

## Head 110 — TERRITORY DEVELOPMENT DEPARTMENT

**Controlling officer:** the Director of Territory Development will account for expenditure under this Head.

**Estimate 2004–05** ..... **\$211.8m**

**Establishment ceiling 2004–05** (notional annual mid-point salary value) representing an estimated 334 non-directorate posts as at 31 March 2004 reducing by seven posts to 327 posts as at 31 March 2005..... **\$128.3m**

In addition there will be an estimated 27 directorate posts as at 31 March 2004 and as at 31 March 2005.

### Controlling Officer's Report

#### Programmes

<p><b>Programme (1) Provision of Land and Infrastructure</b></p> <p><b>Programme (2) Advice on Development Proposals</b></p>	<p>These programmes contribute to Policy Area 22: Buildings, Lands and Planning (Secretary for Housing, Planning and Lands).</p>
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#### Detail

##### Programme (1): Provision of Land and Infrastructure

	2002–03 (Actual)	2003–04 (Original)	2003–04 (Revised)	2004–05 (Estimate)
Financial provision (\$m)	175.9	175.9	169.8 (–3.5%)	<b>166.9</b> (–1.7%)
				(or –5.1% on 2003–04 Original)

#### Aim

2 The aim is to provide land and supporting infrastructure.

#### Brief Description

3 The department is responsible for planning, co-ordinating, programming and implementing the provision of land and supporting infrastructure to accommodate various types of development for the public and private sectors. Overall performance in 2003 generally met expected standards. Having regard to the completion of current projects and a reduction in the number of new development proposals, the value of projects undertaken by the department is expected to decrease in the coming year.

4 The key performance measures are:

#### Indicators

	2002 (Actual)	2003 (Actual)	2004 (Estimate)
area of formed land (hectares).....	98	98	<b>92</b>
population accommodated in new towns and rural township (thousand) .....	3 463	3 556	<b>3 605</b>
engineering projects in hand.....	301	245	<b>228</b>
value of engineering projects in hand (\$m) .....	95,896	90,517	<b>68,266</b>
value of engineering projects in hand/post (\$m) .....	333.0	318.7	<b>240.4</b>
expenditure of works undertaken by the department (\$m) .....	3,645	4,399	<b>4,107</b>

#### Matters Requiring Special Attention in 2004–05

5 During 2004–05, the department will:

- continue to ensure that all land and infrastructure required to meet development targets are produced on time and cost-effectively;
- continue to provide technical input and support to the work of the Steering Committee for Development of the West Kowloon Cultural District; and

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- provide technical input to the review on the planning framework and infrastructural requirements for Wan Chai Development Phase II and South East Kowloon Development with a view to further minimising the extent of their respective reclamation works.

### Programme (2): Advice on Development Proposals

	2002–03 (Actual)	2003–04 (Original)	2003–04 (Revised)	<b>2004–05 (Estimate)</b>
Financial provision (\$m)	47.3	47.3	45.7 (–3.4%)	<b>44.9</b> (–1.8%)
				(or –5.1% on 2003–04 Original)

#### *Aim*

- 6 The aim is to advise on development proposals.

#### *Brief Description*

7 The department advises Planning Department, Housing Department and private developers on the engineering aspects of development proposals for the purpose of improving the environment and comments on the adequacy of infrastructural support to such proposals. Overall performance in 2003 generally met expected standards. Workload for 2004 will depend on the trend of the property development market.

- 8 The key performance measures are:

#### *Indicators*

	2002 (Actual)	2003 (Actual)	<b>2004 (Estimate)</b>
outline development plans and planning briefs on which advice and comment are given.....	154	162	<b>151</b>
private development proposals and planning applications examined.....	1 325	1 331	<b>1 245</b>
outline development plans, planning briefs, private development proposals and planning applications dealt with/post .....	19.2	19.4	<b>18.1</b>

#### *Matters Requiring Special Attention in 2004–05*

9 During 2004–05, the department will continue to provide timely response to requests from the Buildings Department, Lands Department and Planning Department for advice on lease conditions, Town Planning Board applications, master development plans and building plans. Measures will also be taken to ensure that due regard is given to environmental factors including conserving natural features, reducing the impact of engineering works and enhancing the quality of the landscape.

