

**HONG KONG & MACAU LUTHERAN  
CHURCH SOCIAL SERVICE LIMITED**  
港澳信義會社會服務有限公司

**EXECUTIVE COUNCIL'S REPORT  
AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 MARCH 2024**

**NICHOLAS FUNG & CO.**  
Certified Public Accountants

**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**REPORT OF THE EXECUTIVE COUNCIL  
FOR THE YEAR ENDED 31 MARCH 2024**

The Executive Council Members have pleasure in submitting their annual report and the audited financial statements for the year ended 31 March 2024.

**ASSOCIATION'S ACTIVITY**

The Association is engaged in provision of social and hostel services to the elderly persons.

**ACCOUNTS**

The surplus for the year ended 31 March 2024 and the financial position of the Association at 31 March 2024 are set out on pages 6 to 48 of the financial statements.

**EXECUTIVE COUNCIL MEMBERS**

The Executive Council Members during the year and up to the date of this report were:

Leung Yat Man (President)	
Yeung Man Yuk (Vice-president)	
Luk Chi Ho	
Shek Shui Hung	
Wong Wan	
Mak Kwok Ting	
Chan Wai Hung	
Chan Sun Keung	(Appointed on 1 January 2024)
Yiu Tsz Yan	(Appointed on 1 January 2024)
Wong Wai Tak	(Resigned on 1 January 2024)
Pang Tak Kin	(Resigned on 1 January 2024)

In accordance with the Association's Articles of Association, all the remaining Executive Council Members retire and, being eligible, offer themselves for re-election in the next annual general meeting.

No contract of significance to which the Association was a party and in which an Executive Council Member had a material interest subsisted at the end of the year or at any time during the year.

At no time during the year was the Association a party to any arrangement to enable the Executive Council Members to acquire benefits by means of acquisition of shares in or debentures of the Association or any other body corporate.

**BUSINESS REVIEW**

The Association falls within the reporting exemption for the financial year in accordance with the Companies Ordinance and is not required to prepare a business review for the year.

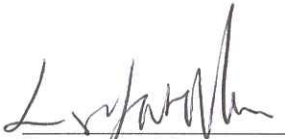
## MANAGEMENT CONTRACTS

No substantial contract concerning the management and administration of the Association was entered into and existed during the year.

## AUDITORS

Messrs. Nicholas Fung & Co., Certified Public Accountants, retire and, being eligible, offer themselves for re-appointment.

On behalf of the Executive Council



Leung Yat Man  
President

Hong Kong, 18 October 2024

馮卓堅會計師事務所  
NICHOLAS FUNG & CO.

Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT  
TO THE EXECUTIVE COUNCIL MEMBERS OF  
HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
港澳信義會社會服務有限公司

(Incorporated in Hong Kong and limited by guarantee)

*Opinion*

We have audited the financial statements of Hong Kong and Macau Lutheran Church Social Service Limited ("the Association") set out on pages 6 to 48, which comprise the statement of financial position as at 31 March 2024, and the statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Association as at 31 March 2024, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance, the "Lump Sum Grant Manual" and the "Rules on the Use of Social Welfare Subventions" as set out in the "Guide to Social Welfare Subventions" and other instructions issued by the Director of Social Welfare from time to time.

*Basis for Opinion*

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Information Other than the Financial Statements and Auditor's Report Thereon*

The Executive Council Members are responsible for the other information. The other information comprises the information included in the Executive Council Members' report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



馮卓堅會計師事務所  
**NICHOLAS FUNG & CO.**

Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT  
TO THE EXECUTIVE COUNCIL MEMBERS OF  
HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
港澳信義會社會服務有限公司

(Incorporated in Hong Kong with limited liability)

*Responsibilities of Executive Council Members and Those Charged with Governance for the Financial Statements*

The Executive Council Members are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and the Hong Kong Companies Ordinance, the "Lump Sum Grant Manual" and the "Rules on the Use of Social Welfare Subvention" as set out in the "Guide to Social Welfare Subventions" and other instructions issued by the Director of Social Welfare from time to time, and for such internal control as the Executive Council Members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive Council Members are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Executive Council Members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

*Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.

馮卓堅會計師事務所  
NICHOLAS FUNG & CO.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT  
TO THE EXECUTIVE COUNCIL MEMBERS OF  
HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED  
港澳信義會社會服務有限公司  
(Incorporated in Hong Kong with limited liability)

*Auditor's Responsibilities for the Audit of the Financial Statements (continued)*

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Council Members.
- Conclude on the appropriateness of the Executive Council Members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



NICHOLAS FUNG & CO.  
Certified Public Accountants

Hong Kong, 18 October 2024



**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2024**

	Note	2024 HK\$	2023 HK\$
<b>Non-current assets</b>			
Property, plant and equipment	8	1,069,513.42	606,452.65
<b>Current assets</b>			
Accounts receivables		57,273.00	317,390.00
Rent and rates subvention deficit account	9	127,201.50	87,447.50
Deposits and prepayment		296,521.00	285,373.00
Prevention of antibiotic resistant bacteria deficit account	10	-	189,672.80
Other grants receivables		-	111,577.52
Special grant on manpower support for residential and home-based care service units in respect of COVID-19 deficit account	11	-	70,462.00
Cash and bank balances		11,010,826.94	10,267,232.36
		<u>11,491,822.44</u>	<u>11,329,155.18</u>
<b>Current liabilities</b>			
Receipts in advance and temporary receipts		77,591.90	51,268.50
Accounts payable and accrued charges		42,000.00	40,000.00
Rent and rates subvention surplus account	9	-	9,934.00
Care assistants and programme assistants surplus account	12	1,025.00	1,025.00
Time-limited programme on enhancing infection control and ventilation of residential care homes for elderly surplus account	15	-	9,568.00
Lotteries Fund for Wi-Fi project surplus account	16	76,658.74	88,498.27
Lotteries fund for internet access surplus account	17	3,785.20	3,785.20
Social welfare development fund surplus account	18	462,878.13	459,071.70
Time-limited posts for elderly and rehabilitation services surplus account	19	-	58,019.75
Anti-virus coating spray for residential care homes for the elderly surplus account	20	0.20	0.20
Deferred income on other grant	21	462,351.33	304,561.63
Deferred income on lotteries fund block grant	22	132,946.29	74,966.99
		<u>1,259,236.79</u>	<u>1,100,699.24</u>
<b>Net current assets</b>		<u><u>10,232,585.65</u></u>	<u><u>10,228,455.94</u></u>

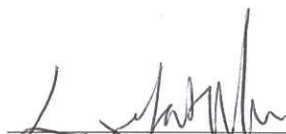
**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
港澳信義會社會服務有限公司


**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2024**

	Note	2024 HK\$	2023 HK\$
<b>Non-current liabilities</b>			
Deferred income on other grant	21	336,550.34	125,801.00
Deferred income on lotteries fund block grant	22	84,942.64	48,003.66
		<u>421,492.98</u>	<u>173,804.66</u>
<b>NET ASSETS</b>		<u><u>10,880,606.09</u></u>	<u><u>10,661,103.93</u></u>
<b>FUNDS AND RESERVES</b>			
<b>Accumulated surplus</b>	23	12,178.76	80,174.21
<b>Reserve fund</b>	24	9,228,365.86	8,539,109.36
<b>Flag day fund</b>	25	753,887.30	1,249,767.50
<b>F &amp; E replenishment and minor works block grant reserve</b>	26	<u>886,174.17</u>	<u>792,052.86</u>
		<u><u>10,880,606.09</u></u>	<u><u>10,661,103.93</u></u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

Approved by the Council on 18 October 2024

  
\_\_\_\_\_  
Leung Yat Man  
President

  
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Yeung Man Yuk  
Vice-president



**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2024**

	Note	2024 HK\$	2023 HK\$
<b>INCOME</b>			
Social welfare subventions			
Lump Sum Grant		20,560,793.00	19,457,687.00
Subvention for -			
Infirmarium care supplement for residential elderly services	13	579,540.00	848,070.00
Dementia supplement for residential elderly services	14	890,069.00	905,592.00
Rent and rates		1,657,052.00	1,657,052.00
		<u>23,687,454.00</u>	<u>22,868,401.00</u>
Grant received from social welfare development fund			-
Grant to time-limited posts for elderly and rehabilitation services	19	-	196,200.00
Donation from The Hong Kong Jockey Club Charities Trust		674,674.20	-
Living allowance for carers of elderly person		18,500.00	-
Special allowance for the staff of RCHEs and RCHDs		-	310,000.00
Special grant for special allowance for Staff of Subvented Residential Service Units in respect of COVID-19	11	-	199,249.00
Special grant on enhancing infection control and ventilation of RCHEs and RCHDs	15	-	9,568.00
Special subsidy from the Hong Kong Council of Social Services		-	142,727.00
Training subsidy to staff of RCHEs		-	14,000.00
Subsidy for Prevention of Antibiotic Resistant Bacteria project		246,625.80	-
One-off subsidy for elderly centres for purchase of warm items		20,800.00	20,100.00
Subsidy for Wi-Fi project	16	-	26,400.00
Membership fee income		22,827.00	19,509.00
Programme income		435,490.00	51,745.00
Boarding fee income		1,820,719.20	1,687,666.90
Messing income		113,888.00	109,909.50
Bank interest income		74,189.23	20,113.71
Lotteries fund block grant recognised	22	159,909.62	124,169.21
Other grant recognised	21	641,111.96	896,760.64
Donation received		20,360.00	59,840.00
Other income		119,312.82	60,117.75
Gain on disposals of property, plant and equipment		13,500.00	-
		<u>28,069,361.83</u>	<u>26,816,476.71</u>
<b>LESS: EXPENDITURE (SCH.1)</b>		<u>(27,850,458.28)</u>	<u>(26,839,566.67)</u>
<b>INCOME OVER EXPENDITURE</b>		<u>218,903.55</u>	<u>(23,089.96)</u>

