

## Head 21 — CHIEF EXECUTIVE'S OFFICE

**Controlling officer:** the Permanent Secretary, Chief Executive's Office will account for expenditure under this Head.

**Estimate 2006–07** ..... **\$72.3m**

**Establishment ceiling 2006–07** (notional annual mid-point salary value) representing an estimated 91 non-directorate posts as at 31 March 2006 rising by one post to 92 posts as at 31 March 2007 ..... **\$26.7m**

In addition, there will be an estimated five directorate posts as at 31 March 2006 and as at 31 March 2007.

### Controlling Officer's Report

#### Programmes

**Programme (1) Chief Executive's Office**  
**Programme (2) Executive Council**

These programmes contribute to Policy Area 27: Intra-Governmental Services (Director of the Chief Executive's Office).

#### Detail

##### Programme (1): Chief Executive's Office

|                           | 2004–05<br>(Actual) | 2005–06<br>(Original) | 2005–06<br>(Revised) | <b>2006–07<br/>(Estimate)</b>      |
|---------------------------|---------------------|-----------------------|----------------------|------------------------------------|
| Financial provision (\$m) | 50.1                | 48.0                  | 49.2<br>(+2.5%)      | <b>55.5</b><br>(+12.8%)            |
|                           |                     |                       |                      | (or +15.6% on<br>2005–06 Original) |

#### *Aim*

2 The aim is to provide support to the Chief Executive in policy formulation and delivery of pledges made in the Policy Address; to plan and implement arrangements for the Chief Executive's public and social engagements; to co-ordinate the Government's media and public relations strategy; and to ensure the efficient management of the Government House and the Chief Executive's country residence at Fanling.

#### *Brief Description*

3 The Chief Executive's Office is responsible for ensuring that the Chief Executive receives the best advice and support for formulating and co-ordinating policies; the Chief Executive and his wife undertake a wide range of public and social engagements effectively; and visitors are received in a manner that reflects creditably on the Hong Kong Special Administrative Region. The work includes providing support to the Chief Executive in policy formulation and delivery of pledges made in the Policy Address; planning and implementing arrangements for the Chief Executive's public and social engagements; co-ordinating the Government's media and public relations strategy; and providing support services for the efficient management of the Government House and the Chief Executive's country residence at Fanling.

##### Programme (2): Executive Council

|                           | 2004–05<br>(Actual) | 2005–06<br>(Original) | 2005–06<br>(Revised) | <b>2006–07<br/>(Estimate)</b>      |
|---------------------------|---------------------|-----------------------|----------------------|------------------------------------|
| Financial provision (\$m) | 10.3                | 11.0                  | 13.5<br>(+22.7%)     | <b>16.8</b><br>(+24.4%)            |
|                           |                     |                       |                      | (or +52.7% on<br>2005–06 Original) |

#### *Aim*

4 The aim is to ensure the smooth operation of the Executive Council.

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### *Brief Description*

5 The Executive Council Secretariat's main responsibility under this programme is to provide administrative support to the Executive Council.

6 The monthly payment of the honoraria for non-official Members of the Executive Council is met under this programme.

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### ANALYSIS OF FINANCIAL PROVISION

| Programme                         | 2004-05<br>(Actual)<br>(\$m) | 2005-06<br>(Original)<br>(\$m) | 2005-06<br>(Revised)<br>(\$m) | 2006-07<br>(Estimate)<br>(\$m)     |
|-----------------------------------|------------------------------|--------------------------------|-------------------------------|------------------------------------|
| (1) Chief Executive's Office..... | 50.1                         | 48.0                           | 49.2                          | 55.5                               |
| (2) Executive Council.....        | 10.3                         | 11.0                           | 13.5                          | 16.8                               |
|                                   | 60.4                         | 59.0                           | 62.7<br>(+6.3%)               | 72.3<br>(+15.3%)                   |
|                                   |                              |                                |                               | (or +22.5% on<br>2005-06 Original) |

#### Analysis of Financial and Staffing Provision

##### Programme (1)

Provision for 2006-07 is \$6.3 million (12.8%) higher than the revised estimate for 2005-06. This is mainly due to the net creation of one post and increased requirement for departmental expenses.

