

ANNUAL FINANCIAL REPORT

NGO: Light and Love Kwai Fong Neighbourhood Elderly Centre

(1 April 2019 to 31 March 2020)

	Notes	2019-20 \$	2018-19 \$
A. INCOME			
1. Lump Sum Grant			
a. Lump Sum Grant (excluding Provident Fund)	1b	5,119,372.00	4,201,058.00
b. Provident Fund	1c	321,806.00	263,750.00
2. Fee Income	2	249,238.00	358,220.00
3. Central Items	3	0.00	0.00
4. Rent and Rates	4	154,745.00	144,797.00
5. Other Income	5	1,371.54	632.70
6. Interest Received		1,132.00	241.20
TOTAL INCOME		<u>5,847,664.54</u>	<u>4,968,698.90</u>
B. EXPENDITURE			
1. Personal Emoluments			
a. Salaries		4,142,018.78	3,565,777.77
b. Provident Fund	1c	221,789.04	190,077.79
c. Allowances		0.00	0.00
Sub-total	6	<u>4,363,807.82</u>	<u>3,755,855.56</u>
2. Other Charges	7	1,092,703.26	892,090.90
3. Central Items	3	0.00	0.00
4. Rent and Rates	4	171,840.00	141,319.90
TOTAL EXPENDITURE		<u>5,628,351.08</u>	<u>4,789,266.36</u>
C. SURPLUS/ (DEFICIT) FOR THE YEAR	8	<u>219,313.46</u>	<u>179,432.54</u>

The Annual Financial Report from pages 1 to 7 has been prepared in accordance with the requirements as set out in the Lump Sum Grant Manual.

SIGNATURESIGNATURECHAIRMANNGO HEAD/ HEAD OF SOCIAL WELFARE SERVICES

DATE: 23 October 2020

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NOTES ON THE ANNUAL FINANCIAL REPORT

1. Lump Sum Grant (LSG)

- a. Basis of preparation** The Annual Financial Report (AFR) is prepared in respect of all Funding and Service Agreement (FSA) activities (including support services to FSA activities) funded by the Social Welfare Department under the Lump Sum Grant Subvention System. AFR is prepared **on cash basis**, that is, income is recognised upon receipt of cash and expenditure is recognised when expenses are paid. **Non-cash items** such as depreciation, provisions and accruals **have not been included** in the AFR.
- b. Lump Sum Grant (excluding Provident Fund)** This represents LSG (excluding Provident Fund) received for the year.
- c. Provident Fund** This is Provident Fund received and contributed during the year. Snapshot staff are defined as those staff occupying recognised or holding against subvented posts as at 1 April 2000. 6.8% and other posts represent those staff that are employed after 1 April 2000. The Provident Fund received and contributed for staff under the Central Items have been shown under **Note 3**. Details are analysed below :

<u>Provident Fund Contribution</u>	Snapshot Staff \$	6.8% and Other Posts \$	Total \$
Subvention Received	33,829.00	287,977.00	321,806.00
Provident Fund Contribution Paid during the Year	(33,831.00)	(187,958.04)	(221,789.04)
Surplus/ (Deficit) for the Year	(2.00)	100,018.96	100,016.96
Add : Surplus/ (Deficit) b/f Adjustments (b) requested by SWD	1,009.55	254,459.53	255,469.08
SF/SAS/4-65/103(470)II Additional subvention received for previous year(s)	(2,349.50)	1,525.50	(824.00)
	0.00	0.00	0.00
Less : Refund to Government			
Surplus/ (Deficit) c/f	(1,341.95)	356,003.99	354,662.04



2. Fee Income

This represents social welfare fee income received for the year in respect of the fees and charges recognised for the purpose of subvention as set out in the LSG Manual.

3. Central Items

These are subvented service activities which are not included in LSG and are subject to their own procedures as set out in other SWD's papers and correspondence with the NGOs. The Provident Fund received and contributed for staff under the Central Items have been separately included as part of the income and expenditure of the relevant items (paragraph 3.14 of the LSG Manual (October 2016)). The income and expenditure of each of the Central Items are as follows:

a. Income	2019-20	2018-19
	\$	\$
Dementia Supplement for Elderly with Disabilities		
Infirmity Care Supplement for the Aged Blind Persons		
Dementia Supplement for Residential Elderly Services		
Infirmity Care Supplement for Residential Elderly Services		
Dementia Supplement for Day Care Centres/units for the Elderly		
Foster Care Allowance/Emergency Foster Care Allowance		
After School Care Programme – Fee Waiving Subsidy Scheme		
Temporary Financial Aid		
Emergency Fund		
Time-defined Subsidy Scheme for Extended Hours Service Users		
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services		
Short-term Rental Assistance		
Allowances for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)		
Neighbourhood Support Child Care Project (NSCCP) – Contract Subsidy		
NSCCP – Subsidy for Fee Reduction/Waiving		
NSCCP – Subsidy for Incentive Payment		
NSCCP – Rent and Rates		
Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes		
Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services		
Financial Incentive Scheme for Mentors of Employees with Disabilities		
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities		
Time-defined Subsidy Scheme for Occasional Child Care Service		
Enhanced After School Care Programme – Fee Waiving Subsidy Scheme		
Navigation Scheme for Young Persons in Care Services - Operating Expenses		
Navigation Scheme for Young Persons in Care Services - Training Cost		
Grant under the Pilot Scheme on On-site Pre-school Rehabilitation Services		
One-off Subsidy for Enhanced Provision of Visiting Medical Officer for Residential Care Homes for the Elderly		
One-off Subsidy for Enhanced Provision of Visiting Medical Practitioner Scheme for Residential Care Homes for the Persons with Disabilities		
Pilot Scheme on Multi-disciplinary Outreaching Support Teams for the Elderly (MOSTE)		



Child Care Training for Grand parents		
Special Grant on Manpower Support for Residential and Home-based Care Service Units in respect of the Severe Respiratory Disease associated with a Novel Infectious Agent		
Special Allowance for Staff of Subvented Residential Service Units in respect of COVID-19		
Total	<u>0.00</u>	<u>0.00</u>
	2019-20	2018-19
	\$	\$
b. Expenditure		
Dementia Supplement for Elderly with Disabilities		
Infirmiry Care Supplement for the Aged Blind Persons		
Dementia Supplement for Residential Elderly Services		
Infirmiry Care Supplement for Residential Elderly Services		
Dementia Supplement for Day Care Centres/units for the Elderly		
Foster Care Allowance/Emergency Foster Care Allowance		
After School Care Programme – Fee Waiving Subsidy Scheme		
Temporary Financial Aid		
Emergency Fund		
Time-defined Subsidy Scheme for Extended Hours Service Users		
Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services		
Short-term Rental Assistance		
Allowances for Specific Services Arising from the Implementation of the Minimum Wage Ordinance (Overnight On-site-on-call Allowance)		
Neighbourhood Support Child Care Project (NSCCP) – Contract Subsidy		
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NSCCP – Rent and Rates		
Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes		
Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services		
Financial Incentive Scheme for Mentors of Employees with Disabilities		
Cash Subsidy for Integrated Support Services for Persons with Severe Physical Disabilities		
Time-defined Subsidy Scheme for Occasional Child Care Service		
Enhanced After School Care Programme – Fee Waiving Subsidy Scheme		
Navigation Scheme for Young Persons in Care Services - Operating Expenses		
Navigation Scheme for Young Persons in Care Services - Training Cost		
Grant under the Pilot Scheme on On-site Pre-school Rehabilitation Services		



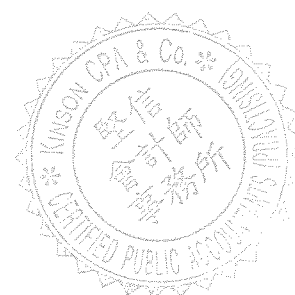
One-off Subsidy for Enhanced Provision of Visiting Medical Officer for Residential Care Homes for the Elderly		
One-off Subsidy for Enhanced Provision of Visiting Medical Practitioner Scheme for Residential Care Homes for the Persons with Disabilities		
Pilot Scheme on Multi-disciplinary Outreaching Support Teams for the Elderly (MOSTE)		
Child Care Training for Grandparents		
Special Grant on Manpower Support for Residential and Home-based Care Service Units in respect of the Severe Respiratory Disease associated with a Novel Infectious Agent		
Special Allowance for Staff of Subvented Residential Service Units in respect of COVID-19		
Total	0.00	0.00

4. Rent and Rates This represents the amount paid by SWD in respect of premises recognised by SWD. Expenditure on rent and rates in respect of premises not recognised by SWD have not been included in AFR.

5. Other Income This includes programme income and all income other than recognised social welfare fee income received during the year. Non-SWD subventions and donations received have not been included as Other Income in AFR. In this respect, donations have been included if it is used to finance expenditure reflected in the AFR.