**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2024**

	Note	2024 HK\$	2023 HK\$
Transfer of deficit/(surplus) to -			
Actuarial service deficit account		-	300,000.00
Rent and rates recoverable from Social Welfare Department (“SWD”)	9	127,202.00	87,448.00
Prevention of antibiotic resistant bacteria deficit account		(189,672.80)	69,263.00
Rent and rates surplus account	9	-	(9,934.00)
Manpower support for residential and home-based care service units in respect of COVID-19		-	(95,192.00)
Special allowance for the staff of RCHEs and RCHDs		-	(78,000.00)
Social welfare development fund surplus account	18	-	43,975.00
Time-limited posts for elderly and rehabilitation services surplus account	19	-	(35,017.17)
Time-limited programme on enhancing infection control and ventilation of residential care homes for elderly surplus account	15	9,568.00	(9,568.00)
Special subsidy for visiting medical practitioner Scheme for RCHE and RCHD		-	102,500.00
On-site quarantine allowance		-	250,750.00
Jockey Club Community eHealth Care Project		10,873.00	-
Jockey Club Digital Tablet and Online Support Programme for Homebound Elderly		(50,331.90)	-
Lotteries Fund for Wi-Fi project surplus account	16	12,339.00	(9,948.00)
Deferred income on Lotteries Fund		(13,500.00)	-
		(93,522.70)	616,276.83
<b>SURPLUS FOR THE YEAR</b>		<u>125,380.85</u>	<u>593,186.87</u>

**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2024**

**SCHEDULE 1 – EXPENDITURE**

	Note	2024 HK\$	2023 HK\$
Actuarial service expenses		-	300,000.00
Auditors' remuneration		42,000.00	40,000.00
Advertising		22,776.80	18,715.60
Bank charges		1,129.85	1,533.55
Cleaning		84,200.10	91,036.20
Compensations paid		179,958.33	-
Computer expenses		33,847.20	11,282.00
Dementia supplement for residential elderly services	14	890,069.00	905,592.00
Depreciation		869,210.37	1,155,264.98
Electricity, gas and water		643,065.17	618,127.08
Expenses for Special allowance for Staff of RCHE and RCHD		-	232,000.00
Expenses for prevention for antibiotic resistant bacteria	10	56,953.00	69,263.00
Expenses for elderly centres for purchase of warm items		20,800.00	20,100.00
Expenses for Jockey Club Digital Tablet and Online Support Programme		286,782.70	-
Expenses for Jockey Club eHealth care project		348,432.60	-
Expenses for time-limited programme on enhancing infection control and ventilation of residential care homes for Elderly		9,568.00	-
Expenses for time-limited posts for elderly and rehabilitation services		-	161,182.83
Expenses for on-site quarantine allowance		-	250,750.00
Expenses for manpower support for residential and home-based care service units in respect of COVID-19	11	-	104,057.00
Expenses for Training Subsidy Scheme		-	7,000.00
Expenses for extra visiting medical practitioner Scheme for RCHE and RCHD		-	102,500.00
Expenses for Hong Kong Council of Social Services programme		-	142,727.00
Food		1,127,790.40	1,136,131.95
Infection control expenses		3,743.00	1,272.00
Infirmary care supplement for residential elderly services	13	579,540.00	848,070.00
Insurance		113,683.67	114,630.08
iSocial Maintenance Fee		54,000.00	-
Laundry charges		-	6,000.00
Legal and professional fee		5,100.00	5,100.00
Medical expenses		44,320.00	40,960.00
Medical instrument and expenses		339,817.30	394,059.30
Motor vehicle operating expenses		67,240.69	37,343.37
Newspaper and magazine		13,600.00	8,151.00
Occupational therapy expenses		176,715.00	154,560.00
Patient accompany fee		-	79,200.00



**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 MARCH 2024**

**SCHEDULE 1 – EXPENDITURE (CONTINUED)**

	Note	2024 HK\$	2023 HK\$
Postage		2,401.30	13,692.60
Printing and stationery		56,040.88	55,618.07
Programme expenses		730,515.65	331,540.30
Provident fund contributions		930,074.77	807,991.98
Registration fee		1,800.00	1,800.00
Relief staff service fee		2,461,332.80	2,273,656.40
Rent, rates and building management fee	9		
- Rent		1,411,347.96	1,405,395.10
- Rates		119,100.00	83,100.00
- Building management fee		261,360.00	250,272.00
Repairs and maintenance		279,526.23	224,712.30
Salaries and responsibility allowance			
- Salaries		14,910,815.68	13,699,372.66
- Relief workers salaries		98,687.50	126,322.50
Speech therapy services fee		114,223.80	104,850.00
Spiritual care service expenses		124,533.00	111,690.00
Staff training expenses		9,500.00	53,575.00
Storage		103,808.00	6,628.00
Secretarial fee		2,405.00	2,905.00
Sewage charges		6,413.93	6,494.42
Sundry expenses		138,863.80	148,861.00
Telephone		52,668.00	48,810.90
Travelling and transportation		8,357.80	9,217.50
Wifi expenses	16	12,339.00	16,452.00
		<u>27,850,458.28</u>	<u>26,839,566.67</u>



HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED  
 港澳信義會社會服務有限公司

STATEMENT OF CHANGES IN FUNDS  
 FOR THE YEAR ENDED 31 MARCH 2024

	Accumulated surplus HK\$	Reserve fund HK\$	Flag day fund HK\$	F & E replenishment and minor works block grant reserve HK\$	Total HK\$
Balance as at 1 April 2022	166,385.26	7,835,380.94	1,249,767.50	597,182.22	9,848,715.92
Surplus of block grant over expenditure	-	-	-	194,870.64	194,870.64
Surplus for the year	593,186.87	-	-	-	593,186.87
Transfer from accumulated fund to reserve fund	(645,104.00)	645,104.00	-	-	-
Refund of provident fund from the Government	-	109,054.50	-	-	109,054.50
Refund of provident fund to the Government	-	(84,724.00)	-	-	(84,724.00)
Previous year adjustment	(34,293.92)	34,293.92	-	-	-
Balance as at 31 March 2023	80,174.21	8,539,109.36	1,249,767.50	792,052.86	10,661,103.93
Surplus of block grant over expenditure	-	-	-	94,121.31	94,121.31
Surplus for the year	125,380.85	-	-	-	125,380.85
Transfer from accumulated fund to reserve fund	(664,256.50)	664,256.50	-	-	-
Transfer from accumulated fund to Flag day fund	495,880.20	-	(495,880.20)	-	-
Previous year adjustment	(25,000.00)	25,000.00	-	-	-
Balance as at 31 March 2024	12,178.76	9,228,365.86	753,887.30	886,174.17	10,880,606.09

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.

**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2024**

	2024 HK\$	2023 HK\$
<b>Cash flows from operating activities</b>		
Surplus for the year	125,380.85	593,186.87
Adjustments for:		
Depreciation	869,210.37	1,155,264.98
Bank interest income	(74,189.23)	(20,113.71)
Lotteries fund block grant	(159,909.62)	(124,169.21)
Other grant recognised	(641,111.96)	(896,760.64)
Gain on disposal of property, plant and equipment	(13,500.00)	-
Operating surplus before working capital changes	105,880.41	707,408.29
Decrease in accounts receivable	260,117.00	21,522.80
(Increase)/Decrease in rent and rates subvention deficit account	(39,754.00)	554,891.00
Increase in deposits and prepayment	(11,148.00)	(14,094.00)
Decrease/(Increase) in prevention of antibiotic resistant bacteria deficit account	189,672.80	(69,263.00)
Decrease in other grants receivables	111,577.52	325,929.40
Decrease in special grant on manpower support for residential and home-based care service units in respect of COVID-19 deficit account	70,462.00	95,192.00
Decrease in special allowance for the staff of RCHEs and RCHDs deficit account	-	76,000.00
Increase/(Decrease) in receipts in advance and temporary receipts	26,323.40	(1,725.20)
Increase/(Decrease) in accounts payable and accrued charges	2,000.00	(976,108.65)
(Decrease)/Increase in rent and rates surplus account	(9,934.00)	6,621.00
Decrease in special subsidy for on-site quarantine allowance surplus account	-	(964,000.00)
(Decrease)/Increase in time-limited programme on enhancing infection control and ventilation of residential care homes for elderly surplus account	(9,568.00)	9,568.00
Decrease in special subsidy for visiting medical practitioner scheme for RCHEs & RCHDs surplus account	-	(195,000.00)
(Decrease)/Increase in Lotteries Fund for Wi-Fi project surplus account	(11,839.53)	10,167.64
Increase/(Decrease) in social welfare development fund surplus account	3,806.43	(42,872.99)
Decrease in time-limited posts for elderly and Rehabilitation services surplus account	(58,019.75)	(30,382.83)
Net cash generated from/(used in) operating activities	629,576.28	(486,146.54)

**HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**  
**港澳信義會社會服務有限公司**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2024**

	2024 HK\$	2023 HK\$
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(1,332,271.14)	(543,992.00)
Interest received	74,189.23	20,113.71
Proceed from disposal of property, plant and equipment	13,500.00	-
	<u>(1,244,581.91)</u>	<u>(523,878.29)</u>
<b>Net cash used in investing activities</b>		
<b>Cash flows from financing activities</b>		
Lotteries fund block grant received	348,949.21	338,881.64
Other grants received	1,009,651.00	377,403.00
Refund of provident fund from the Government	-	24,330.50
	<u>1,358,600.21</u>	<u>740,615.14</u>
<b>Net cash generated from financing activities</b>		
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>743,594.58</u>	<u>(269,409.69)</u>
<b>Cash and cash equivalents at beginning of the reporting period</b>	10,267,232.36	10,536,642.05
<b>Cash and cash equivalents at the end of the reporting period</b>	<u>11,010,826.94</u>	<u>10,267,232.36</u>
<b>Analysis of cash and cash equivalents</b>		
Cash and bank balances	<u>11,010,826.94</u>	<u>10,267,232.36</u>

The accompanying Accounting Policies and Explanatory Notes form an integral part of, and should be read in conjunction with, these financial statements.