10 The department will take forward the initiative to amalgamate with the Civil Engineering Department to form a new department with a view to achieving greater efficiency and productivity.

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**ANALYSIS OF FINANCIAL PROVISION**

<b>Programme</b>	2002-03 (Actual) (\$m)	2003-04 (Original) (\$m)	2003-04 (Revised) (\$m)	<b>2004-05 (Estimate) (\$m)</b>
(1) Provision of Land and Infrastructure.....	175.9	175.9	169.8	<b>166.9</b>
(2) Advice on Development Proposals..	47.3	47.3	45.7	<b>44.9</b>
	<hr/> 223.2	<hr/> 223.2	<hr/> 215.5 (-3.4%)	<hr/> <b>211.8</b> (-1.7%)
				<b>(or -5.1% on 2003-04 Original)</b>

**Analysis of Financial and Staffing Provision**

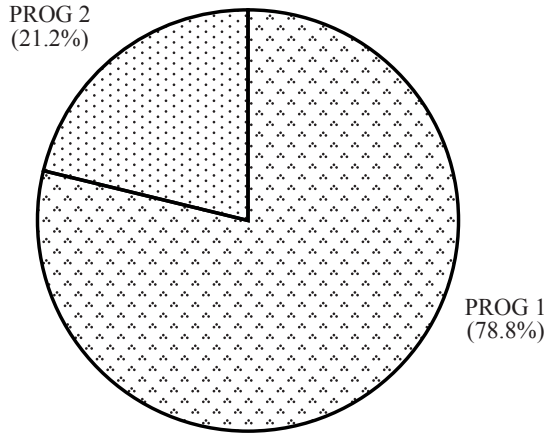
**Programme (1)**

Provision for 2004-05 is \$2.9 million (1.7%) lower than the revised estimate for 2003-04. This is mainly due to the effect of the 2004 and 2005 civil service pay cut and deletion of five posts in 2004-05.

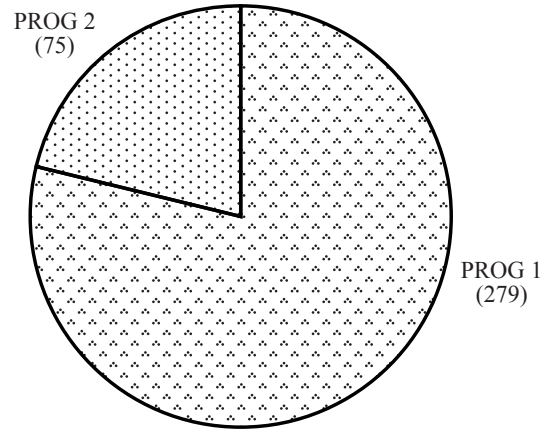
**Programme (2)**

Provision for 2004-05 is \$0.8 million (1.8%) lower than the revised estimate for 2003-04. This is mainly due to the effect of the 2004 and 2005 civil service pay cut and deletion of two posts in 2004-05.

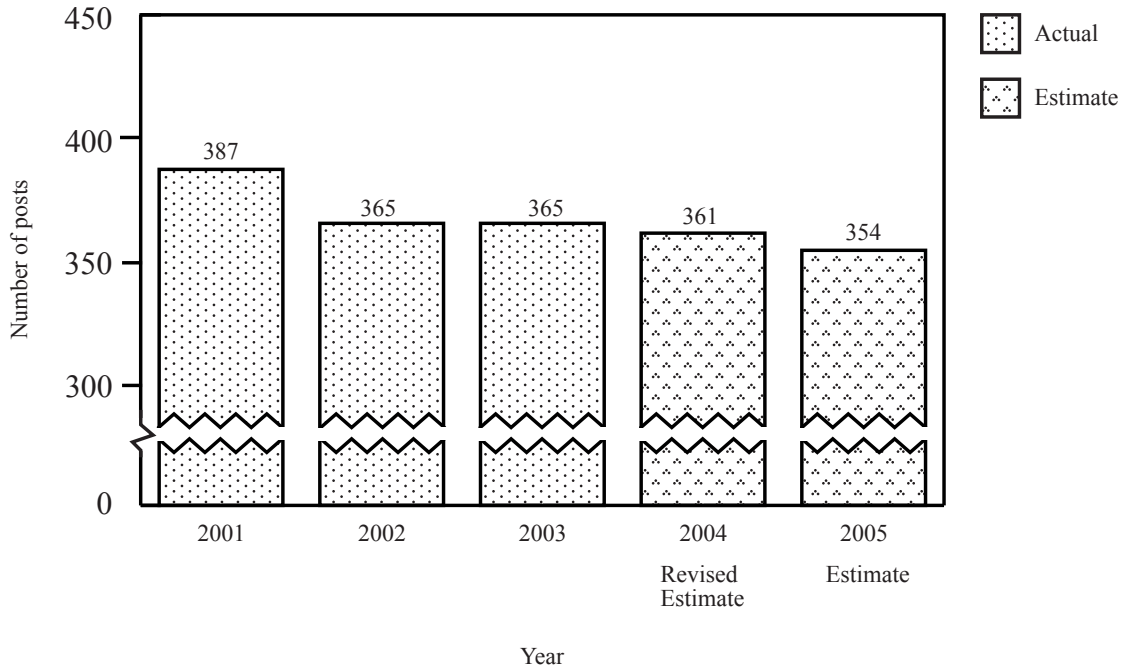
*Allocation of provision to programmes (2004-05)*



