Head 711—Housing

65 The Financial Secretary has delegated to the following officers, among others, the power to authorise expenditure from Head 711 of the Fund—

<i>Officers</i>	<i>In respect of subheads under</i>
Secretary for Housing	Block allocations
Director of Architectural Services	Building works
Director of Civil Engineering	Civil engineering works
Director of Highways	Transport works
Director of Territory Development	Territorial development works
Director of Water Supplies	Water supplies works

66 The estimate of the amount required in 2001–02 for expenditure on housing-related infrastructure is \$2,046,570,000.

67 A significant project scheduled to start in 2001–02 is 564CL—Development near Choi Wan Road and Jordan Valley.

68 The allocation of \$30,000,000 for *Subhead B100HX—Minor housing development related works, studies and investigations for items in Category D of the Public Works Programme* is for minor works, feasibility studies and site investigations in respect of housing related works, subject to a maximum ceiling of expenditure of not more than \$15 million per Category D item. Items may also be included in Category D to cover the costs of preliminary feasibility studies and investigations to enable housing related projects to be included in Category C of the Public Works Programme, and consultants' fees and charges for feasibility investigations and design (including preparation of tender documents) of housing related projects in Category B or (subject to the Secretary for the Treasury's approval) Category C of the Public Works Programme.