**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: SUPERVISORY SUPPORT FOR ELDERLY**

**AGENCY CODE: 260**

**UNIT CODE: 2484**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>INCOME</b>		
19,457,687.00	Social welfare subventions Lump Sum Grant	20,560,793.00	
196,200.00	Grant to time-limited posts for elderly and rehabilitation Services	-	
20,113.71	Bank interest income	74,189.23	
-	Sundry income	63,571.64	
500.00	Lotteries fund block grant	3,999.67	Note 22
19,674,500.71	<b>TOTAL INCOME</b>	20,702,553.54	(A)
	<b>EXPENDITURE</b>		
	<b>PERSONAL EMOLUMENTS:</b>		
1,752,579.16	Salaries	2,018,864.95	
183,453.36	Provident fund contributions	185,919.97	
4,675.00	Medical expenses	5,500.00	
1,940,707.52	<b>TOTAL PERSONAL EMOLUMENTS</b>	2,210,284.92	
	<b>OTHER CHARGES:</b>		
	<b>UTILITIES</b>		
9,298.00	Electricity	9,986.00	
-	<b>FOOD</b>	-	
	<b>ADMINISTRATIVE EXPENSES</b>		
300,000.00	Actuarial services fee	-	
88.00	Postage	199.00	
6,648.90	Telephone	6,384.00	
715.55	Bank charges	786.65	
4,201.10	Rent and rates	7,553.96	
2,905.00	Secretarial fee	2,405.00	
	Audit fee		
9,000.00	a) Annual audit	9,000.00	
323,558.55	<b>SUB-TOTAL</b>	26,328.61	



**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: SUPERVISORY SUPPORT FOR ELDERLY**

**AGENCY CODE: 260**

**UNIT CODE: 2484**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>STORES AND EQUIPMENT</b>		
1,384.10	Cleaning materials	984.30	
12,934.12	Printing and stationery	10,063.38	
14,318.22		11,047.68	
	<b>REPAIRS AND MAINTENANCE</b>		
8,269.00	Minor purchases, repair and maintenance	22,561.00	
8,269.00		22,561.00	
	<b>TRANSPORT AND TRAVELLING</b>		
1,672.50	Other traveling expenses	1,370.80	
	<b>INSURANCE PREMIUM</b>		
47,179.63	Public liability	52,141.84	
55,838.85	Employees' compensation	49,930.23	
103,018.48	<b>SUB-TOTAL</b>	102,072.07	
	<b>MISCELLANEOUS</b>		
18,069.00	Depreciation	8,403.00	
4,000.00	Expenses for Time-limited Posts for Elderly and Rehabilitation Services	-	
11,372.80	Sundry expenses	10,396.20	
33,441.80	<b>SUB-TOTAL</b>	18,799.20	
493,576.55	<b>TOTAL OTHER CHARGES</b>	192,165.36	
2,434,284.07	<b>TOTAL EXPENDITURE</b>	2,402,450.28	(B)
17,240,216.64	<b>INCOME LESS EXPENDITURE (A) – (B)</b>	18,300,103.26	
300,000.00	<b>TRANSFER OF SURPLUS TO SOCIAL WELFARE DEVELOPMENT FUND SURPLUS ACCOUNT</b>	-	

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: SUPERVISORY SUPPORT FOR ELDERLY**

**AGENCY CODE: 260**

**UNIT CODE: 2484**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
(192,200.00)	<b>TRANSFER OF SURPLUS TO TIME-LIMITED POSTS FOR ELDERLY AND REHABILITATION SERVICES SURPLUS ACCOUNT</b>	-	
(17,365,585.64)	<b>TRANSFER OF SURPLUS TO RESERVE FUND</b>	(18,300,296.59)	
(17,569.00)	<b>BALANCE FOR THE YEAR TRANSFERRED TO ACCUMULATED GENERAL FUND</b>	(193.33)	

Notes: The entire activities of the centre are complied with those as set out in the Funding and Service Agreement.

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: WAI KEI HOSTEL**

**AGENCY CODE: 260**

**UNIT CODE: 2486**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>INCOME</b>		
	Social welfare subventions		
848,070.00	Subvention for infirmary care supplement for residential elderly services	579,540.00	Note 13
905,592.00	Subvention for dementia supplement for residential elderly services	890,069.00	Note 14
915,713.00	Subvention for rent and rates	915,713.00	Note 9
-	Subsidy for Prevention of Antibiotic Resistant Bacteria project	246,625.80	
310,000.00	Special allowance for the staff of RCHEs and RCHDs	-	
199,249.00	Special Grant for Special allowance for Staff of Subvented Residential Service Units in respect of COVID-19	-	Note 11
9,568.00	Special Grant on enhancing infection control for RCHEs and RCHDs	-	Note 15
80,400.00	Special subsidy from the Hong Kong Council of Social Services	-	
	Fee income		
1,687,666.90	Boarding fee	1,820,719.20	
109,909.50	Staff messing income	113,888.00	
	Other income		
46,743.40	Sundry income	55,259.88	
400.00	Programme income	2,720.00	
14,000.00	Training subsidy to staff of RCHEs	-	
33,000.00	Donation received	2,000.00	
113,968.54	Lotteries fund block grant	151,279.66	Note 22
341,002.34	Other grant income	476,754.67	Note 21
-	Gain on disposals of property, plant and equipment	13,500.00	
5,615,282.68	<b>TOTAL INCOME</b>	5,268,069.21	(A)
	<b>EXPENDITURE</b>		
	<b>PERSONAL EMOLUMENTS:</b>		
8,756,449.96	Salaries	9,248,750.76	
126,322.50	Relief workers	98,687.50	
485,222.04	Provident fund contributions	507,936.52	
30,425.00	Medical expenses	28,850.00	
9,398,419.50	<b>TOTAL PERSONAL EMOLUMENTS</b>	9,884,224.78	

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: WAI KEI HOSTEL**

**AGENCY CODE: 260**

**UNIT CODE: 2486**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>OTHER CHARGES: UTILITIES</b>		
407,416.00	Electricity	446,778.00	
164,223.00	Gas and fuel	150,131.00	
15,659.08	Water	14,888.17	
6,494.42	Sewage charge	6,413.93	
593,792.50	<b>SUB-TOTAL</b>	618,211.10	
	<b>FOOD</b>		
87,958.10	Food for staff	89,704.90	
1,048,173.85	Food for clients	1,038,085.50	
1,136,131.95	<b>SUB-TOTAL</b>	1,127,790.40	
	<b>ADMINISTRATIVE EXPENSES</b>		
1,964.80	Postage	1,957.60	
21,551.00	Telephone	22,880.00	
15,478.00	Advertisement for staff recruitment	22,095.20	
738.70	Bank charges for auto-pay of salaries/residential fees	244.40	
5,641.00	Computer expenses	16,923.60	
-	Compensation paid	179,958.33	
2,800.00	Legal and professional fee	2,800.00	
-	iSocial Maintenance Fee	30,000.00	
	Registration fee under Occupational Retirement		
1,800.00	Scheme Ordinance	1,800.00	
37,000.00	Staff training	-	
	Audit fee		
2,300.00	a) For Registered Occupational Retirement Scheme	2,300.00	
18,000.00	b) Annual audit	19,000.00	
107,273.50	<b>SUB-TOTAL</b>	299,959.13	



**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: WAI KEI HOSTEL**

**AGENCY CODE: 260**

**UNIT CODE: 2486**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>STORES AND EQUIPMENT</b>		
86,912.10	Cleaning materials	80,575.30	
6,000.00	Laundry charges	-	
18,512.33	Printing and stationery	19,089.76	
6,628.00	Storage	103,808.00	
7,016.00	Newspapers and periodicals	7,420.00	
125,068.43	<b>SUB-TOTAL</b>	210,893.06	
	<b>REPAIRS AND MAINTENANCE</b>		
159,280.30	Minor purchases, repairs and maintenance	169,097.84	
36,480.00	Fire services equipment	33,910.00	
195,760.30	<b>SUB-TOTAL</b>	203,007.84	
	<b>PROGRAMME EXPENSES</b>		
47,103.90	Programme expenses	39,683.00	
	<b>TRANSPORT AND TRAVELLING</b>		
	Vehicle expenses:-		
114.00	a) Vehicle license	674.00	
7,426.37	b) Third party insurance	25,280.89	
29,803.00	c) Petroleum and toll	41,285.80	
5,268.60	Other traveling expenses	3,880.60	
42,611.97	<b>SUB-TOTAL</b>	71,121.29	
	<b>THERAPY AND MEDICAL INSTRUMENT</b>		
393,944.80	Medical instrument and expenses	339,817.30	
154,560.00	Occupational therapy expenses	176,715.00	
104,850.00	Speech therapy services fee	114,223.80	
653,354.80	<b>SUB-TOTAL</b>	630,756.10	
	<b>RELIEF STAFF SERVICE</b>		
2,273,656.40	Relief staff service fee	2,461,332.80	

