

## Head 9 — LOANS, REIMBURSEMENTS, CONTRIBUTIONS AND OTHER RECEIPTS

### Details of Revenue

| Sub-head<br>(Code)   | Actual<br>revenue<br>2019–20 | Original<br>estimate<br>2020–21 | Revised<br>estimate<br>2020–21 | Estimate<br>2021–22 |
|--|------------------------------|---------------------------------|--------------------------------|---------------------|
|  | \$'000                       | \$'000                          | \$'000                         | \$'000              |
| 020 Pension contributions.....   | 3,220                        | 2,750                           | 2,300                          | 1,950               |
| 030 Recovery of salaries and staff on-costs.....                                 | 2,885,754                    | 3,276,000                       | 2,658,800                      | 3,109,300           |
| 040 Light and fuel in government buildings.....                                  | 17,725                       | 20,150                          | 17,550                         | 19,150              |
| 050 Recovery of overpayments and losses.....                                     | 1,105,484                    | 719,920                         | 2,329,080                      | 837,570             |
| 080 Transfers from Funds.....  | 55,000,000                   | 84,000,000                      | 84,000,000                     | 35,000,000          |
| 090 Other receipts.....  | 913,026                      | 1,090,000                       | 623,100                        | 1,202,400           |
| 110 Payments made by Trading Funds—  |                              |                                 |                                |                     |
| (001) Transfer of statutory return.....  | 51,902                       | 114,200                         | 386,832                        | 110,965             |
| (002) Payments for “insurance” premium.....                                      | 5,044                        | 3,980                           | 3,980                          | 4,230               |
| (003) Reimbursements by trading funds<br>arising from policy on “insurance”..... | 254                          | 230                             | 594                            | 273                 |
| Total.....   | <u>59,982,409</u>            | <u>89,227,230</u>               | <u>90,022,236</u>              | <u>40,285,838</u>   |

### Description of Revenue Sources

This revenue head covers repayments of loans and advances, pension contributions (e.g. to the Widows and Orphans Pension Scheme and the Surviving Spouses’ and Children’s Pension Scheme), recovery of salaries and staff on-costs from organisations including the Hong Kong Housing Authority and the Hospital Authority, charges for light and fuel in government buildings, recovery of overpayments and losses (including surcharges on public officers), transfer from Government Funds, and payments made by Trading Funds.

Revenue from loans, reimbursements, contributions and other receipts (excluding transfers from funds) generated 1.4% of total revenue in 2020–21.

### Underlying Changes in Revenue Yield

The 2020–21 revised estimate of \$90,022,236,000 reflects a net increase of \$795,006,000 (0.9%) over the original estimate.

Under *Subhead 020 Pension contributions*, the decrease of \$450,000 (16.4%) is due to the lower-than-expected pension contributions under the Surviving Spouses’ and Children’s Pension Schemes.

Under *Subhead 030 Recovery of salaries and staff on-costs*, the decrease of \$617,200,000 (18.8%) is due to the lower-than-expected recovery of salaries and staff on-costs arising from staff seconded to trading funds, public authorities and other organisations.

Under *Subhead 040 Light and fuel in government buildings*, the decrease of \$2,600,000 (12.9%) is due to the lower-than-expected light and fuel charges collected from the tenants of government premises.

Under *Subhead 050 Recovery of overpayments and losses*, the increase of \$1,609,160,000 (223.5%) is mainly due to the higher-than-expected recovery of payments from suppliers and recovery of works expenditures, refunds of unspent subventions from Non-governmental Organisations (“NGOs”), other subvented organisations and aided schools.

Under *Subhead 090 Other receipts*, the decrease of \$466,900,000 (42.8%) is mainly due to the lower-than-expected sale proceeds of surplus quarters and properties, and receipts from bona vacantia (i.e. ownerless goods) collected under the Companies Ordinance (Cap. 622).

Under *Subhead 110 Payments made by Trading Funds*, the increase of \$272,996,000 (230.6%) is mainly due to the transfer of part of the statutory return from trading funds for 2016–17 to 2018–19 to the general revenue in 2020–21.

The 2021–22 estimate of \$40,285,838,000 reflects a net decrease of \$49,736,398,000 (55.2%) against the revised estimate for 2020–21.

Under *Subhead 020 Pension contributions*, a decrease of \$350,000 (15.2%) is expected because the pension contributions under the Surviving Spouses’ and Children’s Pension Schemes are expected to drop.

Under *Subhead 030 Recovery of salaries and staff on-costs*, an increase of \$450,500,000 (16.9%) is expected due to the expected increase in recovery of salaries and staff on-costs arising from staff seconded to trading funds, public authorities and other organisations.

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Under *Subhead 050 Recovery of overpayments and losses*, a decrease of \$1,491,510,000 (64.0%) is expected mainly because no recovery of payments from suppliers are expected, and the refunds of unspent subventions from NGOs, subvented organisations and aided schools are expected to drop.

Under *Subhead 080 Transfers from Funds*, a decrease of \$49,000,000,000 (58.3%) is expected due to the expected decrease in transfer from Capital Works Reserve Fund to the general revenue in 2021–22.

Under *Subhead 090 Other receipts*, an increase of \$579,300,000 (93.0%) is expected mainly because the sale proceeds of government properties are expected to rise, and receipt of dividend from the Cyberport Project is expected.

Under *Subhead 110 Payments made by Trading Funds*, a decrease of \$275,938,000 (70.5%) is expected because only the statutory return for 2020–21 is expected to be transferred in 2021–22.