

WOMEN'S WELFARE CLUB,
WESTERN DISTRICT, HONG KONG

ANNUAL FINANCIAL REPORT

For the year ended 31 March 2022

楊少銓會計師事務所
ALBERT S. C. YOUNG & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
HONG KONG

**Review Report to the Committee of Women's Welfare Club,
Western District, Hong Kong ("the Company")**

We have audited the financial statements of the Company for the year ended 31 March 2022 and have issued an unqualified auditors' report thereon dated 18 October 2022.

We conducted our review of the attached Annual Financial Report of the Company for the year ended 31 March 2022 in accordance with Practice Note 851 "Review of the Annual Financial Reports of Non-governmental Organisations" issued by the Hong Kong Institute of Certified Public Accountants. The review includes considering the procedures and records relevant to the preparation of the Annual Financial Report and performing procedures to satisfy ourselves that the Annual Financial Report has been properly prepared from the books and records of the Company, on which the above audited financial statements of the Company are based.

Review conclusions

On the basis of the results of our review and having regard to the audit procedures performed by us in relation to the audit of the financial statements of the Company for the year ended 31 March 2022:

- a. in our opinion the Annual Financial Report has been properly prepared from the books and records of the Company;
- b. no matters have come to our attention during the course of our review, which cause us to believe that the Company has not:
 - i. properly accounted for the receipt of Lump Sum Grant, Provident Fund, Special One-off Grant and other social welfare subventions and expenditure in respect of Funding and Services Agreement activities and support services;
 - ii. kept separate Operating Income and Expenditure Account for each subvented service unit as required by the Lump Sum Grant Manual (LSG Manual) published by the Social Welfare Department of the Government of the HKSAR; and
 - iii. prepared the Annual Financial Report in accordance with the format and requirements set out in the LSG Manual; and
 - iv. employed the staff quoted in the Special One-off Grant and Provident Fund arrangements during the report period.

This report is intended for filing with the Social Welfare Department of the Government of the HKSAR and should not be used for any other purpose.



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Albert S. C. Young & Company
Certified Public Accountants

Hong Kong, 18 October 2022

ANNUAL FINANCIAL REPORT


NGO : WOMEN'S WELFARE CLUB, WESTERN DISTRICT, HONG KONG (772)

1 APRIL 2021 TO 31 MARCH 2022

	Notes	2021-22 \$	2020-21 \$	Remarks
A. INCOME				
1. Lump Sum Grant				
a. Lump Sum Grant (excluding Provident Fund)	1b	12,676,416	12,312,577	
b. Provident Fund	1c	778,848	778,848	
2. Fee Income	2	91,391	73,669	
3. Central Items	3	36,437	37,857	
4. Rent and Rates	4	211,457	211,457	
5. Other Income	5	131,813	119,825	
6. Interest Received		38	40	
TOTAL INCOME		13,926,400	13,534,273	
B. EXPENDITURE				
1. Personal Emoluments				
a. Salaries		10,011,998	10,084,301	
b. Provident Fund	1c	679,234	671,112	
c. Allowances		-	-	
Sub-total	6	10,691,232	10,755,413	
2. Other Charges	7	2,420,636	2,336,624	
3. Central Items	3	4,509	63	
4. Rent and Rates	4	228,698	217,240	
TOTAL EXPENDITURE		13,345,075	13,309,340	
C. SURPLUS/(DEFICIT) FOR THE YEAR	8	581,325	224,933	

The Annual Financial Report from pages 2 to 8 has been prepared in accordance with the requirement as set out in the Lump Sum Grant Manual.

Chairman:


Tsang Fung Kwan

Date:

18 October 2022

NGO Head -
Assistant Honorary
Treasurer:


Tam Sin Ming Louisa

Date:

18 October 2022

NOTE ON THE ANNUAL FINANCIAL REPORT

1. Lump Sum Grant

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	-	778,848	778,848
Provident Fund Contribution Paid during the year	-	679,234	679,234
Surplus/(Deficit) for the Year	-	99,614	99,614
Add: Surplus/(Deficit) b/f Additional subvention received for previous year(s)	-	1,585,007	1,585,007
Less: Refund to Government	-	-	-
Surplus/(Deficit) c/f	-	1,684,621	1,684,621

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.

