

Head 62 — HOUSING DEPARTMENT

Controlling officer: the Permanent Secretary for Transport and Housing (Housing) will account for expenditure under this Head.

Estimate 2009–10 **\$130.5m**

Controlling Officer's Report

Programmes

Programme (1) Building Control
Programme (2) Private Housing
Programme (3) Appeal Panel (Housing)
Programme (4) Rehousing of Occupants upon Clearance
Programme (5) Support Services

These programmes contribute to Policy Area 31: Housing (Secretary for Transport and Housing).

Detail

Programme (1): Building Control

	2007–08 (Actual)	2008–09 (Original)	2008–09 (Revised)	2009–10 (Estimate)
Financial provision (\$m)	67.5	68.8	72.3 (+5.1%)	74.9 (+3.6%) (or +8.9% on 2008–09 Original)

Aim

2 The Housing Department (HD) is delegated with the authority over building control of the Housing Authority (HA)'s buildings that have been sold or otherwise disposed of under sections 4(2)(a) or 17A of the Housing Ordinance. The aim is for the Independent Checking Unit (ICU) of the Department to exercise building control of these former HA's buildings, in accordance with the Buildings Department (BD)'s current practice on building control of private housing, and to make a bi-annual report to the Director of Buildings.

Brief Description

3 The ICU has been carrying out the building control duties in Home Ownership Scheme (HOS)/Tenants Purchase Scheme (TPS) buildings under delegated authority. The delegation was extended to retail and carparking premises and some public rental housing estates as a result of the divestment of the HA's retail and carparking premises in November 2005 from which the Buildings Ordinance is applicable to this extended portfolio of properties. As at 1 December 2008, the portfolio comprises:

- number of HOS courts/flats : 147 / 225 318
- number of TPS estates/flats : 39 / 189 184
- number of public rental housing estates/flats : 102 / 442 610
- total numbers of courts and estates : 288
- number of retail/carparking premises : 110 / 348
- total numbers of domestic flats (HOS, TPS and public rental housing) : 857 112

4 The work involves:

- processing applications for alteration and addition works within the statutory period;
- attending to emergencies and carrying out enforcement action on:
 - unauthorised building works;
 - dangerous buildings; and
 - defective drainage;

Head 62 — HOUSING DEPARTMENT

- conducting the Planned Survey for overall improvements to HOS and TPS buildings; and
- processing licensing/registration referrals by government departments (e.g. restaurants, places of public entertainment and tutorial schools).

5 The key performance measures in respect of building control are:

Targets

	Target	2007 (Actual)	2008 (Actual)	2009 (Plan)
processing plans for alteration and addition works within 60 days (%).....	100	100	100	100
processing resubmissions for alteration and addition works within 30 days (%)..	100	100	100	100
processing applications for consent to commence alteration and addition works within 28 days (%).....	100	100	100	100
advising on restaurant license applications under the Application Vetting Panel system within 12 working days (%)	100	100	98.8	98
responding to emergencies during office hours (%) :				
within 1.5 hours for cases in urban areas	100	100	100	100
within two hours for cases in new towns in New Territories (N.T.)....	100	100	—Δ	100
within three hours for cases in other areas in N.T.	100	—Δ	—Δ	100
responding to emergencies outside office hours (%) :				
within two hours for cases in urban areas and new towns in N.T.	100	—	—	80β
within three hours for cases in other areas in N.T.	100	—	—	80β
providing non-emergency services for reports on unauthorised building works within 48 hours (%).....	100	—Δ	—Δ	100

Δ No cases.

β The HD took over the task from the BD with effect from November 2008 and it is expected that the performance of the Department will pick up gradually. The related statistics for 2007 and 2008 are shown in the Controlling Officer's Report of the BD.

