

Head 184 — TRANSFERS TO FUNDS

Controlling officer: the Permanent Secretary for Financial Services and the Treasury (Treasury) will account for expenditure under this Head.

Estimate 2006–07..... **\$3,516.4m**

Controlling Officer's Report

Aim

Expenditure from this Head is in respect of transfers to the various Funds established by resolution of the Legislative Council under section 29 of the Public Finance Ordinance. The level of transfers to funds is assessed with regard to the commitments of each fund and forecast cash flow.

	2004–05 (Actual)	2005–06 (Original)	2005–06 (Revised)	2006–07 (Estimate)
Financial provision (\$m)	20.0	5,028.4	4,628.4 (–8.0%)	3,516.4 (–24.0%)
				(or –30.1% on 2005–06 Original)

Analysis of Financial Provision

2 Provision for 2006–07 is \$1,112.0 million (24.0%) lower than the revised estimate for 2005–06. This is mainly due to the decrease in transfer to the Capital Investment Fund.

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Sub-head (Code)	Actual expenditure 2004-05	Approved estimate 2005-06	Revised estimate 2005-06	Estimate 2006-07	
	\$'000	\$'000	\$'000	\$'000	
Capital Account					
Transfers to Funds					
987	Payment to the Capital Investment Fund	—	2,000,000	2,000,000	1,000,000
988	Payment to the Loan Fund	—	3,000,000	2,600,000	2,500,000
990	Payment to the Disaster Relief Fund.....	20,000	28,400	28,400	16,400
	Total, Transfers to Funds.....	20,000	5,028,400	4,628,400	3,516,400
	Total, Capital Account.....	20,000	5,028,400	4,628,400	3,516,400
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	Total Expenditure	20,000	5,028,400	4,628,400	3,516,400

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Details of Expenditure by Subhead

The estimate of the amount required in 2006–07 in respect of transfers to the various Funds established by resolution of the Legislative Council under section 29 of the Public Finance Ordinance is \$3,516,400,000. This represents a decrease of \$1,112,000,000 against the revised estimate for 2005–06 and an increase of \$3,496,400,000 over actual expenditure in 2004–05.

Capital Account

Transfers to Funds

2 Provision of \$1,000,000,000 under *Subhead 987 Payment to the Capital Investment Fund* is for investments in statutory bodies and other organisations to finance major infrastructure and other capital projects.

3 Provision of \$2,500,000,000 under *Subhead 988 Payment to the Loan Fund* is for loans or advances mainly for education and housing (other than Housing Authority).

4 Provision of \$16,400,000 under *Subhead 990 Payment to the Disaster Relief Fund* is for payment for humanitarian aid in relief of disasters that occur outside Hong Kong.