The breakdown on Other Income is as follows:

	2019-20	2018-19
	\$	\$
Other Income		
(a) Fees and charges for services incidental to the operation of subvented services	1,371.54	632.70
(b) Others	0.00	0.00
Total	1,371.54	632.70



- 6. Personal Emoluments** Personal Emoluments include salary, provident fund and salary-related allowances.

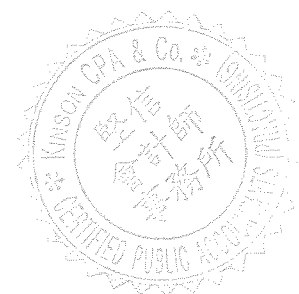
The analysis on number of posts with annual Personal Emoluments over \$700,000 each paid under LSG is appended below:

Analysis of Personal Emoluments paid under LSG	No of Posts	\$
HK\$700,001 - HK\$800,000 p.a.		
HK\$800,001 - HK\$900,000 p.a.		
HK\$900,001 - HK\$1,000,000 p.a.		
HK\$1,000,001 - HK\$1,100,000 p.a.		
HK\$1,100,001 - HK\$1,200,000 p.a.		
>HK\$1,200,000 p.a.		

7. Other Charges

The breakdown on Other Charges is as follows:

Other Charges	2019-20	2018-19
	\$	\$
(a) Utilities	41,355.74	42,994.00
(b) Food	0.00	0.00
(c) Administrative Expenses	256,799.33	243,985.40
(d) Stores and Equipment	154,152.00	83,015.90
(e) Repair and Maintenance	228,953.00	10,831.70
(f) Special Allowances	25,173.70	56,710.60
(g) Programme Expenses	315,759.10	382,843.20
(h) Transportation and Travelling	2,334.20	1,740.00
(i) Insurance	20,978.39	16,152.90
(j) Miscellaneous	47,197.80	53,817.20
Total	<u>1,092,703.26</u>	<u>892,090.90</u>

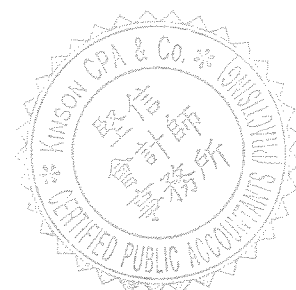


8. Analysis of Lump Sum Grant Reserve and balances of other SWD subventions

	Lump Sum Grant (LSG)	Rent and Rates	Central Items	Total
	\$	\$	\$	\$
Income				
Lump Sum Grant	5,441,178.00	-	-	5,441,178.00
Fee Income	249,238.00	-	-	249,238.00
Other Income	1,371.54	-	-	1,371.54
Interest Received (Note (1))	1,132.00	-	-	1,132.00
Rent and Rates	-	154,745.00	-	154,745.00
Central Items	-	-	-	0.00
Total Income (a)	5,692,919.54	154,745.00	0.00	5,847,664.54
Expenditure				
Personal Emoluments	4,363,807.82	-	-	4,363,807.82
Other Charges	1,092,703.26	-	-	1,092,703.26
Rent and Rates	-	171,840.00	-	171,840.00
Central Items	-	-	-	0.00
Total Expenditure (b)	5,456,511.08	171,840.00	0.00	5,628,351.08
Surplus/(Deficit) for the Year (a) - (b)	236,408.46	(17,095.00)	0.00	219,313.46
Less : Surplus/ (Deficit) of Provident Fund	100,016.96	-	-	100,016.96
	136,391.50	(17,095.00)	0.00	119,296.50
Surplus/ (Deficit) b/f (Note (2))	663,500.76	(1,404.90)	0.00	662,095.86
	799,892.26	(18,499.90)	0.00	781,392.36
<u>Add:</u> Adjustments (a) requested by SWD SF/SAS/4-65/103(470)II	9,791.60	-	-	9,791.60
Adjustments (d) requested by SWD SF/SAS/4-65/103(470)II	-	(1,650.00)	-	(1,650.00)
<u>Less:</u> Refund to Government	-	3,477.10	-	3,477.10
Surplus/ (Deficit) c/f (Note (3))	809,683.86	(23,627.00)	0.00	786,056.86

Notes:

- (1) Interest received on LSG and Provident Fund reserves, rent and rates, central items are included as one item under LSG; and the item is considered as part of LSG reserve.
- (2) Accumulated balance of LSG Surplus b/f from previous years (including holding account) and all interest received in previous years should be included in the surplus b/f under LSG.
- (3) The level of LSG cumulative reserve (i.e. S), less LSG Reserve kept in the holding account, will be capped at 25% of the NGO's operating expenditure (excluding Provident Fund expenditure) for the year.



