

**HONG KONG FEDERATION OF
HANDICAPPED YOUTH**
(incorporated in Hong Kong with limited liability by guarantee)

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

HONG KONG FEDERATION OF HANDICAPPED YOUTH

BOARD OF DIRECTORS

Chairperson	:	Dr. Ng Ka Wing	
Vice-chairperson	:	Mr. Chung Kam Shu	
Vice-chairperson	:	Mr. Wan Siu Hung	(Resigned on 1.1.2022)
Vice-chairperson	:	Ms. Ho Suet Mui	
Vice-chairperson	:	Dr. Lui Wai Cheung	
Honorary secretary	:	Dr. Lo Chee Pui	(Appointed on 1.1.2022)
Honorary treasurer	:	Mr. Kong Cheong Ping	
Director	:	Mr. Wong Kin Hung	(Resigned on 1.1.2022)
Director	:	Ms. Tsui Yuk Mui	
Director	:	Mr. Lam Kwok Hon	(Appointed on 1.1.2022)
Director	:	Ms. Hui Sim Fung	(Appointed on 1.1.2022)
Director	:	Ms. Wong Wai King	

REPORT OF THE DIRECTORS

The directors submit to members their report and financial statements for the year ended 31 March 2023.

PRINCIPAL ACTIVITIES

The principal activities of the Federation are promoting the welfare of the handicapped people.

FINANCIAL STATEMENTS

The financial performance of the Federation for the year ended 31 March 2023 and the financial position of the Federation at that date are set out in the financial statements on pages 9 to 44.

COMBINED INCOME AND EXPENDITURE ACCOUNT

Details of the combined income and expenditure account are set out on pages 3 to 5.

DIRECTORS

In accordance with articles 48 and 50 of the Federation's Articles of Association, one-half of existing directors retire but, being eligible, offer themselves for re-appointment.

DIRECTORS' INTERESTS IN CONTRACTS

No contracts of significance to which the Federation was a party and in which a director had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

At no time during the year was the Federation a party to any arrangements to enable the directors of the Federation to acquire benefits by means of the acquisition of shares in or debentures of other body corporate.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

REPORT OF THE DIRECTORS

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the Federation were entered into or existed during the year.

PERMITTED INDEMNITY PROVISIONS

At no time during the year and up to the date of this directors' report, there was or is, any permitted indemnity provision being in force for the benefit of any of the directors of the Federation (whether made by the Federation or otherwise), or an associated company (if made by the Federation).

AUDITORS

The financial statements have been audited by Messrs. Li, Tang, Chen & Co., who retire but, being eligible, offer themselves for re-appointment.

On behalf of the Board



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Ng Ka Wing
Chairperson

Hong Kong, 13 SEP 2023

HONG KONG FEDERATION OF HANDICAPPED YOUTH

COMBINED INCOME AND EXPENDITURE ACCOUNT FOR THE HEAD OFFICE, FIRST SENSE DESIGN, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, EMPLOYMENT SERVICE CENTRE, ACCOUNTING SUPPORT AND SUPERVISORY SUPPORT, HKFHY MOMENTUM ACADEMY