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: WAI KEI HOSTEL**

**AGENCY CODE: 260**

**UNIT CODE: 2486**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
542,274.02	<b>MISCELLANEOUS</b> Depreciation	682,016.01	
-	Expenses for time-limited programme on enhancing infection control and ventilation of RCHE	9,568.00	
69,263.00	Expenses for prevention for antibiotic resistant bacteria	56,953.00	Note 10
232,000.00	Expenses for Special allowance for Staff of RCHEs and RCHDs	-	
83,279.60	Expenses for Time-limited Posts for Elderly and Rehabilitation Services	-	
250,750.00	Expenses for on-site quarantine allowance	-	
104,057.00	Expenses for manpower support for residential and home-based care service units in respect of COVID-19	-	Note 11
7,000.00	Expenses for Training Subsidy Scheme	-	
80,400.00	Expenses for Hong Kong Council of Social Services programme	-	
79,200.00	Patient accompany fee	-	
111,690.00	Spiritual care service	124,533.00	
113,250.90	Sundry expenses	100,731.30	
1,673,164.52	<b>SUB-TOTAL</b>	973,801.31	
6,847,918.27	<b>TOTAL OTHER CHARGES</b>	6,636,556.03	
	<b>COST OF ACCOMMODATION:</b>		
	<b>RENT</b>		
837,000.00	PHE rental	837,000.00	
41,750.00	Carpark rental	44,350.00	
-	Government rent	-	
878,750.00	<b>SUB-TOTAL</b>	881,350.00	Note 9
52,600.00	<b>RATES</b>	64,600.00	Note 9
931,350.00	<b>TOTAL COST OF ACCOMMODATION</b>	945,950.00	

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: WAI KEI HOSTEL**

**AGENCY CODE: 260**

**UNIT CODE: 2486**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
848,070.00	<b>INFIRMARY CARE SUPPLEMENT FOR RESIDENTAL ELDERLY SERVICES</b>	579,540.00	Note 13
905,592.00	<b>DEMENTIA SUPPLEMENT FOR RESIDENTAL ELDERLY SERVICES</b>	890,069.00	Note 14
102,500.00	<b>EXTRA VISITING MEDICAL PRACTITIONER SCHEME FOR RCHE AND RCHD</b>	-	
19,033,849.77	<b>TOTAL EXPENDITURE</b>	18,936,339.81	(B)
(13,418,567.09)	<b>INCOME LESS EXPENDITURE (A)-(B)</b>	(13,668,270.60)	
18,950.00	<b>DEFICIT ON RENT AND RATES REFUNDABLE FROM SWD</b>	30,237.00	Note 9
69,263.00	<b>DEFICIT ON PREVENTION OF ANTIBIOTIC RESISTANT BACTERIA</b>	(189,672.80)	Note 10
(3,313.00)	<b>TRANSFER OF RENT AND RATES SURPLUS ACCOUNT</b>	-	Note 9
(95,192.00)	<b>TRANSFER OF DEFICIT TO SPECIAL GRANT ON MANPOWER SUPPORT FOR RESIDENTIAL AND HOME-BASED CARE SERVICE UNITS IN RESPECT OF COVID-19</b>	-	
(78,000.00)	<b>TRANSFER OF DEFICIT TO SPECIAL ALLOWANCE FOR THE STAFF OF RCHEs AND RCHDs</b>	-	
37,000.00	<b>TRANSFER OF DEFICIT TO SOCIAL WELFARE DEVELOPMENT FUND</b>	-	
(9,568.00)	<b>TRANSFER OF SURPLUS TO TIME-LIMITED PROGRAMME ON ENHANCING INFECTION CONTROL AND VENTILATION OF RCHEs</b>	9,568.00	Note 15



**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: WAI KEI HOSTEL**

**AGENCY CODE: 260**

**UNIT CODE: 2486**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
-	<b>TRANSFER OF SURPLUS TO DEFFERED INCOME ON LOTTERIES FUND</b>	(13,500.00)	
102,500.00	<b>TRANSFER OF SURPLUS TO SPECIAL SUBSIDY FOR VISITING MEDICAL PRACTITIONER SCHEME FOR RCHEs &amp; RCHDs</b>	-	
250,750.00	<b>TRANSFER OF SURPLUS TO SPECIAL SUBSIDY FOR ON-SITE QUARANTINE ALLOWANCE</b>	-	
83,279.60	<b>TRANSFER OF SURPLUS TO TIME-LIMITED POSTS FOR ELDERLY AND REHABILITATION SERVICES</b>	-	
13,000,955.35	<b>TRANSFER OF DEFICIT TO RESERVE FUND</b>	13,349,450.12	
-	<b>TRANSFER OF DEFICIT TO FLAG DAY FUND</b>	454,956.60	
(41,942.14)	<b>BALANCE FOR THE YEAR TRANSFERRED TO ACCUMULATED GENERAL FUND</b>	(27,231.68)	

Notes: The entire activities of the centre are complied with those as set out in the Funding and Service Agreement.

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: KEI FUK ELDERLY CENTRE**

**AGENCY CODE: 260**

**UNIT CODE: 7750**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>INCOME</b>		
741,339.00	Subvention for rent and rates	741,339.00	Note 9
	Special subsidy from the Hong Kong Council of Social Services	-	
62,327.00	Subsidy for Wi-Fi project	-	Note 16
26,400.00	Fee income (membership fee)	22,827.00	
19,509.00	Sundry income	481.30	
13,374.35	Programme income	432,770.00	
51,345.00	One-off subsidy for elderly centres for purchase of warm items	20,800.00	
20,100.00	Donation from The Hong Kong Jockey Club Charities Trust	674,674.20	
-	Living allowance for carers of elderly person	18,500.00	
26,840.00	Donation received	18,360.00	
9,700.67	Lotteries fund block grant	4,630.29	Note 22
555,758.30	Other grant income	164,357.29	Note 21
<b>1,526,693.32</b>	<b>TOTAL INCOME</b>	<b>2,098,739.08</b>	<b>(A)</b>
	<b>EXPENDITURE</b>		
	<b>PERSONAL EMOLUMENTS:</b>		
3,190,343.54	Salaries	3,643,199.97	
139,316.58	Provident fund contributions	236,218.28	
5,860.00	Medical expenses	9,970.00	
<b>3,335,520.12</b>	<b>TOTAL PERSONAL EMOLUMENTS</b>	<b>3,889,388.25</b>	
	<b>OTHER CHARGES:</b>		
	<b>UTILITIES</b>		
21,531.00	Electricity	21,282.00	
-	<b>FOOD</b>	-	
	<b>ADMINISTRATIVE EXPENSES</b>		
11,639.80	Postage	244.70	
20,611.00	Telephone	23,404.00	
79.30	Bank charges for auto-pay of salaries/residential fees	98.80	
5,641.00	Computer expenses	16,923.60	
-	iSocial Maintenance Fee	24,000.00	
3,237.60	Recruitment expenses	681.60	
16,575.00	Staff training	9,500.00	
	Audit fee		
13,000.00	a) Annual audit	14,000.00	
<b>70,783.70</b>	<b>SUB-TOTAL</b>	<b>88,852.70</b>	

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: KEI FUK ELDERLY CENTRE**

**AGENCY CODE: 260**

**UNIT CODE: 7750**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
	<b>STORES AND EQUIPMENT</b>		
2,740.00	Cleaning materials	2,640.50	
24,171.62	Printing and stationery	26,887.74	
1,135.00	Newspapers and periodicals	6,180.00	
28,046.62	<b>SUB-TOTAL</b>	35,708.24	
	<b>REPAIRS AND MAINTENANCE</b>		
20,683.00	Minor purchases, repairs and maintenance	53,957.39	
-	Fire services equipment	-	
20,683.00	<b>SUB-TOTAL</b>	53,957.39	
	<b>PROGRAMME EXPENSES</b>		
284,436.40	Programme expenses	690,832.65	
-	Expenses for Jockey Club Digital Tablet and Online Support Programme	286,782.70	
-	Expenses for Jockey Club eHealth care project	348,432.60	
284,436.40	<b>SUB-TOTAL</b>	1,326,047.95	
	<b>TRANSPORT AND TRAVELLING</b>		
2,276.40	Transportation	3,106.40	
	<b>INSURANCE PREMIUM</b>		
11,611.60	Public liability	11,611.60	
	<b>THERAPY AND MEDICAL INSTRUMENT</b>		
114.50	Medical instrument and expenses	-	
	<b>MISCELLANEOUS</b>		
594,921.96	Depreciation	178,791.36	
20,100.00	Expenses for elderly centres for purchase of warm items	20,800.00	
73,903.23	Expenses for time-limited posts for elderly and rehabilitation services	-	
62,327.00	Expenses for Hong Kong Council of Social Services programme	-	
1,272.00	Infection control expenses	3,743.00	
24,237.30	Sundry expenses	27,736.30	
16,452.00	Wi-Fi expenses	12,339.00	
793,213.49	<b>SUB-TOTAL</b>	243,409.66	Note 16