Schedule for Central Items
Analysis of Subvention and Expenditure for the Period from 1 April 2019 to 31 March 2020

Name of NGO : LIGHT AND LOVE HOME LIMITED

Unit Code and Name/ Remittance Advice No. (Note 7)	Subvented Element	Subvention Released (Note 1)	Actual Expenditure (Note 2)	Surplus (Note 3) (a)	Deficit for the Year			Surplus b/f (Note 5) (e)	Refund to Government (f)	Surplus c/f (Note 6) (g)=(e)+(a)-(d)-(f)
					Deficit (Note 3) (b)	Deficit transferred to LSG (Note 4) (c)	Adjusted Deficit (d) = (b) - (c)			
nnnn - xxxxxxxxxxxx	Dementia Supplement for Elderly with Disabilities	\$	\$	\$	\$	\$	\$	N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	Infirmiry Care Supplement for the Aged Blind Persons							N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	Dementia Supplement for Residential Elderly Services							N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	Infirmiry Care Supplement for Residential Elderly Services							N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	Dementia Supplement for Day Care Centres/Units for the Elderly					N.A.		N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	Foster Care Allowance / Emergency Foster Care Allowance					N.A.		N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	After School Care Programme - Fee Waiving Subsidy Scheme					N.A.				
nnnn - xxxxxxxxxxxx	Temporary Financial Aid					N.A.				
nnnn - xxxxxxxxxxxx	Emergency Fund					N.A.				
nnnn - xxxxxxxxxxxx	Time-defined Subsidy Scheme for Extended Hours Service Users					N.A.				
nnnn - xxxxxxxxxxxx	Training Subsidy under Training Scheme for Child Care Supervisors and Special Child Care Workers in Pre-school Rehabilitation Services					N.A.				
nnnn - xxxxxxxxxxxx	Short-term Rental Assistance					N.A.				
nnnn - xxxxxxxxxxxx	Overnight On-site-on-call Allowance					N.A.		N.A.	N.A.	N.A.
nnnn - xxxxxxxxxxxx	Neighbourhood Support Child Care Project (NSCCP) - Contract Subsidy	[a] Contract Sum released during the reporting period	[e] = [f] Total Expenditure of the Project <i>minus the following items for the reporting period:</i> [g] Fee Income from service users; [h] Subsidy for Fee Waiving claimed from SWD; [k] Premises related expenses, and [j] Subsidy for Incentive Payment claimed from SWD			N.A.				
nnnn - xxxxxxxxxxxx	NSCCP - Subsidy for Fee Reduction/Waiving	[b] Subsidy released for Fee Waiving during the reporting period	[h] Subsidy for Fee Waiving claimed from SWD during the reporting period			N.A.				
nnnn - xxxxxxxxxxxx	NSCCP - Subsidy for Incentive Payment	[d] Subsidy released for Incentive Payment during the reporting period	[j] Subsidy for Incentive Payment claimed from SWD during the reporting period			N.A.				
nnnn - xxxxxxxxxxxx	NSCCP - Rent and Rates	[c] Subsidy released by actual reimbursement	[i] same as [c]			N.A.				
nnnn - xxxxxxxxxxxx	Training Sponsorship Scheme for Master in Occupational Therapy and Physiotherapy programmes					N.A.				
nnnn - xxxxxxxxxxxx	Training Subsidy Programme for Children on the Waiting List for Subvented Pre-school Rehabilitation Services					N.A.				