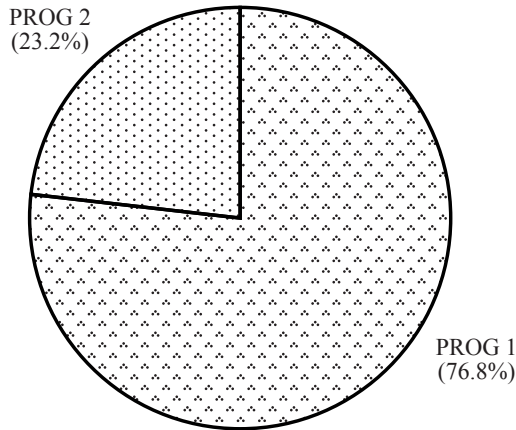
##### Programme (2)

Provision for 2006-07 is \$3.3 million (24.4%) higher than the revised estimate for 2005-06. This is mainly due to the full-year effect of the increased provision for the eight newly appointed non-official Members of the Executive Council.

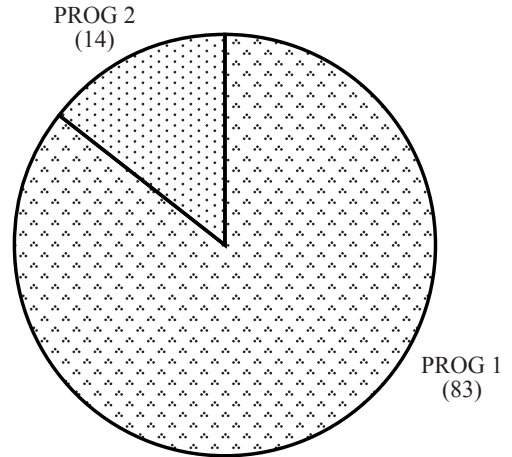
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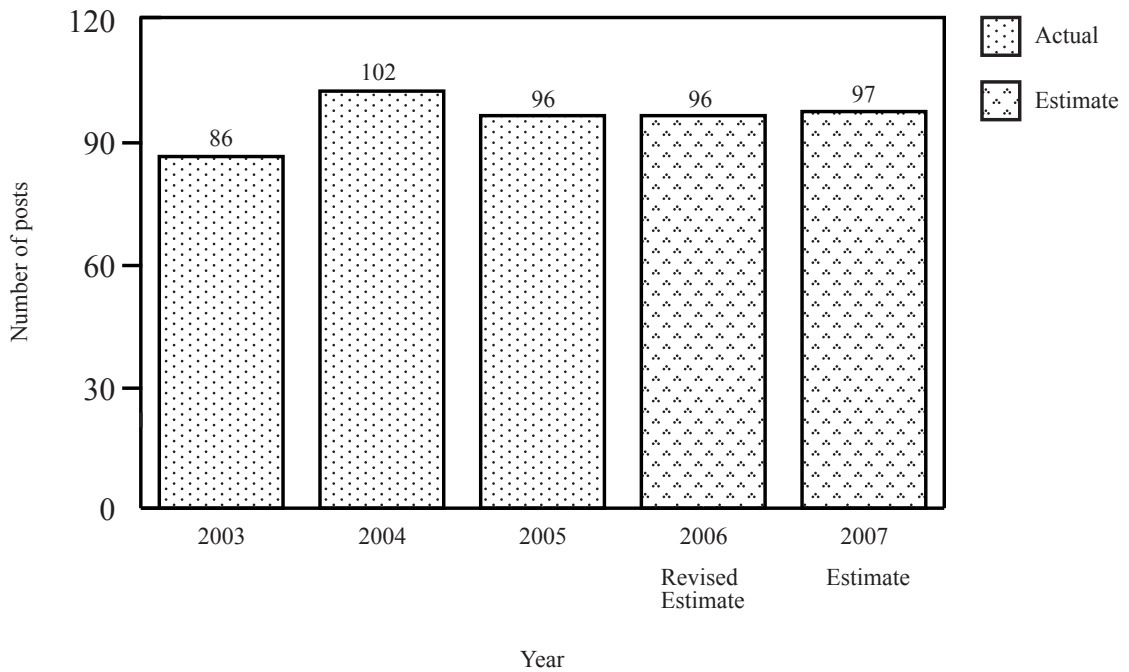
*Allocation of provision  
to programmes  
(2006-07)*