NOTE ON THE ANNUAL FINANCIAL REPORT

- 3. Central Items** These are subvented services 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 LSG Manual (October 2016)). The income and expenditure of each of the Central Items are as follows:

	2021-22	2020-21
	\$	\$
a. <u>Income</u>		
Time-defined Subsidy Scheme for Extended Hours Services Users	9,937	11,357
Time-defined Subsidy Scheme for Occasional Child Care Service	26,500	26,500
	36,437	37,857
b. <u>Expenditure</u>		
Time-defined Subsidy Scheme for Extended Hours Services Users	-	63
Time-defined Subsidy Scheme for Occasional Child Care Service	4,509	-
	4,509	63

- 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:

	2021-22	2020-21
	\$	\$
Other Income		
(a) Fees and charges for services incidental to the operation of subvented services	131,813	60,815
(b) Utilised allocation under Central Items (CI) - After School Care Programme (ASCP) / Enhanced ASCP - Fee Waiving Subsidy Scheme (FWSS) which forms as part of Other Income*	-	-
(c) Reimbursement of Maternity Leave Pay (RMLP) Scheme reimbursement received	-	-
(d) Others	-	59,010
Sub-Total	131,813	119,825
Less: Utilised allocation under CI - ASCP / Enhanced ASCP - FWSS which forms as part of Other Income*	-	-
Total	131,813	119,825

*For those programmes which are regarded as FSA-related activities only

NOTE ON THE ANNUAL FINANCIAL REPORT

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:

<u>Analysis of Personal Emoluments paid undre LSG</u>	<u>No. of Posts</u>	<u>\$</u>
HK\$700,001- HK\$800,000 p.a.	None	-
HK\$800,001- HK\$900,000 p.a.	None	-
HK\$900,001- HK\$1,000,000 p.a.	None	-
HK\$1,000,001- HK\$1,100,000 p.a.	None	-
HK\$1,100,001- HK\$1,200,000 p.a.	None	-
>HK\$1,200,000 p.a.	None	-

7. Other Charges

The breakdown on Other Charges is as follows:

<u>Other Charges</u>	<u>2021-22</u> \$	<u>2020-21</u> \$
(a) Utilities	84,809	29,087
(b) Food	10,603	2,608
(c) Administrative Expenses	252,011	248,117
(d) Stores and Equipment	208,853	423,875
(e) Repair and Maintenance	146,223	328,177
(f) Special Allowances	-	-
(g) Programme Expenses	1,406,384	1,083,188
(h) Transportation and Travelling	777	934
(i) Insurance	172,900	149,793
(j) Miscellaneous	138,076	70,845
Sub-Total	2,420,636	2,336,624
Less: Utilised allocation under CI - ASCP / Enhanced ASCP - FWSS* which forms as part of Other Income to fund the operating expenses of FSA-related activities	-	-
Total	2,420,636	2,336,624

*For those programmes which are regarded as FSA-related activities only

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

	Lump Sum Grant (LSG)	Adjustment for Utilised allocation under ASCP / Enhanced ASCP- FWSS	Rent and Rates	Central Items (CI)	Total
	\$	\$	\$	\$	\$
Income					
Lump Sum Grant	13,455,264	-	-	-	13,455,264
Fee Income	91,391	-	-	-	91,391
Other Income	131,813	-	-	-	131,813
Interest Received (Note (1))	38	-	-	-	38
Rent and Rates	-	-	211,457	-	211,457
Central Items	-	-	-	36,437	36,437
Total Income (a)	13,678,506	-	211,457	36,437	13,926,400
Expenditure					
Personal Emoluments	10,691,232	-	-	-	10,691,232
Other Charges	2,420,636	-	-	-	2,420,636
Rent and Rates	-	-	228,698	-	228,698
Central Items	-	-	-	4,509	4,509
Total Expenditure (b)	13,111,868	-	228,698	4,509	13,345,075
Surplus/(Deficit) for the Year (a) - (b)	566,638	-	(17,241)	31,928	581,325
Less: Surplus/(Deficit) of Provident Fund	99,614	-	-	-	99,614
	467,024	-	(17,241)	31,928	481,711
Surplus/(Deficit) b/f (Note (2))	2,485,316	-	(6,830)	37,794	2,516,280
	2,952,340	-	(24,071)	69,722	2,997,991
Add: Refund from Government	-	-	25,164	-	25,164
Less: Refund to Government	-	-	(19,381)	(37,794)	(57,175) ¹
Transfer from LSG Reserve to cover the salary adjustment for Dementia Supplement and Infirmity Care Supplement (Note (3))	-	-	-	-	-
Adjustment for utilised allocation under <u>Enhanced</u> ASCP - FWSS* (over-estimated) / under-estimated in previous year(s)	-	-	-	-	-
Surplus/(Deficit) c/f (Note (4))	2,952,340	-	(18,288)	31,928	2,965,980