Unit Code and Name/ Remittance Advice No. (Note 7)	Subvented Element	Subvention Released (Note 1)	Actual Expenditure (Note 2)	Surplus (Note 3) (a)	Deficit for the Year			Surplus b/f (Note 5) (e)	Refund to Government (f)	Surplus c/f (Note 6) (g)=(e)+(a)-(d)-(f)
					Deficit (Note 3) (b)	Deficit transferred to LSG (Note 4) (c)	Adjusted Deficit (d) = (b) - (c)			
nnnn - xxxxxxxxxxxx	Financial Incentive Scheme for Mentors of Employees with Disabilities						N.A.			
nnnn - xxxxxxxxxxxx	Cash Subsidy for Integrated Support Service for Persons with Severe Physical Disabilities						N.A.			
nnnn - xxxxxxxxxxxx	Time-defined Subsidy Scheme for Occasional Child Care Service						N.A.			
nnnn - xxxxxxxxxxxx	Enhanced After School Care Programme - Fee Waiving Subsidy Scheme						N.A.			
nnnn - xxxxxxxxxxxx	Navigation Scheme for Young Persons in Care Services - Operating Expenses						N.A.			
nnnn - xxxxxxxxxxxx	Navigation Scheme for Young Persons in Care Services - Training Cost						N.A.			
nnnn - xxxxxxxxxxxx	Grant under the Pilot Scheme on On-site Pre-school Rehabilitation Services						N.A.			
nnnn - xxxxxxxxxxxx	One-off Subsidy for Enhanced Provision of Visiting Medical Officer for Residential Care Homes for the Elderly						N.A.			
nnnn - xxxxxxxxxxxx	One-off Subsidy for Enhanced Provision of Visiting Medical Practitioner Scheme for Residential Care Homes for the Persons with Disabilities						N.A.			
nnnn - xxxxxxxxxxxx	Pilot Scheme on Multi-disciplinary Outreaching Support Teams for the Elderly (MOSTE)						N.A.			
nnnn - xxxxxxxxxxxx	Project on Child Care Training for Grandparents - Contract Subsidy	[a] Contract Sum released during the reporting period	[f] = [d] Total Expenditure of the Project <i>minus</i> [b] Fee Income from Participants and [c] Subsidy for Fee Waiving claimed from SWD during the reporting period				N.A.			
nnnn - xxxxxxxxxxxx	Project on Child Care Training for Grandparents - Subsidy for Fee Reduction/Waiving	[c] Subsidy released for Fee Waiving during the reporting period	[e] Subsidy for Fee Waiving claimed from SWD during the reporting period				N.A.			
nnnn - xxxxxxxxxxxx	Special Grant on Manpower Support for Residential and Home-based Care Service Units in respect of the Severe Respiratory Disease associated with a Novel Infectious Agent						N.A.			
nnnn - xxxxxxxxxxxx	Special Allowance for Staff of Subvented Residential Care Service Units in respect of COVID-19						N.A.			
TOTAL										

Notes :

- The figures for the whole financial year are extracted from the payroll for March (Final) or remittance advice(s) issued by the Treasury of the financial year.
- Actual expenditure represents the total expenditure incurred including provident fund for the respective services after netting off programme income, if any.
- Surplus/Deficit for each element represents the difference between subvention released and actual expenditure.
- Deficit i.r.o. the following central items arising from salary adjustment are transferred to the Lump Sum Grant Reserve as stated in SWD's letter ref. (33) in SWD/S/104/2 Pt. 18 dated 4 March 2020.
 - Dementia Supplement for Elderly with Disabilities
 - Infirmity Care Supplement for the Aged Blind Persons
 - Dementia Supplement for Residential Elderly Services
 - Infirmity Care Supplement for Residential Elderly services
- "Surplus brought forward (b/f)" means surplus, if any, arising from operations in previous years.
- "Surplus carried forward (c/f)" means surplus brought forward less refund to Government plus surplus, if any, arising from operations in current year.
- Unit code and name / remittance advice no. are extracted from the payroll from SWD and remittance advice from the Treasury respectively.
- The central items as listed above may not be exhaustive and any relevant details of central items released and/or expended during the year, where appropriate, should also be included.



Schedule for Rent and Rates**Analysis of Subvention and Expenditure for the period from 1/4/2019 to 31/3/2020****Name of Agency: Light and Love Home Limited**

Unit Code and Name	Subvented Element	Subvention Released (Note 1)	Actual Expenditure	Surplus (Note 2)	Deficit (Note 2)
470		\$	\$	\$	\$
Light and Love Kwai Fong Neighbourhood Elderly Centre	Rent (Note 3)	143,016.00	162,840.00	-	(19,824.00)
	Rates	11,729.00	9,000.00	2,729.00	-
	Total	154,745.00	171,840.00	2,729.00	(19,824.00)
	Rent (Note 3)				
	Rates				
	Total				
	Rent (Note 3)				
	Rates				
	Total				
	Rent (Note 3)				
	Rates				
	Total				
	Rent (Note 3)				
	Rates				
	Total				
	Grand Total	154,745.00	171,840.00	2,729.00	(19,824.00)

Notes:

1. The figures are to be extracted from the payroll for March plus subvention released in late March of the financial year.
2. Surplus/Deficit for each element represents the difference between subvention released and actual expenditure.
3. Rent includes all kinds of rent such as PHE rental, private rental, carpark rent, management fee, building maintenance fee and Government Rent.