FOR THE YEAR ENDED 31 MARCH 2023

	Non-subvented Head Office HK\$	Non-subvented First Sense Design HK\$	Non-subvented Flower Workshop HK\$	Non-subvented Jockey Club Activity Centre HK\$	Non-subvented Employment Service Centre HK\$	Subvented HK\$	Subvented Accounting and Supervisory Support HK\$	Non-subvented HKFHY Momentum Academy HK\$	2023 Total HK\$	2022 Total HK\$
INCOME										
Lump Sum Grant (LSG)	-	-	-	-	-	-	-	-	-	-
a) LSG (excluding Provident Fund)	-	-	-	3,775,942	-	1,835,433	733,620	-	6,344,995	6,273,545
b) Provisional Fund	-	-	-	245,564	-	77,940	23,800	-	347,304	342,256
Lottery Fund (Vehicle replacement)	-	-	-	-	-	-	-	-	-	-
Lotteries Fund Block Grant (F&E, Vehicle Overhauling)	-	-	-	105,360	-	-	-	-	105,360	103,000
Other fund (Non-FSA)	120,000	120,000	52,010	-	392,199	-	-	572,000	1,256,209	190,206
Parkn shop coupon income	22,600	4,900	39,000	-	-	9,600	-	-	93,700	106,614
Rent and rates from SWD	-	156,412	-	246,240	64,261	-	-	23,002	489,915	468,247
Membership fees	-	-	-	100	-	-	-	-	100	-
Sales income	-	2,120,175	933,987	-	-	-	-	-	3,054,162	3,012,119
Anti-Corona Virus/other income (Non-FSA)	44,038	101,709	-	-	-	-	-	294,455	440,202	308,593
Program income	7,144	-	-	-	-	633,078	-	2,560	741,825	566,946
Clerical Support Income	84,000	-	-	-	-	-	-	-	84,000	84,000
I.T. Support Service Income	-	-	-	-	-	-	-	-	-	-
General Donation	-	-	-	-	-	-	-	-	-	-
- fund raising under Permit of SWD license	1,458,483	-	-	-	-	-	-	-	1,458,884	774,812
- without SWD license	1,458,483	-	401	-	-	-	-	-	1,458,884	774,812
Donation and collection from flag day	-	-	-	-	-	-	-	-	-	-
Flower workshop & First Sense administration and management fee income	204,000	-	-	-	-	-	-	-	204,000	204,000
賽馬會「動融」項目 administration fee income	41,239	-	-	-	-	-	-	-	41,239	7,328
Interest from other investment	72,013	-	-	-	-	-	-	-	72,013	58,155
Interest from bank deposits	1,473	-	-	1,655	-	-	-	-	3,128	1,484
Exchange difference - gain	-	-	-	-	-	-	-	-	-	51,543
TOTAL INCOME	2,054,990	2,503,196	1,025,398	4,386,144	456,460	2,556,051	757,420	892,017	14,737,036	13,987,275

HONG KONG FEDERATION OF HANDICAPPED YOUTH

COMBINED INCOME AND EXPENDITURE ACCOUNT FOR THE HEAD OFFICE, FIRST SENSE DESIGN, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, EMPLOYMENT SERVICE CENTRE, ACCOUNTING SUPPORT AND SUPERVISORY SUPPORT, HKFHY MOMENTUM ACADEMY