¹ Letter ref: SWD SF/SAS/4-35/2/159(772) dated 30 November 2021

Notes:

Including an amount \$Z being the utilised allocation under CI - ASCP / Enhanced ASCP - FWSS*

* For those programmes which are regarded as FSA-related activities only

- (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 Lump Sum Grant 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) Amount of LSG Reserve used to cover the salary adjustment for Dementia Supplement and Infirmity Care Supplement, if any, as per Schedule of Central Items.
- (4) The level of LSG cumulative reserves (i.e. S), less LSG Reserve kept in the holding account, will be capped at 25% of the NGC operating expenditure (excluding Provident Fund expenditure) for the year.

Schedule for Central Items
Analysis of Subvention and Expenditure for the Period from 1 April 2021 to 31 March 2022

Name of Agency : Women's Welfare Club, Western District, Hong Kong (772)

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)/ Received (f)	Adjustment (Note 9) (g)	Surplus c/f (Note 6) (h)=(e)+(g)-(f)+(g)
					Deficit (Note 3) (b)	Adjusted Deficit (d) = (b) - (c)				
V772 - Apleichau Day Nursery	Time-defined Subsidy Scheme for Extended Hours Service Users	\$ 9,937	-	\$ 9,937	\$ -	\$ -	11,294	(11,294)	-	9,937
6101 - Apleichau Day Nursery, David Woo Day Nursery & West Day Nursery	Time-defined Subsidy Scheme for Occasional Child Care Service	26,500	4,509	21,991	-	-	26,500	(26,500)	-	21,991
TOTAL		36,437	4,509	31,928	-	-	37,794	(37,794)	-	31,928

Notes :

- The figures for the whole financial year are extracted from the payroll for March (Final) or remittance advice(s) issued by the Treasury or allocation letter(s) issued by Social Welfare Department 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.
- For ASCP / Enhanced ASCP, the adjustment includes the amount of expenditure overstated / (understated) in previous year(s) after taking into account the actual claw-back amount(s) per SWD's allocation letter(s), if any.
- For NGOs with Visiting Medical Practitioner Service Team which arrange delivery of the service under the Programme to all private and self-financing RCHEs, RCHEs as well as contract homes operated by private operators only.

Schedule for Rent and RatesAnalysis of Subvention and Expenditure for the period from 1 April 2021 to 31 March 2022Name Agency : Women's Welfare Club, Western District, Hong Kong (772)

Unit Code and Name	Subvented Element	Subvention Released (Note1)	Actual Expenditure	Surplus (Note 2)	Deficit (Note 2)
7770 - Kwan Kai Ming Memorial Chung Hok Elderly Centre	Rent (Note 3)	188,676	220,358	-	(31,682)
	Rates	22,781	8,340	14,441	-
	Total	211,457	228,698	14,441	(31,682)
	Grand Total	211,457	228,698	14,441	(31,682)

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.

Schedule for Investment
Analysis of Investment as at 31 March 2022

Agency : Women's Welfare Club, Western District, Hong Kong (772)

	2022 HK\$	2021 HK\$
LSG Reserve as at 31 March	<u>2,952,340</u>	<u>2,485,316</u>


Represented by:

Investments

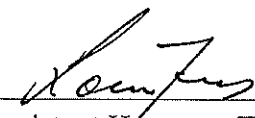
a. HKD Bank Account Balances	2,952,340	2,485,316
b. HKD 24-hour Call Deposits	-	-
c. HKD Fixed Deposits	-	-
d. HKD Certificate of Deposits	-	-
e. HKD Bonds (see appendix for breakdown)	-	-
	<u>2,952,340</u>	<u>2,485,316</u>

Note: The investments should be reported at historical cost

Confirmed by:-


Chairman:
Tsang Fung Kwan

Date 18 October 2022


Assistant Honorary Treasurer:
Tam Sin Ming Louisa

Date: 18 October 2022