Indicators

	2007 (Actual)	2008 (Actual)	2009 (Estimate)
alteration and addition plans received and processed within 60 days	296	164	170
resubmitted alteration and addition plans received and processed within 30 days	300	165	170
consents to commence alteration and additional works issued.....	237	272	270
buildings to be targeted for clearance of unauthorised building works under the ICU's Planned Survey.....	27	24	24
unauthorised buildings works			
reports from members of the public attended to	221	235	240
reports on cantilever canopies	24	25	25
advisory letters issued.....	1 507	244	600
removal orders issued	996	603	600
prosecutions against failure to comply with removal orders.....	3	22	20
dilapidated buildings			
reports from members of the public attended to	141	171	170
repairs orders issued	1	0	1
advice on licensing/registration applications (restaurants, places of public entertainment, tutorial schools, etc.)	780	929	930

Head 62 — HOUSING DEPARTMENT

Matters Requiring Special Attention in 2009–10

6 During 2009–10, the ICU will:

- continue with the programme of the Planned Survey in HOS/TPS buildings;
- liaise with other government departments to ensure necessary Multi-Disciplinary Response Team measures are in readiness for any outbreak of communicable diseases in Hong Kong; and
- continue to compile as-built records of existing HOS/TPS and public rental housing buildings, and retail and carparking premises, in line with the BD's existing practice and format for private housing, to facilitate future building control.

Programme (2): Private Housing

	2007–08 (Actual)	2008–09 (Original)	2008–09 (Revised)	2009–10 (Estimate)
Financial provision (\$m)	14.8	17.2	17.5 (+1.7%)	17.5 (—)
				(or +1.7% on 2008–09 Original)

Aim

7 The aim is to maintain an orderly, fair and free environment to facilitate the stable and healthy development of the private residential property market.

Brief Description

8 The work involves:

- collecting data, compiling and maintaining a database on private housing supply;
- releasing data on housing supply in the primary market on a regular basis to enhance market transparency;
- providing analysis on developments in the private housing market;
- monitoring the regime of self-regulation undertaken by the Real Estate Developers Association of Hong Kong (REDA) to increase the transparency of sale of uncompleted residential units;
- monitoring developments in the private residential rental market;
- liaising with the Hong Kong Housing Society (HKHS) on the sale of its surplus subsidised sale flats and monitoring the subsidised housing schemes entrusted to the HKHS;
- working with the Estate Agents Authority (EAA) to further improve the calibre and professionalism of local estate agents; and
- administering the appeal mechanism provided for under the Estate Agents Ordinance.

Matters Requiring Special Attention in 2009–10

9 During 2009–10, the Department will continue to:

- release statistics on private housing supply in the primary market on a quarterly basis;
- closely monitor, in association with the REDA, Consumer Council and the EAA, the adequacy and transparency of sales information provided by developers to purchasers of uncompleted residential units;
- liaise with the EAA to enhance the professionalism and service standard of estate agents; and
- liaise with the HKHS on the orderly sale of its surplus subsidised sale flats.

Programme (3): Appeal Panel (Housing)

	2007–08 (Actual)	2008–09 (Original)	2008–09 (Revised)	2009–10 (Estimate)
Financial provision (\$m)	9.1	11.9	8.9 (–25.2%)	8.9 (—)
				(or –25.2% on 2008–09 Original)

Head 62 — HOUSING DEPARTMENT

Aim

10 The aim is to provide administrative and secretarial support to the Appeal Panel (Housing) to ensure that appeals lodged under the Housing Ordinance against the termination of leases by the HA are handled in a thorough, impartial and efficient manner.

Brief Description

11 The Appeal Panel (Housing) Secretariat is set up to assist the Appeal Panel (Housing) in discharging its functions. The work involves:

- verifying appellants' status;
- assisting the Chairman of the Panel to appoint the Appeal Tribunals and draw up the hearing schedules;
- issuing notice of hearing together with relevant documents to the appellant and the HA;
- serving as the secretary to the Appeal Tribunals;
- issuing notice of decision to the appellant and the HA on the Appeal Tribunal's determination after each hearing;
- handling enquiries and correspondences from appellants and the HA;
- advising Members of the Panel on the scope of authority of the Appeal Panel (Housing) and keeping Members updated on the latest policies on tenancy issues; and
- organising briefing sessions for new Members of the Panel.