**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: KEI FUK ELDERLY CENTRE**

**AGENCY CODE: 260**

**UNIT CODE: 7750**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
1,232,696.71	<b>TOTAL OTHER CHARGES</b>	1,783,975.94	
	<b>COST OF ACCOMMODATION: RENT</b>		
487,344.00	Private rental	487,344.00	
35,100.00	Government rent	35,100.00	
522,444.00	<b>SUB-TOTAL</b>	522,444.00	Note 9
250,272.00	Building management fee	261,360.00	Note 9
250,272.00	<b>SUB-TOTAL</b>	261,360.00	
30,500.00	<b>RATES</b>	54,500.00	Note 9
803,216.00	<b>TOTAL COST OF ACCOMMODATION</b>	838,304.00	
5,371,432.83	<b>TOTAL EXPENDITURE</b>	6,511,668.19	(B)
(3,844,739.51)	<b>INCOME LESS EXPENDITURE (A)-(B)</b>	(4,412,929.11)	
68,498.00	<b>DEFICIT ON RENT AND RATES REFUNDABLE FROM SWD</b>	96,965.00	Note 9
(6,621.00)	<b>TRANSFER OF RENT AND RATES SURPLUS ACCOUNT</b>	-	Note 9
6,975.00	<b>TRANSFER OF SURPLUS TO SOCIAL WELFARE DEVELOPMENT FUND</b>	-	
-	<b>TRANSFER OF JOCKEY CLUB COMMUNITY E-HEALTH CARE PROJECT</b>	10,873.00	
-	<b>TRANSFER OF JOCKEY CLUB DIGITAL TABLET AND ONLINE SUPPORT PROGRAMME</b>	(50,331.90)	
73,903.23	<b>TRANSFER OF SURPLUS TO TIME-LIMITED POSTS FOR ELDERLY AND REHABILITATION SERVICES</b>	-	
(9,948.00)	<b>TRANSFER OF SURPLUS TO WI-FI PROJECT SURPLUS ACCOUNT</b>	12,339.00	Note 16

**NAME OF AGENCY: HONG KONG & MACAU LUTHERAN CHURCH SOCIAL SERVICE LIMITED**

**NAME OF SUBVENTED SERVICE UNIT: KEI FUK ELDERLY CENTRE**

**AGENCY CODE: 260**

**UNIT CODE: 7750**

**BASIS: LUMP SUM GRANT**

**OPERATING INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD FROM 1 APRIL 2023 TO 31 MARCH 2024**

2023 HK\$		2024 HK\$	Remark/ Notes
3,719,526.29	<b>TRANSFER OF DEFICIT TO RESERVE FUND</b>	4,286,589.97	
-	<b>TRANSFER OF DEFICIT TO DEFICIT TO FLAG DAY FUND</b>	40,923.60	
7,594.01	<b>BALANCE FOR THE YEAR TRANSFERRED TO ACCUMULATED GENERAL FUND</b>	(15,570.44)	

Notes: The entire activities of the centre are complied with those as set out in the Funding and Service Agreement.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2024**

**1. STATUS OF THE ASSOCIATION**

The Association was incorporated in Hong Kong on 7 January 2014 under the Hong Kong Companies Ordinance as a company limited by guarantee. Pursuant to the Association's Memorandum of Association, every member of the Association undertakes to contribute to the assets of the Association, in the event of its being wound up, to the extent of HK\$100.

The Association's registered office is located at Shek On Building, 8 Chun Yan Street, Wong Tai Sin, Kowloon, Hong Kong.

The financial statements are presented in Hong Kong dollars, which is the same as the functional currency of the Association.

**2. BASIS OF PREPARATION**

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which also include Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong, the Hong Kong Companies Ordinance, the "Lump Sum Grant Manual", the "Rules on the use on the Social Welfare Subvention" and the "Rules for Aided Day Nurseries" as set out in the Guide to Social Welfare Subventions and other instructions issued by the Director of Social Welfare from time to time.

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

*Standards, amendment and interpretations*

The Association has adopted all relevant standards, amendment and interpretations effective for the financial period. The management is of the opinion that the adoption does not have any impact on the Association's financial statements.

The Association has not adopted any relevant standards, amendment and interpretations issued subsequent to but not being effective at 31 March 2024 of which the management is of the opinion that there will be no material impact on the financial statements for the period of initial application.



### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Association and when the revenue can be measured reliably, on the following bases:

- (i) Social welfare subvention from the government are recognised on an accrual basis.
- (ii) Government grants relating to general expenses are recognised as income as it received. Government grants relating to the purchases of property, plant and equipment are recognised as income on a systematic and rational basis over the useful life of the asset.
- (iii) Boarding fee income, messing income and programme income are recognised in the year in which the services are rendered.
- (iv) Donation received is recognised when the donation is received.
- (v) Membership fee is recognised in the accounting period to which the subscriptions are related.
- (vi) Interest income is recognised as it accrues using effective interest method.

#### (b) Property, plant and equipment

Property, plant and equipment are stated at cost less depreciation and are derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset calculated as the difference between the net disposal proceeds and the carrying amount of the item is included in the income and expenditure account in the year in which the item is derecognised.

Depreciation is provided to write off the cost of items of property, plant and equipment using the straight line method over their estimated useful lives as follows:

Leasehold improvement	3 years
Furniture, fixtures and office equipment	3 years
Computer equipment	3 years
Motor vehicle	3 years

#### (c) Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise cash on hand and demand deposits, and short term highly liquid investments which are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, and have a short maturity of generally within three months when acquired, less bank overdrafts which are repayable on demand and form an integral part of the Association's cash management.

#### (d) Receivables

Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment unless the effect of discounting would be immaterial, in which case they are stated at cost, less provision for impairment. A provision for impairment of receivables is established when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in the income and expenditure account.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) Payables

Payables are initially measured at fair value and, after initial recognition, at amortised cost, except for short-term payables with no stated interest rate and the effect of discounting being immaterial, that are measured at their original invoice amount.

(f) Government grants

A government grant is recognised when there is a reasonable assurance that the grant will be received and that the service units will comply with the conditions attached with it.

Grants relating to income are deferred and recognised in the statement of comprehensive income over the period necessary to match them with the costs they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are presented in the statement of financial position by setting up the grants as deferred income. The grants are recognised as income on a systematic and rational basis over the useful life of the asset.

(g) Retirement benefit schemes

The service units operate a defined contribution retirement benefits scheme under the Occupational Retirement Schemes Ordinance for those employees who are eligible and have elected to participate in the scheme. The assets of the scheme are held separately from those of the service units in an independently administered fund. Contributions are made based on a percentage of the participating employee's basic salaries and are charged to the operating income and expenditure account as they become payable in accordance with the rules of the scheme. When an employee leaves the scheme prior to his/her interest in the service units employer contributions vesting fully, the ongoing contributions payable by the service units' may be reduced by the relevant amount of forfeited contributions.

In addition, the service units also operate a defined contribution Mandatory Provident Fund ("MPF") retirement benefit scheme under the Mandatory Provident Fund Schemes Ordinance. Contributions to the MPF scheme are made based on a percentage of the employee's salaries and are charged to the operating income and expenditure account as they become payable in accordance with the rules of the MPF scheme. The service units' employer contributions are fully and immediately vested in favour of the employees.

(h) Related parties

Parties are considered to be related to the Association if the Association has the ability directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Association and the party are subject to common control or common significant influence. Related parties may be individual (being members of key management personnel, significant Executive Council Members and/or their close family members) or other entities and include entities which are under the significant of related parties of the Association where those parties are individuals, and post-employment benefit plans which are for the benefit of employees of the Association or of any entity that is a related party of the Association.



4. FINANCIAL INSTRUMENTS

4A. CATEGORIES OF FINANCIAL INSTRUMENTS

**Financial assets**

	2024 HK\$	2023 HK\$
<u>Loans and receivable</u>		
Accounts receivable	57,273.00	317,390.00
Rent and rates subvention deficit account	127,201.50	87,447.50
Prevention of antibiotic resistant bacteria deficit account	-	189,672.80
Other grants receivables	-	111,577.52
Special allowance for the staff of residential care RCHes and RCHDs deficit account	-	70,462.00
Cash and bank balances	11,010,826.94	10,267,232.36
	<u>11,195,301.44</u>	<u>11,043,782.18</u>

**Financial liabilities**

	2024 HK\$	2023 HK\$
<u>Amortised costs</u>		
Accounts payable and accrued charges	42,000.00	40,000.00
Rent and rates subvention surplus account	-	9,934.00
Care assistants and programme assistants surplus account	1,025.00	1,025.00
Time-limited programme on enhancing infection control and ventilation of residential care homes for elderly surplus account	-	9,568.00
Lotteries Fund for Wi-Fi project surplus account	76,658.74	88,498.27
Lotteries fund for internet access surplus account	3,785.20	3,785.20
Social welfare development fund surplus account	462,878.13	459,071.70
Time-limited posts for elderly and rehabilitation services surplus account	-	58,019.75
Anti-virus coating spray for residential care homes for the elderly surplus account	0.20	0.20
	<u>586,347.27</u>	<u>669,902.12</u>



#### 4. FINANCIAL INSTRUMENTS (CONTINUED)

##### 4B. FINANCIAL RISK MANAGEMENT

###### (a) Financial risk factors

Exposure to interest-rate risk, credit risk, liquidity risk and foreign currency risk arises in the normal course of the Association's operation. The board reviews and agrees the policies for managing each of these risks and they are summarised below:

###### (i) Credit risk

The Association's maximum exposure to risk in the event of the counterparties failure to perform their obligations as at 31 March 2024 in relation to each class of recognised financial assets is the carrying amount of those assets as stated in the statement of financial position. The management reviews the recoverable amount of each individual debt at each the end of the reporting period to ensure that the adequate impairment losses are made for measurable amounts. In this regard, the management considers that the Association's credit risk is significantly reduced.

