

Funds Established under Section 29 of the Public Finance Ordinance

REVENUE AND EXPENDITURE VARIANCE ANALYSES

	2012-13			
	Original Estimate HK\$'000	Actual HK\$'000	Over/(Under) the Estimate HK\$'000	Variance %
Capital Works Reserve Fund				
Revenue	64,275,469	74,237,782	9,962,313	15.5
Expenditure	68,548,014	66,527,235	(2,020,779)	(2.9)
Capital Investment Fund				
Revenue	1,282,730	1,482,036	199,306	15.5
Expenditure	1,279,373	1,279,223	(150)	-
Civil Service Pension Reserve Fund				
Revenue	1,365,000	1,368,635	3,635	0.3
Disaster Relief Fund				
Revenue	44,046	53,380	9,334	21.2
Expenditure	-	54,517	54,517	-
Innovation and Technology Fund				
Revenue	152,433	214,245	61,812	40.6
Expenditure	783,381	691,712	(91,669)	(11.7)
Land Fund				
Revenue	11,096,000	11,126,245	30,245	0.3
Loan Fund				
Revenue	3,561,950	2,239,979	(1,321,971)	(37.1)
Expenditure	3,795,981	2,303,374	(1,492,607)	(39.3)
Lotteries Fund				
Revenue	1,978,569	1,779,776	(198,793)	(10.0)
Expenditure	1,217,483	881,016	(336,467)	(27.6)
Bond Fund				
Revenue	33,365,063	31,541,188	(1,823,875)	(5.5)
Expenditure	8,634,606	8,266,712	(367,894)	(4.3)

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Capital Works Reserve Fund

The increase of HK\$9,962.3 million in revenue was mainly due to the higher than expected receipts from land premium (HK\$9,562.6 million) and investment income (HK\$463 million).

The decrease of HK\$2,020.8 million in expenditure was mainly due to the lower than expected cash flow requirements for various on-going non-works projects, including land acquisition (HK\$824.1 million), major systems and equipment (HK\$814.7 million) and computerisation (HK\$428.5 million), partly offset by the higher than expected cash flow requirements in various on-going capital works projects (HK\$45.8 million).

Capital Investment Fund

The increase of HK\$199.3 million in revenue was mainly due to the higher than expected dividends, interest and other receipts from investments/loans (HK\$209.7 million), partly offset by the lower than expected loan repayments from the Hong Kong Science and Technology Parks Corporation (HK\$5.3 million) and investment income (HK\$5.1 million).

Civil Service Pension Reserve Fund

The increase of HK\$3.6 million in revenue was due to the higher than expected investment income.

Disaster Relief Fund

The increase of HK\$9.3 million in revenue was mainly due to the approved supplementary provision of HK\$10 million to the Fund to cater for grants for disaster relief work outside Hong Kong, partly offset by the lower than expected investment income (HK\$0.9 million).

No estimate of payment was made for the year as calls on the Fund in relief of disasters could not be predicted.

Innovation and Technology Fund

The increase of HK\$61.8 million in revenue was mainly due to the higher than expected receipts from refund of grants (HK\$48.9 million) and investment income (HK\$14.1 million), partly offset by the decrease in net income from projects (HK\$1.2 million).

The decrease of HK\$91.7 million in expenditure was mainly due to the lower than expected cash flow requirement for projects undertaken by various local research institutes.

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Land Fund

The increase of HK\$30.2 million in revenue was due to the higher than expected investment income.

Loan Fund

The decrease of HK\$1,322 million in revenue was mainly due to no transfer from the General Revenue Account (HK\$1,000 million) and the lower than expected loan repayments from students and schools (HK\$301.2 million) and interest on loans (HK\$79.5 million), partly offset by the higher than expected investment income (HK\$40.2 million) and proceeds from sale of loans (HK\$16.3 million).

The decrease of HK\$1,492.6 million in expenditure was mainly due to the lower than expected education loan payments to students and schools (HK\$1,473.9 million).

Lotteries Fund

The decrease of HK\$198.8 million in revenue was mainly due to the lower than expected receipts from Mark Six Lottery (HK\$224.3 million) and donations (HK\$2.5 million), partly offset by the higher than expected receipts from auction of vehicle registration marks (HK\$21 million) and investment income (HK\$7 million).

The decrease of HK\$336.5 million in expenditure was mainly due to the lower than expected cash flow requirements for various social welfare projects.

Bond Fund

The decrease of HK\$1,823.9 million in revenue was mainly due to the lower than expected bond issuance amount (HK\$1,839.5 million), partly offset by the higher than expected investment income (HK\$15.6 million).

The decrease of HK\$367.9 million in expenditure was mainly due to the lower than expected interest payment for bonds (HK\$359.7 million) and the bond issuance-related miscellaneous expenditure (HK\$8.2 million).