*Staff by programme  
(as at 31 March 2007)*



*Changes in the size of the establishment  
(as at 31 March)*



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| Sub-head<br>(Code)       | Actual<br>expenditure<br>2004-05 | Approved<br>estimate<br>2005-06 | Revised<br>estimate<br>2005-06 | <b>Estimate<br/>2006-07</b> |                             |
|--------------------------|----------------------------------|---------------------------------|--------------------------------|-----------------------------|-----------------------------|
|                          | \$'000                           | \$'000                          | \$'000                         | <b>\$'000</b>               |                             |
| <b>Operating Account</b> |                                  |                                 |                                |                             |                             |
| Recurrent                |                                  |                                 |                                |                             |                             |
| 000                      | Operational expenses .....       | 60,397                          | 59,006                         | 62,657                      | <b>72,296</b>               |
|                          | Total, Recurrent.....            | <u>60,397</u>                   | <u>59,006</u>                  | <u>62,657</u>               | <b><u>72,296</u></b>        |
|                          | Total, Operating Account.....    | <u>60,397</u>                   | <u>59,006</u>                  | <u>62,657</u>               | <b><u>72,296</u></b>        |
| <hr/>                    |                                  |                                 |                                |                             |                             |
|                          | Total Expenditure.....           | <u><u>60,397</u></u>            | <u><u>59,006</u></u>           | <u><u>62,657</u></u>        | <b><u><u>72,296</u></u></b> |

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### Details of Expenditure by Subhead

The estimate of the amount required in 2006–07 for the salaries and expenses of the Chief Executive's Office is \$72,296,000. This represents an increase of \$9,639,000 over the revised estimate for 2005–06 and of \$11,899,000 over actual expenditure in 2004–05.

#### *Operating Account*

#### Recurrent

**2** Provision of \$72,296,000 under *Subhead 000 Operational expenses* is for the salaries, allowances and other operating expenses of the Chief Executive's Office. This includes provision of \$738,400 for a non-accountable entertainment allowance for the Chief Executive. The increase of \$9,639,000 (15.4%) over the revised estimate for 2005–06 is mainly due to the net creation of one post, increased requirement for departmental expenses and full-year effect of the increased provision of honoraria for the eight newly appointed non-official Members of the Executive Council.

**3** The establishment as at 31 March 2006 will be 96 permanent posts. It is expected that there will be a net increase of one permanent post in 2006–07. Subject to certain conditions, the controlling officer may under delegated power create or delete non-directorate posts during 2006–07, but the notional annual mid-point salary value of all such posts must not exceed \$26,718,000.

**4** An analysis of the financial provision under *Subhead 000 Operational expenses* is as follows:

|  | 2004–05<br>(Actual)<br>(\$'000) | 2005–06<br>(Original)<br>(\$'000) | 2005–06<br>(Revised)<br>(\$'000) | <b>2006–07<br/>(Estimate)<br/>(\$'000)</b> |
|--|---------------------------------|-----------------------------------|----------------------------------|--|
| Personal Emoluments  |                                 |                                   |                                  |  |
| - Salaries .....   | 36,935                          | 32,930                            | 34,396                           | <b>38,153</b>                              |
| - Allowances .....   | 2,812                           | 2,913                             | 2,365                            | <b>2,150</b>                               |
| - Job-related allowances .....   | 8                               | 18                                | 8                                | <b>13</b>                                  |
| Personnel Related Expenses   |                                 |                                   |                                  |  |
| - Mandatory Provident Fund<br>contribution .....                       | 41                              | 36                                | 29                               | <b>24</b>                                  |
| Departmental Expenses  |                                 |                                   |                                  |  |
| - Remuneration for special appointments ...                            | 6,812                           | 6,523                             | 5,290                            | <b>7,628</b>                               |
| - General departmental expenses .....                                  | 9,948                           | 12,009                            | 13,697                           | <b>14,184</b>                              |
| Other Charges  |                                 |                                   |                                  |  |
| - Honoraria for non-official Members of<br>the Executive Council ..... | 3,841                           | 4,577                             | 6,872                            | <b>10,144</b>                              |
|  | 60,397                          | 59,006                            | 62,657                           | <b>72,296</b>                              |