The Association risk on liquid funds is limited because the counterparties are banks with high credit ratings.

Exposure to credit risk

At the end of the reporting period, the financial assets of the Association that were exposed to credit risk and their maximum exposure were as follows:

	2024		2023	
	Carrying amount in balance sheet HK\$	Maximum exposure to credit risk HK\$	Carrying amount in balance sheet HK\$	Maximum exposure to credit risk HK\$
Accounts receivables	57,273.00	57,273.00	317,390.00	317,390.00
Rent and rates subvention deficit account	127,201.50	127,201.50	87,447.50	87,447.50
Prevention of antibiotic resistant bacteria deficit account	-	-	189,672.80	189,672.80
Other grants receivables	-	-	111,577.52	111,577.52
Special allowance for the staff of residential care RCHes and RCHDs deficit account	-	-	70,462.00	70,462.00
Cash and bank balances	11,010,826.94	11,010,826.94	10,267,232.36	10,267,232.36
	<u>11,195,301.44</u>	<u>11,195,301.44</u>	<u>11,043,782.18</u>	<u>11,043,782.18</u>

4. FINANCIAL INSTRUMENTS (CONTINUED)

4B. FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Financial risk factors (continued)

(ii) Liquidity risk

Liquidity risk is the risk that funds will not be available to meet liabilities as they fall due, and it results from amount and maturity mismatches of assets and liabilities.

The Association's policy is to regularly monitor current and expected requirements to ensure that it maintains sufficient reserve of cash to meet its liquidity requirements in the short and longer terms.

The following table details the remaining contractual maturities at the end of the reporting period of the Association's financial liabilities which are based on contractual undiscounted cash flows and the earliest date the Association can be required to pay.

	2024		
	Carrying amount	Total contractual undiscounted cash flow	Within 1 year or on demand
	HK\$	HK\$	HK\$
Accounts payable and accrued charges	42,000.00	(42,000.00)	(42,000.00)
Care assistants and programme assistants surplus account	1,025.00	(1,025.00)	(1,025.00)
Lotteries Fund for Wi-Fi project surplus account	76,658.74	(76,658.74)	(76,658.74)
Lotteries fund for internet access surplus account	3,785.20	(3,785.20)	(3,785.20)
Social welfare development fund surplus account	462,878.13	(462,878.13)	(462,878.13)
Anti-virus coating spray for residential care homes for the elderly surplus account	0.20	(0.20)	(0.20)
	<u>586,347.27</u>	<u>(586,347.27)</u>	<u>(586,347.27)</u>

4. FINANCIAL INSTRUMENTS (CONTINUED)

4B. FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Financial risk factors (continued)

(ii) Liquidity risk (continued)

	2023		
	Carrying	Total	Within 1
	amount	contractual	year or on
	<u>          </u>	<u>undiscounted</u>	<u>demand</u>
	HK\$	cash flow	HK\$
	HK\$	HK\$	HK\$
Accounts payable and accrued charges	40,000.00	(40,000.00)	(40,000.00)
Rent and rates subvention surplus account	9,934.00	(9,934.00)	(9,934.00)
Care assistants and programme assistants surplus account	1,025.00	(1,025.00)	(1,025.00)
Time-limited programme on enhancing infection control and ventilation of residential care homes for elderly surplus account	9,568.00	(9,568.00)	(9,568.00)
Lotteries Fund for Wi-Fi project surplus account	88,498.27	(88,498.27)	(88,498.27)
Lotteries fund for internet access surplus account	3,785.20	(3,785.20)	(3,785.20)
Social welfare development fund surplus account	459,071.70	(459,071.70)	(459,071.70)
Time-limited posts for elderly and rehabilitation services surplus account	58,019.75	(58,019.75)	(58,019.75)
Anti-virus coating spray for residential care homes for the elderly surplus account	0.20	(0.20)	(0.20)
	<u>669,902.12</u>	<u>(669,902.12)</u>	<u>(669,902.12)</u>
	=====	=====	=====

(iii) Interest rate risk

Other than the bank balances which carry interest at prevailing market rates, the Association has no other significant interest-bearing assets or liabilities. Therefore, the interest risk mainly arises from interest-bearing bank deposits.

Since the Association's income and operating cash flows are substantially independent of changes in market interest rates, the changes in interest rates will have no material impact on the result of the Association. Accordingly, the sensitivity analysis in respect of changes in interest rates is not required.

(iv) Foreign currency risk

The Association operates in Hong Kong with almost all of the transactions settled in Hong Kong dollars therefore there would not be any significant expense to foreign exchange risks during the year.



#### 4. FINANCIAL INSTRUMENTS (CONTINUED)

#### 4B. FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Fair value estimation

All financial instruments are carried at the amounts not materially different from their fair values at the end of the reporting period because of the immediate or short term maturity of these instruments.

#### 5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Association makes estimates and assumptions concerning the future. The resulting accounting estimates with, by definition, seldom equal to the related actual results. The estimates and assumption that have a significant risk of carrying a material adjustment to the carrying amounts of assets and liabilities within next financial year are discussed below.

Depreciation of property, plant and equipment:

The Association's management determines the estimated useful lives and residual values for the related depreciation charges for property, plant and equipment. Management will revise the depreciation charge where useful lives and residual values are different to previous estimates, or will write-off or write-down technically obsolete or non-strategic assets that have been abandoned or sold.

#### 6. SURPLUS FOR THE YEAR

Surplus for the year is arrived at after charging:-

	2024	2023
	HK\$	HK\$
Auditors' remuneration	42,000.00	40,000.00
Depreciation	869,210.37	1,155,264.98
Operating lease charges – land and buildings	1,368,694.00	1,366,094.00
Staff cost -		
Salaries and allowances	14,910,815.68	13,825,695.16
Provident fund contributions	930,074.77	807,991.98
Staff training	9,500.00	53,575.00
Medical expenses	44,320.00	40,960.00
	=====	=====
and after crediting:-		
Gain on disposals of property, plant and equipment	13,500.00	-
	=====	=====

#### 7. TAXATION

No provision has been made for Hong Kong Profits Tax since, under section 88 of the Inland Revenue Ordinance, the Association is an approved charitable institution.

## 8. PROPERTY, PLANT AND EQUIPMENT

	Leasehold improvement HK\$	Furniture, fixtures and office equipment HK\$	Computer equipment HK\$	Motor vehicle HK\$	Total HK\$
<b>2024</b>					
<b>Cost</b>					
As at 1 April 2023	12,355,158.20	7,975,658.12	437,417.00	534,661.40	21,302,894.72
Additions	-	368,020.14	-	964,251.00	1,332,271.14
Disposals	-	-	-	(534,661.40)	(534,661.40)
As at 31 March 2024	12,355,158.20	8,343,678.26	437,417.00	964,251.00	22,100,504.46
<b>Accumulated depreciation and impairment loss</b>					
As at 1 April 2023	12,268,926.19	7,455,439.48	437,415.00	534,661.40	20,696,442.07
Charge for the year	66,707.67	481,085.70	-	321,417.00	869,210.37
Written back on disposals	-	-	-	(534,661.40)	(534,661.40)
As at 31 March 2024	12,335,633.86	7,936,525.18	437,415.00	321,417.00	21,030,991.04
<b>Net carrying amount</b>					
As at 31 March 2024	19,524.34	407,153.08	2.00	642,834.00	1,069,513.42
As at 31 March 2023	86,232.01	520,218.64	2.00	-	606,452.65
<b>2023</b>					
<b>Cost</b>					
As at 1 April 2022	12,296,585.20	7,490,239.12	437,417.00	534,661.40	20,758,902.72
Additions	58,573.00	485,419.00	-	-	543,992.00
As at 31 March 2023	12,355,158.20	7,975,658.12	437,417.00	534,661.40	21,302,894.72
<b>Accumulated depreciation and impairment loss</b>					
As at 1 April 2022	11,667,280.87	6,902,319.82	436,915.00	534,661.40	19,541,177.09
Charge for the year	601,645.32	553,119.66	500.00	-	1,155,264.98
As at 31 March 2023	12,268,926.19	7,455,439.48	437,415.00	534,661.40	20,696,442.07
<b>Net carrying amount</b>					
As at 31 March 2023	86,232.01	520,218.64	2.00	-	606,452.65
As at 31 March 2022	629,304.33	587,919.30	502.00	-	1,217,725.63

9. RENT AND RATES SUBVENTION (DEFICIT)/SURPLUS ACCOUNT

Unit no: 7750

Subvented service unit: Kei Fuk Elderly Centre (Basis: Lump Sum Grant)