12 The key performance measures in respect of Appeal Panel (Housing) are:

Targets

	Target	2007 (Actual)	2008 (Actual)	2009 (Plan)
issuing notice of hearing and relevant documents to appellant and the HA not less than 14 days before the fixed hearing date (%)	100	100	100	100
issuing Appeal Tribunal's determination to appellant and the HA within 14 days after hearing (%).....	100	100	100	100

Indicators

	2007 (Actual)	2008 (Actual)	2009 (Estimate)
no. of appeals received	2 903	1 488	2 160
no. of hearing sessions.....	294	261	360
no. of hearings arranged	1 824	1 126	1 800
no. of appeals heard.....	1 466	737	1 620

Matters Requiring Special Attention in 2009–10

13 During 2009–10, the Appeal Panel (Housing) Secretariat will:

- continue to provide efficient and effective support services to the Appeal Panel (Housing) in discharging its duties; and
- ensure that Members are kept up-to-date on the latest policies on tenancy issues to facilitate their consideration of appeals.

Programme (4): Rehousing of Occupants upon Clearance

	2007–08 (Actual)	2008–09 (Original)	2008–09 (Revised)	2009–10 (Estimate)
Financial provision (\$m)	14.3	16.5	15.3 (-7.3%)	17.3 (+13.1%)
				(or +4.8% on 2008–09 Original)

Head 62 — HOUSING DEPARTMENT

Aim

14 The aim is to provide rehousing assistance to eligible clearances affected by government actions in land clearance, victims of natural disasters and other emergency incidents.

Brief Description

15 The work involves:

- verifying rehousing eligibility of the affected occupants;
- screening rehousing applications referred by the Lands Department (LandsD) according to prevailing policies and criteria;
- providing assistance in rehousing the occupants of illegal rooftop structures displaced by the BD's enforcement actions;
- allocating public rental housing and interim housing to eligible applicants;
- paying singleton and doubleton allowances/issue of Green Form Certificates in lieu of rehousing to eligible applicants;
- maintaining computerised records on miscellaneous housing benefits granted by the LandsD and the Urban Renewal Authority (URA);
- providing temporary shelter to victims affected by natural disasters, emergency incidents and other government actions; and
- co-ordinating the use of the transit centre under the purview of the HD.

16 The key performance measures in respect of rehousing of occupants upon clearance are:

Targets

	Target	2007 (Actual)	2008 (Actual)	2009 (Plan)
verification of domestic clearances' rehousing eligibility within eight weeks after clearance announcement(%).....	100	100	100	100

Indicators

	2007 (Actual)	2008 (Actual)	2009 (Estimate)
programmed squatter clearances or emergency clearances			
no. of rehousing applications processed.....	100	120	300§
no. of offers made for public rental housing	100	80	200§
no. of offers made for interim housing	50	40	100§
no. of households received other housing benefits.....	10	5	10§
illegal rooftop structure clearances			
no. of rehousing applications processed.....	300	300	300§
no. of offers made for public rental housing	100	100	100§
no. of offers made for interim housing.....	50	50	50§
no. of households received other housing benefits.....	0	2	10§
emergency			
no. of bedspaces in transit centres provided¶	408	340	340

§ The figures are estimated according to the progress and programmes of LandsD's clearance projects and BD's enforcement actions against illegal rooftop structures.

¶ Upon closure of Wong Chuk Hang Transit Centre in September 2006 and conversion of 68 bedspaces in Po Tin Transit Centre for other purposes in September 2007, only 340 bedspaces in Po Tin Transit Centre now remain.