FOR THE YEAR ENDED 31 MARCH 2023

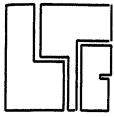
	Non-subvented Head Office HK\$	Non-subvented First Sense Design HK\$	Non-subvented Flower Workshop HK\$	Non-subvented Jockey Club Activity Centre HK\$	Subvented Employment Service Centre HK\$	Subvented	Subvented Accounting and Supervisory Support HK\$	Non-subvented HKFHY Momentum Academy HK\$	2023 HK\$	2022 HK\$
EXPENDITURE										
Personal emoluments										
a) Salaries	(1,383,229)	(852,260)	(528,056)	-	(2,665,711)	-	(733,620)	(289,019)	(8,428,082)	(8,345,135)
b) Provident Fund contributions	-	-	-	-	-	-	-	-	-	(7,380)
c) Mandatory Provident Fund contributions	(52,399)	(42,461)	(28,753)	-	(194,273)	-	(23,800)	(11,836)	(437,438)	(429,526)
d) Incentive	-	-	(41,216)	-	-	-	-	-	(41,216)	(36,529)
Production cost	-	(1,393,641)	(388,771)	-	-	-	-	-	(1,782,412)	(1,494,663)
Other charges:										
Utilities	(23,437)	(25,852)	(16,916)	-	(56,886)	-	-	(3,802)	(155,196)	(129,696)
Administrative expenses	(226,120)	(107,201)	(159,664)	-	(82,741)	-	-	(16,877)	(733,486)	(731,826)
Stores and equipment	(205,140)	(47,038)	(20,182)	-	(130,422)	-	-	(8,349)	(521,247)	(520,163)
Programme expenses	(15,487)	-	-	-	(507,693)	-	-	(11,361)	(1,112,494)	(1,027,676)
Transportation and traveling	(2,677)	(485)	-	-	(213,657)	-	-	(294)	(223,725)	(175,529)
Insurance premium	(19,015)	(12,750)	(8,005)	-	(32,420)	-	-	(11,191)	(108,915)	(92,073)
Outgoings from General Donation - under permit of SWD license	(269,255)	-	-	-	-	-	-	-	(269,255)	(108,427)
- without permit of SWD license	(269,255)	-	-	-	-	-	-	-	(269,255)	(108,427)
Outgoing/incidental expenses from										
Play Day	(68,137)	(62,786)	(2,744)	-	(10,096)	-	-	(3,225)	(150,609)	(26,674)
Miscellaneous	(829,268)	(256,112)	(207,511)	-	(1,027,441)	-	-	(155,099)	(3,274,927)	(2,869,033)
Total other charges	-	-	-	(27,720)	(17,150)	-	-	-	(44,870)	(11,410)
Lottery Fund Expenses	-	-	-	-	-	-	-	-	-	-
Lotteries Fund Block Grant (F&E, Vehicle Overhauling)	-	-	-	(57,228)	(285,318)	-	-	(27,428)	(57,228)	(44,926)
Fund expenditure (Non-FSA)	(3,688)	-	-	(40,089)	-	-	-	-	(316,434)	(187,667)
Anti-Coronavirus expenses (Non-FSA)	-	-	-	(20,000)	-	-	-	-	(40,089)	-
MTR 抗疫辛勞津貼	-	-	-	(20,000)	-	-	-	-	(20,000)	-
Social & Recreational Prog. Expense (Non-FSA)	-	-	-	-	-	-	-	-	-	-
Rent and rates	(110,408)	(156,412)	-	-	(216,982)	-	-	(23,002)	(588,166)	(7,450)
TOTAL EXPENDITURE	(2,377,992)	(2,700,886)	(1,194,307)	(125,037)	(4,104,407)	(2,860,599)	(757,420)	(506,384)	(15,030,862)	(13,994,201)

HONG KONG FEDERATION OF HANDICAPPED YOUTH

COMBINED INCOME AND EXPENDITURE ACCOUNT FOR THE HEAD OFFICE, FIRST SENSE DESIGN, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, FLOWER WORKSHOP, JOCKEY CLUB ACTIVITY CENTRE, EMPLOYMENT SERVICE CENTRE, ACCOUNTING SUPPORT AND SUPERVISORY SUPPORT, HKFHY MOMENTUM ACADEMY

FOR THE YEAR ENDED 31 MARCH 2023

	Non-subvented	Non-subvented	Non-subvented	Non-subvented	Subvented	Non-subvented	Subvented	Subvented	Subvented	Subvented	Non-subvented	Subvented	Subvented	Subvented	2023	2022
	Head Office	First	Flower	Jockey Club	Subvented	Non-subvented	Subvented	Subvented	Subvented	Subvented	Non-subvented	Subvented	Subvented	Total	Total	
	HK\$	Sense Design	Workshop	Activity Centre	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	
SURPLUS/(DEFICIT) FOR THE YEAR	(323,002)	(197,690)	(168,909)	(19,677)	281,737	52,630	(304,548)	-	385,633	(293,826)	(6,926)					
TRANSFER FROM/(TO) RESERVE FUND	-	-	-	-	61,668	-	-	-	-	61,668	596,316					
TRANSFER FROM/(TO) LOTTERIES FUND BLOCK GRANT	-	-	-	(48,132)	-	-	-	-	-	(48,132)	(58,074)					
TRANSFER FROM/(TO) TRAINING DEVELOPMENT FUND	-	-	-	-	-	-	-	-	-	-	-					
ACTIVITY FOR ELDERLY & DISABLED	-	-	-	-	(51,700)	-	-	-	-	(51,700)	-					
REFUND ANTI-CORONA SURPLUS TO SWD	-	-	-	-	-	-	-	-	-	-	(161)					
REFUND 2019-20 RENT & RATE SURPLUS TO SWD	-	-	-	-	(29,258)	-	-	-	-	(29,258)	(34,231)					
BALANCE CARRIED FORWARD	(323,002)	(197,690)	(168,909)	(67,809)	262,447	52,630	(304,548)	-	385,633	(361,248)	496,924					



INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF HONG KONG FEDERATION OF HANDICAPPED YOUTH
(incorporated in Hong Kong with limited liability by guarantee)

OPINION

We have audited the financial statements of Hong Kong Federation of Handicapped Youth (“the Federation”) set out on pages 9 to 44, which comprise the statement of financial position as at 31 March 2023, and the statement of comprehensive income, the statement of changes in total funds and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial position of the company as at 31 March 2023 and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standard for Private Entities (“HKFRS for Private Entities”) and have been properly prepared in compliance with the “Lum Sum Grant Manual” and the Hong Kong Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing (“HKSA”) 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 company 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.

OTHER INFORMATION

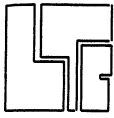
The directors are responsible for the other information. The other information comprises the information included in the directors’ report, but does not include the financial statements and our auditor’s report thereon.

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.

to be cont’d/.....



RESPONSIBILITIES OF DIRECTORS AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with HKFRS for Private Entities issued by the HKICPA and the Hong Kong Companies Ordinance and for such internal control as the directors 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 directors are responsible for assessing the Federation'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 directors either intend to liquidate the Federation or to cease operations, or have no realistic alternative but to do so.

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

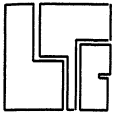
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

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 Federation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

to be cont'd/.....



**AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS
(CONT'D)**

- Conclude on the appropriateness of the directors' 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 Federation'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 Federation 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.

Li Tang Chen & Co.

Li, Tang, Chen & Co.
Certified Public Accountants (Practising)
Honorary Auditors
17/F Leighton Centre
77 Leighton Road
Causeway Bay
Hong Kong


13 SEP 2023

RCCM/HWCM


HONG KONG FEDERATION OF HANDICAPPED YOUTH
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

	<u>Notes</u>	<u>2023</u> HK\$	<u>2022</u> HK\$
NON-CURRENT ASSETS			
Property, plant and equipment	3	34,986	55,930
Financial assets designated at fair value through other comprehensive income	4	1,808,800	1,842,800
		<u>1,843,786</u>	<u>1,898,730</u>
CURRENT ASSETS			
Sundry deposits		75,312	84,112
Accounts receivable and prepayments		709,844	405,290
Deferred income		-	157,800
Cash and bank balances	5	13,708,823	13,817,195
		<u>14,493,979</u>	<u>14,464,397</u>
Deduct:			
CURRENT LIABILITIES			
Sundry deposits and receipts in advance		304,375	540,860
Accounts payable and accrued expenses		568,856	524,556
Deferred Income - Cash Coupon		-	157,800
		<u>873,231</u>	<u>1,223,216</u>
NET CURRENT ASSETS		<u>13,620,748</u>	<u>13,241,181</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		15,464,534	15,139,911
NON-CURRENT LIABILITY			
Provision for long service payments	6	91,192	91,192
NET ASSETS		<u>15,373,342</u>	<u>15,048,719</u>
Financed by:			
ACCUMULATED FUND	7	11,204,217	11,332,582
OTHER FUNDS	8	4,112,381	4,140,267
GENERAL RESERVE FUNDS	9	1,814,516	1,876,184
POLICY ADVOCACY FUND	10	(404,718)	(551,977)
INVESTMENT REVALUATION RESERVE	11	(2,456,160)	(2,422,160)
F & E REPLENISHMENT & MINOR WORKS FROM LOTTERIES FUND BLOCK GRANT RESERVE	16	180,182	132,049
SOCIAL WELFARE DEVELOPMENT FUND - PHASE III	17	193,653	181,747
TRAINING DEVELOPMENT FUND	18	729,271	360,027
VEHICLE REPLACEMENT FROM LOTTERIES FUND	24	-	-
		<u>15,373,342</u>	<u>15,048,719</u>