<u>Subvention element</u>	2024			
	<u>Subvention released</u>	<u>Actual expenditure</u>	<u>Surplus</u>	<u>Deficit</u>
	HK\$	HK\$	HK\$	HK\$
Rent	516,538.00	522,444.00	-	(5,906.00)
Rates	37,121.00	54,500.00	-	(17,379.00)
Management fee	187,680.00	261,360.00	-	(73,680.00)
Backpay - rent	5,906.00	-	-	-
Backpay - management fee	62,592.00	-	-	-
	<u>809,837.00</u>	<u>838,304.00</u>	<u>-</u>	<u>(96,965.00)</u>

<u>Subvention element</u>	2023			
	<u>Subvention released</u>	<u>Actual expenditure</u>	<u>Surplus</u>	<u>Deficit</u>
	HK\$	HK\$	HK\$	HK\$
Rent	516,538.00	522,444.00	-	(5,906.00)
Rates	37,121.00	30,500.00	6,621.00	-
Management fee	187,680.00	250,272.00	-	(62,592.00)
Backpay - rent	506,750.00	-	-	-
Backpay - rates	1,879.00	-	-	-
Backpay - management fee	115,950.00	-	-	-
	<u>1,365,918.00</u>	<u>803,216.00</u>	<u>6,621.00</u>	<u>(68,498.00)</u>

Unit no: 2486

Subvented service unit: Wai Kei Hostel (Basis: Lump Sum Grant)

<u>Subvention element</u>	2024			
	<u>Subvention released</u>	<u>Actual expenditure</u>	<u>Surplus</u>	<u>Deficit</u>
	HK\$	HK\$	HK\$	HK\$
Rent	859,800.00	881,350.00	-	(21,550.00)
Rates	55,913.00	64,600.00	-	(8,687.00)
Backpay - rent	18,950.00	-	-	-
	<u>934,663.00</u>	<u>945,950.00</u>	<u>-</u>	<u>(30,237.00)</u>

<u>Subvention element</u>	2023			
	<u>Subvention released</u>	<u>Actual expenditure</u>	<u>Surplus</u>	<u>Deficit</u>
	HK\$	HK\$	HK\$	HK\$
Rent	859,800.00	878,750.00	-	(18,950.00)
Rates	55,913.00	52,600.00	3,313.00	-
Backpay - rent	17,760.00	-	-	-
	<u>933,473.00</u>	<u>931,350.00</u>	<u>3,313.00</u>	<u>(18,950.00)</u>



9. **RENT AND RATES SUBVENTION (DEFICIT)/SURPLUS ACCOUNT  
(CONTINUED)**

**Deficit account at year end date -**

	Wai <u>Kei Hostel</u> HK\$	Kei Fuk <u>Elderly Centre</u> HK\$	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	18,950.00	68,497.50	87,447.50	642,338.50
Backpay from SWD	(18,950.00)	(68,498.00)	(87,448.00)	(642,339.00)
Deficit for the year	30,237.00	96,965.00	127,202.00	87,448.00
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Balance at the end of the reporting period	30,237.00	96,964.50	127,201.50	87,447.50
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

**Surplus account at year end date -**

	Wai <u>Kei Hostel</u> HK\$	Kei Fuk <u>Elderly Centre</u> HK\$	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	3,313.00	6,621.00	9,934.00	3,313.00
Refund to the Government	(3,313.00)	(6,621.00)	(9,934.00)	(3,313.00)
Surplus for the year	-	-	-	9,934.00
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Balance at the end of the reporting period	-	-	-	9,934.00
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

10. **PREVENTION OF ANTIBIOTIC RESISTANT BACTERIA DEFICIT ACCOUNT**

**Subvented service unit: Wai Kei Hostel**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	(189,672.80)	(120,409.80)
Subvention received	246,625.80	-
Actual expenditure	(56,953.00)	(69,263.00)
	<u>                    </u>	<u>                    </u>
Balance at end of the reporting period	-	(189,672.80)
	<u>                    </u>	<u>                    </u>

11. SPECIAL GRANT ON MANPOWER SUPPORT FOR RESIDENTIAL AND HOME-BASED CARE SERVICE UNITS IN RESPECT OF COVID-19 DEFICIT ACCOUNT

Subvented service unit: Wai Kei Hostel

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	(70,462.00)	(165,654.00)
Subsidy received	-	199,249.00
Actual expenditure	-	(104,057.00)
Surplus for the year	-	95,192.00
Backpay from the Government	70,462.00	-
Balance at end of the reporting period	-	(70,462.00)

12. CARE ASSISTANTS AND PROGRAMME ASSISTANTS SURPLUS ACCOUNT

Subvented service unit: Wai Kei Hostel

	2024 HK\$	2023 HK\$
Balance at end of the reporting period	1,025.00	1,025.00

13. INFIRMARY CARE SUPPLEMENT FOR RESIDENTIAL ELDERLY SERVICES SURPLUS ACCOUNT

Subvention service unit: Wai Kei Hostel

<u>Subvention element</u>	<u>Subvention released</u> HK\$	2024	
		<u>Actual expenditure</u> HK\$	<u>Surplus</u> HK\$
Personal emoluments (PE)	579,540.00	579,540.00	-
Other charges (OC)	-	-	-
Total	579,540.00	579,540.00	-

<u>Subvention element</u>	<u>Subvention released</u> HK\$	2023	
		<u>Actual expenditure</u> HK\$	<u>Surplus</u> HK\$
Personal emoluments (PE)	848,070.00	848,070.00	-
Other charges (OC)	-	-	-
Total	848,070.00	848,070.00	-

**14. DEMENTIA SUPPLEMENT FOR RESIDENTIAL ELDERLY SERVICES SURPLUS ACCOUNT**

**Subvented service unit: Wai Kei Hostel**

<u>Subvention element</u>	<u>Subvention released</u> HK\$	2024	
		<u>Actual expenditure</u> HK\$	<u>Surplus</u> HK\$
Personal emoluments (PE)	890,069.00	890,069.00	-
Other charges (OC)	-	-	-
Total	<u>890,069.00</u>	<u>890,069.00</u>	<u>-</u>

<u>Subvention element</u>	<u>Subvention released</u> HK\$	2023	
		<u>Actual expenditure</u> HK\$	<u>Surplus</u> HK\$
Personal emoluments (PE)	905,592.00	905,592.00	-
Other charges (OC)	-	-	-
Total	<u>905,592.00</u>	<u>905,592.00</u>	<u>-</u>

**15. TIME-LIMITED PROGRAMME ON ENHANCING INFECTION CONTROL AND VENTILATION OF RESIDENTIAL CARE HOMES FOR ELDERLY SURPLUS ACCOUNT**

**Subvented service unit: Wai Kei Hostel**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	9,568.00	-
Subsidy received	-	9,568.00
Actual expenditure	(9,568.00)	-
(Deficit)/Surplus for the year	<u>(9,568.00)</u>	<u>9,568.00</u>
Balance at end of the reporting period	<u>-</u>	<u>9,568.00</u>



**16. LOTTERIES FUND FOR WI-FI PROJECT SURPLUS ACCOUNT**

**Subvented service unit: Kei Fuk Elderly Centre**

	2024 HK\$	2023 HK\$
Income		
- Lotteries Fund Grant	-	26,400.00
- Interest income	499.47	219.64
	<u>499.47</u>	<u>26,619.64</u>
Expenditure		
Other Expenditure		
(i) Technical set-up and installation cost	-	-
(ii) Operating expenses	12,339.00	16,452.00
	<u>12,339.00</u>	<u>16,452.00</u>
(Deficit)/Surplus for the year	<u>(11,839.53)</u>	<u>10,167.64</u>
Add : Cumulated income b/f	119,020.27	92,400.63
Cumulated expenditure b/f	(30,522.00)	(14,070.00)
	<u>88,498.27</u>	<u>78,330.63</u>
Cumulated surplus c/f	<u><u>76,658.74</u></u>	<u><u>88,498.27</u></u>

**17. LOTTERIES FUND FOR INTERNET ACCESS SURPLUS ACCOUNT**

**Subvented service unit: Kei Fuk Elderly Centre**

	2024 HK\$	2023 HK\$
Balance at beginning and at end of the reporting period	3,785.20	3,785.20
	<u>=====</u>	<u>=====</u>

**18. SOCIAL WELFARE DEVELOPMENT FUND SURPLUS ACCOUNT**

SWDF Phase III

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	459,071.70	501,944.69
Annual allocation from social welfare development fund during the year	-	-
Interest received during the year	3,806.43	1,102.01
Less: Expenditure for Project under Scope A	-	(43,975.00)
Balance at end of the reporting period	<u>462,878.13</u>	<u>459,071.70</u>
	<u>=====</u>	<u>=====</u>

**19. TIME-LIMITED POSTS FOR ELDERLY AND REHABILITATION SERVICES SURPLUS ACCOUNT**

**Subvented service units: Wai Kei Hostel and Kei Fuk Elderly Centre**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	58,019.75	88,402.58
Subsidy received	-	196,200.00
Actual expenditure	-	(161,182.83)
Surplus for the year	-	35,017.17
Refund to the Government	(58,019.75)	(65,400.00)
Balance at end of the reporting period	-	58,019.75