*Staff by programme (as at 31 March 2005)*



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



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Sub-head (Code)	Actual expenditure 2002-03	Approved estimate 2003-04	Revised estimate 2003-04	<b>Estimate 2004-05</b>	
	\$'000	\$'000	\$'000	<b>\$'000</b>	
<b>Operating Account</b>					
Recurrent					
000	Operational expenses.....	—	223,194	215,468	<b>211,846</b>
	Salaries .....	209,606	—	—	—
	Allowances .....	2,834	—	—	—
	General departmental expenses .....	10,498	—	—	—
	Total, Recurrent .....	<u>222,938</u>	<u>223,194</u>	<u>215,468</u>	<u><b>211,846</b></u>
Non-Recurrent					
	General non-recurrent.....	138	—	—	—
	Total, Non-Recurrent .....	<u>138</u>	<u>—</u>	<u>—</u>	<u>—</u>
	Total, Operating Account.....	<u>223,076</u>	<u>223,194</u>	<u>215,468</u>	<u><b>211,846</b></u>
<b>Capital Account</b>					
Plant, Equipment and Works					
	Minor plant, vehicles and equipment (block vote).....	114	—	—	—
	Total, Plant, Equipment and Works .....	<u>114</u>	<u>—</u>	<u>—</u>	<u>—</u>
	Total, Capital Account .....	<u>114</u>	<u>—</u>	<u>—</u>	<u>—</u>
	Total Expenditure.....	<u><u>223,190</u></u>	<u><u>223,194</u></u>	<u><u>215,468</u></u>	<u><u><b>211,846</b></u></u>

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### Details of Expenditure by Subhead

The estimate of the amount required in 2004–05 for the salaries and expenses of the Territory Development Department is \$211,846,000. This represents a decrease of \$3,622,000 against the revised estimate for 2003–04 and of \$11,344,000 against actual expenditure in 2002–03.

#### *Operating Account*

#### Recurrent

**2** Provision of \$211,846,000 under *Subhead 000 Operational expenses* is for the salaries, allowances and other operating expenses of the Territory Development Department.

**3** The establishment as at 31 March 2004 will be 361 permanent posts. It is expected that seven permanent posts will be deleted in 2004–05. Subject to certain conditions, the controlling officer may under delegated power create or delete non-directorate posts during 2004–05, but the notional annual mid-point salary value of all such posts must not exceed \$128,279,000.

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

	2002–03 (Actual) (\$'000)	2003–04 (Original) (\$'000)	2003–04 (Revised) (\$'000)	2004–05 (Estimate) (\$'000)
Personal Emoluments				
- Salaries.....	209,606	208,892	206,442	<b>202,271</b>
- Allowances.....	2,834	3,330	1,500	<b>2,045</b>
Personnel Related Expenses				
- Mandatory Provident Fund contribution.....	—	72	1	—
Departmental Expenses				
- General departmental expenses.....	10,498	10,900	7,525	<b>7,530</b>
	222,938	223,194	215,468	<b>211,846</b>