Matters Requiring Special Attention in 2009–10

17 During 2009–10, the Department will continue to:

- undertake rehousing for affected occupants referred by the LandsD and the BD including vetting rehousing eligibility;
- maintain computerised records on miscellaneous housing benefits granted by the LandsD and the URA;

Head 62 — HOUSING DEPARTMENT

- provide temporary shelter to victims affected by natural disasters, emergency incidents and other government actions; and
- co-ordinate the use of the transit centre under the purview of the HD.

Programme (5): Support Services

	2007–08 (Actual)	2008–09 (Original)	2008–09 (Revised)	2009–10 (Estimate)
Financial provision (\$m)	11.0	11.2	11.9 (+6.3%)	11.9 (—)
				(or +6.3% on 2008–09 Original)

Aim

18 The aim is to provide efficient and effective support services for housing-related matters and infrastructure projects.

Brief Description

19 The work involves:

- administering housing-related infrastructure projects under the Capital Works Reserve Fund (CWRF) Head 711 by providing intra-Governmental services for implementation of these projects. The work involves liaison with concerned departments at various stages from project inception, feasibility study, funding approval, detailed design and construction as well as monitoring of the delivery of projects according to schedule and within budget;
- co-ordinating the collection and checking the accuracy of overall public and private housing statistics and providing necessary data and analysis to relevant bureaux and departments for infrastructure and land supply planning; and
- ensuring adequate supply of and timely delivery of suitable sites for development of public housing to meet the policy pledge.

20 The key performance measures in respect of support services are:

Indicators

	2007 (Actual)	2008 (Actual)	2009 (Estimate)
no. of infrastructure projects obtaining funding approval from the Legislative Council in the year	5	1	1
no. of infrastructure projects under construction.....	38	36	35

Matters Requiring Special Attention in 2009–10

21 During 2009–10, the Department will continue to:

- liaise closely with concerned bureaux/departments to facilitate the implementation of housing-related infrastructure projects to meet the public housing production programme;
- monitor the progress on supply and timely availability of public housing sites; and
- assess the feasibility of returning prime public housing sites to the Government having regard to the need to maintain the average waiting time for family applicants at about three years.

Head 62 — HOUSING DEPARTMENT

ANALYSIS OF FINANCIAL PROVISION

Programme	2007–08 (Actual) (\$m)	2008–09 (Original) (\$m)	2008–09 (Revised) (\$m)	2009–10 (Estimate) (\$m)
(1) Building Control	67.5	68.8	72.3	74.9
(2) Private Housing	14.8	17.2	17.5	17.5
(3) Appeal Panel (Housing)	9.1	11.9	8.9	8.9
(4) Rehousing of Occupants upon Clearance	14.3	16.5	15.3	17.3
(5) Support Services	11.0	11.2	11.9	11.9
	116.7	125.6	125.9 ^Ψ (+0.2%)	130.5 (+3.7%)
				(or +3.9% on 2008–09 Original)

Ψ The figure does not include the provision of \$2,520 million for the three months' rent payments for the lower income families living in the rental units of the Hong Kong Housing Authority and the Hong Kong Housing Society approved by the Finance Committee on 6 June 2008 and 18 July 2008.

Analysis of Financial and Staffing Provision

Programme (1)

Provision for 2009–10 is \$2.6 million (3.6%) higher than the revised estimate for 2008–09. This is mainly due to the increase in operating expenses.

Programme (2)

Provision for 2009–10 is the same as the revised estimate for 2008–09.

Programme (3)

Provision for 2009–10 is the same as the revised estimate for 2008–09.