**20. ANTI-VIRUS COATING SPRAY FOR RESIDENTIAL CARE HOMES FOR THE ELDERLY SURPLUS ACCOUNT**

**Subvented service unit: Wai Kei Hostel**

	2024 HK\$	2023 HK\$
Balance at beginning and at end of the reporting period	0.20	0.20

**21. DEFERRED INCOME ON OTHER GRANT**

**Grant from Innovation and Technology Fund for Application in Elderly and Rehabilitation Care ("I&T Fund")**

**Subvented service unit: Kei Fuk Elderly Centre**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	81,893.00	163,786.00
Recognised as income during the year	(81,893.00)	(81,893.00)
Deferred income	-	81,893.00
Less: Current portion	-	(81,893.00)
Non-current portion	-	-

21. DEFERRED INCOME ON OTHER GRANT (CONTINUED)

**Lotteries Fund Grant - Diesel Private Light Bus**

**Subvented service unit: Wai Kei Hostel**

	2024 HK\$	2023 HK\$
Subsidy recognised during the year	964,251.00	-
Recognised as income during the year	(321,417.00)	-
Deferred income	642,834.00	-
Less: Current portion	(321,417.00)	-
Non-current portion	321,417.00	-

**Grant from Innovation and Technology Fund for Application in Elderly and Rehabilitation Care ("I&T Fund") (continued)**

**Subvented service unit: Wai Kei Hostel**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	212,553.33	-
Subsidy recognised during the year	45,400.00	318,830.00
Recognised as income during the year	(121,410.00)	(106,276.67)
Deferred income	136,543.33	212,553.33
Less: Current portion	(121,409.99)	(106,276.67)
Non-current portion	15,133.34	106,276.66

**Grant from Ho Tung Fund**

**Subvented service unit: Wai Kei Hostel**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	24,000.00	48,000.00
Recognised as income during the year	(24,000.00)	(24,000.00)
Deferred income	-	24,000.00
Less: Current portion	-	(24,000.00)
Non-current portion	-	-

**Lotteries Fund Grant - Fitting out works for setting up a sub-base**

**Subvented service unit: Kei Fuk Elderly Centre**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	101,988.63	517,280.93
Fund recognised during the year	-	58,573.00
Recognised as income during the year	(82,464.29)	(473,865.30)
Deferred income	19,524.34	101,988.63
Less: Current portion	(19,524.34)	(82,464.29)
Non-current portion	-	19,524.34



21. DEFERRED INCOME ON OTHER GRANT (CONTINUED)

The Hong Kong Jockey Club Charities Trust - Jockey Club Facilities Enhancement Scheme for Pandemic Preparedness at Residential Care Home

Subvented service unit: Wei Kei Hostel

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	9,927.67	75,786.68
Recognised as income during the year	(9,927.67)	(65,859.01)
Deferred income	-	9,927.67
Less: Current portion	-	(9,927.67)
Non-current portion	-	-

	Wai Kei Hostel HK\$	Kei Fuk Elderly Centre HK\$	2024 Total HK\$	2023 Total HK\$
Balance at beginning of the reporting period	246,481.00	183,881.63	430,362.63	949,720.27
Fund recognised during the year	1,009,651.00	-	1,009,651.00	377,403.00
Recognised as income during the year	(476,754.67)	(164,357.29)	(641,111.96)	(896,760.64)
Deferred income	779,377.33	19,524.34	798,901.67	430,362.63
Less: Current portion	(442,826.99)	(19,524.34)	(462,351.33)	(304,561.63)
Non-current portion	336,550.34	-	336,550.34	125,801.00

22. DEFERRED INCOME ON LOTTERIES FUND BLOCK GRANT

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	122,970.65	103,128.86
Grants received for the year		
- Amount received during the year		
Block grant received – (Note 26a)	342,000.00	337,000.00
Interest income received – (Note 26a)	6,949.21	1,881.64
Lotteries fund recognised during the year	471,919.86 (159,909.62)	442,010.50 (124,169.21)
Amount transfer to F & E Replenishment and minor works block grant reserve – (Note 26a)	312,010.24 (94,121.31)	317,841.29 (194,870.64)
Deferred income	217,888.93	122,970.65
Less: Current portion	(132,946.29)	(74,966.99)
Non-current portion	84,942.64	48,003.66

### 23. ACCUMULATED SURPLUS

The movement of the general fund is as follows:

	2024 HK\$	2023 HK\$
Surplus at beginning of the reporting period	80,174.21	166,385.26
Surplus for the year	125,380.85	593,186.87
	<u>205,555.06</u>	<u>759,572.13</u>
Transfer to reserve fund		
- Reserve from Lump Sum Grant	(253,013.27)	(124,536.98)
- Provident fund reserve	(411,243.23)	(520,567.02)
	<u>(664,256.50)</u>	<u>(645,104.00)</u>
Transfer to flag day fund	495,880.20	-
Previous year adjustment	(25,000.00)	(34,293.92)
Surplus balance at the end of the reporting period	<u><u>12,178.76</u></u>	<u><u>80,174.21</u></u>

### 24. RESERVE FUND

	2024 HK\$	2023 HK\$
<b>Reserve from lump sum grant</b>		
Balance at beginning of the reporting period	4,631,236.07	4,506,699.09
Transfer of surplus from operating income and expenditure account	253,013.27	124,536.98
Previous year adjustment	25,000.00	-
Balance at the end of the reporting period	<u>4,909,249.34</u>	<u>4,631,236.07</u>
<b>Provident fund reserve</b>		
Balance at the beginning of the reporting period	3,907,873.29	3,328,681.85
Transfer of surplus from operating income and expenditure account	411,243.23	520,567.02
Refund of provident fund from/(to) the Government	-	24,330.50
Previous year adjustment	-	34,293.92
Balance at the end of the reporting period	<u>4,319,116.52</u>	<u>3,907,873.29</u>
	<u><u>9,228,365.86</u></u>	<u><u>8,539,109.36</u></u>

**25. FLAG DAY FUND**

	2024 HK\$	2023 HK\$
Balance at beginning of the reporting period	1,249,767.50	1,249,767.50
Less: Recurrent expenses of Wai Kei Hostel and Kei Fuk Elderly Centre	(495,880.20)	-
Balance at the end of the reporting period	<u>753,887.30</u>	<u>1,249,767.50</u>

The flag day income is used for supporting the followings :-

- (i) To cover recurrent expenses of Care and Attention Home; and
- (ii) To cover recurrent expenses of Neighbourhood Elderly Centre.

The flag day income has been partially utilised by the Association during the year.

**26. (a) MOVEMENT OF THE F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT RESERVE**

	2024 HK\$	2023 HK\$
Credit balance at beginning of the reporting period	<u>792,052.86</u>	<u>597,182.22</u>
Add: Amount received during the year		
Block grant received	342,000.00	337,000.00
Interest income received	6,949.21	1,881.64
	<u>348,949.21</u>	<u>338,881.64</u>
Less: Expenditure during the year -		
Minor works	(42,500.00)	-
Furniture and equipment	(210,928.90)	(129,951.00)
Vehicle overhauling	(1,399.00)	(14,060.00)
	<u>(254,827.90)</u>	<u>(144,011.00)</u>
Surplus for the year	<u>94,121.31</u>	<u>194,870.64</u>
Credit balance at the end of the reporting period	<u>886,174.17</u>	<u>792,052.86</u>

**(b) DETAILS OF BLOCK GRANT EXPENDITURE**

	2024 HK\$	2023 HK\$
Name of the SWD - Subvented Service Units		
- Supervisory Support for Elderly	11,999.00	-
- Wai Kei Hostel	242,386.00	141,983.00
- Kei Fuk Elderly Centre	442.90	2,028.00
	<u>254,827.90</u>	<u>144,011.00</u>



**26. (c) CAPITAL COMMITMENTS UNDER LOTTERIES FUND BLOCK GRANT**

As at 31 March 2024 the outstanding commitments in respect of F&E Replenishment and Minor Works Grant were as follows:-

	2024 HK\$	2023 HK\$
Contracted for but not provided in the financial statements	-	-
Authorised but not contracted for	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

**27. EXECUTIVE COUNCIL MEMBERS' EMOLUMENTS**

Executive Council Members' remunerations disclosed pursuant to section 383(1) of Hong Kong Companies Ordinance is as follows:-

	2024 HK\$	2023 HK\$
Fee	-	-
Other emoluments	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

**28. RELATED PARTY TRANSACTIONS**

(a) During the year, the Association entered into the following transactions with Hong Kong And Macau Lutheran Church Limited:-

	2024 HK\$	2023 HK\$
Spiritual care services expenses	124,533.00	111,690.00
	<u>124,533.00</u>	<u>111,690.00</u>
Rent and rates paid	7,553.96	4,201.10
	<u>7,553.96</u>	<u>4,201.10</u>

(b) Compensation of key management personnel

	2024 HK\$	2023 HK\$
Salaries and other employee benefits	2,753,359.53	2,509,680.53
	<u>2,753,359.53</u>	<u>2,509,680.53</u>

**29. RETIREMENT BENEFIT SCHEMES**

Staff provident fund and mandatory provident fund are managed by HSBC Life (International) Limited, the balances of which have not been dealt with in these financial statements.

### 30. LEASE COMMITMENTS

At 31 March 2024, the Association had the following total future minimum lease payments payable under a non-cancellable operating lease:-

	2024 HK\$	2023 HK\$
Not later than one year	1,040,060.00	1,324,344.00
Later than one year	-	1,040,060.00
	<u>1,040,060.00</u>	<u>2,364,404.00</u>

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