Programme (4)

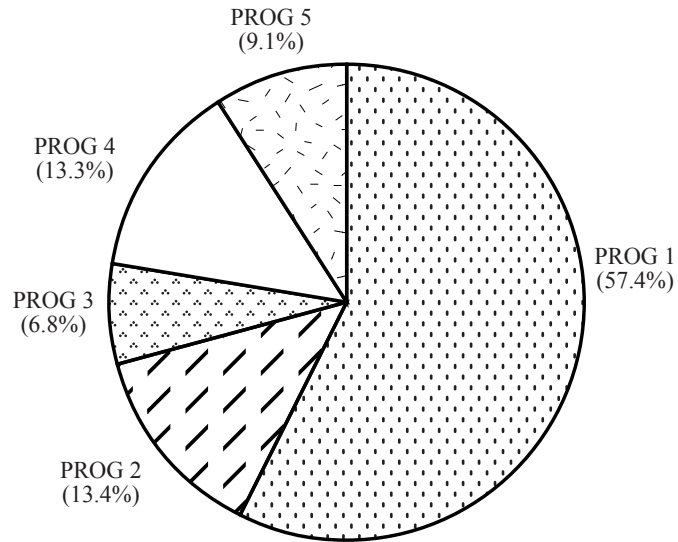
Provision for 2009–10 is \$2.0 million (13.1%) higher than the revised estimate for 2008–09. This is mainly due to the effect of filling existing vacancies in 2009–10.

Programme (5)

Provision for 2009–10 is the same as the revised estimate for 2008–09.

Head 62 — HOUSING DEPARTMENT

*Allocation of provision
to programmes
(2009-10)*



Head 62 — HOUSING DEPARTMENT

Sub-head (Code)		Actual expenditure 2007-08	Approved estimate 2008-09	Revised estimate 2008-09	Estimate 2009-10
	\$'000	\$'000	\$'000	\$'000	\$'000
Operating Account					
Recurrent					
000	Operational expenses	116,736	125,553	125,853	130,531
003	Recoverable salaries and allowances (General)	3,114,436			
	Deduct reimbursements	<u>Cr.3,114,436</u>	<u>—</u>	<u>—</u>	<u>—</u>
	Total, Recurrent	<u>116,736</u>	<u>125,553</u>	<u>125,853</u>	<u>130,531</u>
Non-Recurrent					
	General non-recurrent	<u>—</u>	<u>—</u>	<u>2,520,000#</u>	<u>—</u>
	Total, Non-Recurrent	<u>—</u>	<u>—</u>	<u>2,520,000</u>	<u>—</u>
	Total, Operating Account	<u>116,736</u>	<u>125,553</u>	<u>2,645,853</u>	<u>130,531</u>
Total Expenditure					
		<u><u>116,736</u></u>	<u><u>125,553</u></u>	<u><u>2,645,853</u></u>	<u><u>130,531</u></u>

The provision is for the three months' rent payments for the lower income families living in the rental units of the Hong Kong Housing Authority and the Hong Kong Housing Society approved by the Finance Committee on 6 June 2008 and 18 July 2008.

Head 62 — HOUSING DEPARTMENT

Details of Expenditure by Subhead

The estimate of the amount required in 2009–10 for the expenses of those activities of the Housing Department (HD) that are funded from General Revenue is \$130,531,000. This represents a decrease of \$2,515,322,000 against the revised estimate for 2008–09 (the latter including one-off three months' rent payments amounting to \$2,520 million for eligible lower income families) and an increase of \$13,795,000 over actual expenditure in 2007–08.

Operating Account

Recurrent

2 Provision of \$130,531,000 under *Subhead 000 Operational expenses* is for the salaries, allowances and other operating expenses incurred by the HD under the programmes of building control, private housing, Appeal Panel (Housing), rehousing of occupants upon clearance and support services.

3 Gross provision of \$3,114,436,000 under *Subhead 003 Recoverable salaries and allowances (General)* is for salaries and allowances for civil servants working in the Housing Authority (HA) including those working under the programmes of building control, private housing, Appeal Panel (Housing), rehousing of occupants upon clearance, and support services. Expenditure under this subhead is reimbursed by the HA.