The financial statements on pages 9 to 44 were approved and authorised for issue by the board of directors
 On 13 SEP 2023



 Ng Ka Wing
 Chairperson



 Kong Cheong Ping
 Honorary Treasurer

AGENCY CODE: 324

NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH

SERVICE UNIT CODE: 2886

**NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)**

BASIS: LUMP SUM GRANT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2023

2022 Total		FSA	Non-FSA		2023 Total (c) = (a) + (b)	Remark/ Notes
		Jockey Club Activity Centre (a)	Jockey Club Activity Centre	Head Office		
HK\$		HK\$	HK\$	HK\$	HK\$	
	INCOME					
	Lump sum grant (LSG)					
3,597,857	a) LSG (excluding Provident Fund)	3,775,942	-	-	-	3,775,942
234,134	b) Provident Fund	245,564	-	-	-	245,564
-	Other Fund (Non-FSA)	-	-	120,000	120,000	120,000
-	Lottery fund (vehicle replacement)	-	-	-	-	-
39,600	PARKN Shop Coupon Income	17,600	-	22,600	22,600	40,200
103,000	Lottery Fund Block Grant (F&E, Vehicle Overhauling)(Note 16)	-	105,360	-	105,360	105,360
236,052	Subvention for rent and rates	246,240	-	-	-	246,240
-	Block Grant	-	-	-	-	-
-	Fee income					
-	Membership fees	100	-	-	-	100
-	Central Items	-	-	-	-	-
	Other Income (Non-FSA)					
	a) General Donation					
-	-with Permit of SWD License	-	-	-	-	-
774,812	-without Permit of SWD License	-	-	1,458,483	1,458,483	1,458,483
774,812		-	-	1,458,483	1,458,483	1,458,483
1,484	b) Interest received from bank deposit	1,655	-	1,473	1,473	3,128
58,155	c) Dividend received from financial assets designated fair value through other comprehensive income	-	-	72,013	72,013	72,013
1,434,427	d) Donation and collection from flag day	-	-	-	-	-
84,000	e) Clerical Support Income	-	-	84,000	84,000	84,000
204,000	f) Flower workshop & First Sense Administration and Management Fee income	-	-	204,000	204,000	204,000
69,939	g) Other income	-	-	44,038	44,038	44,038
92,407	h) Programme income	99,043	-	7,144	7,144	106,187
37,395	i) Job trial income	-	-	-	-	-
-	j) IT support service	-	-	-	-	-
51,543	k) Exchange Difference - Gain	-	-	-	-	-
7,328	l) 賽馬會「動融」項目行政收入	-	-	41,239	41,239	41,239
<u>7,026,133</u>	TOTAL INCOME	<u>4,386,144</u>	<u>105,360</u>	<u>2,054,990</u>	<u>2,160,350</u>	<u>6,546,494</u> (A)

AGENCY CODE: 324

NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH

SERVICE UNIT CODE: 2886

**NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)**

BASIS: LUMP SUM GRANT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2023

2022 Total		FSA		Non-FSA		2023 Total (c) = (a) + (b)	Remark/ Notes
		Jockey Club Activity Centre (a)	Jockey Club Activity Centre	Head Office	Total (b)		
HK\$		HK\$	HK\$	HK\$	HK\$	HK\$	
	EXPENDITURE						
	PERSONAL EMOLUMENTS						
(3,505,165)	a) Salaries	(2,665,711)	-	(1,383,229)	(1,383,229)	(4,048,940)	
(220,810)	b) Mandatory Provident Fund	(194,272)	-	(52,399)	(52,399)	(246,671)	
(3,725,975)	TOTAL PERSONAL EMOLU-MENTS	(2,859,983)	-	(1,435,628)	(1,435,628)	(4,295,611)	
	OTHER CHARGES:						
	Administrative Expenses						
-	- audit fee						
(26,924)	- other services		-	(32,280)	(32,280)	(32,280)	
(10,397)	Postage	(14)	-	(2,569)	(2,569)	(2,583)	
(16,328)	Telephone	(8,196)	-	(5,249)	(5,249)	(13,445)	
(68,219)	Internet charges	(18,345)	-	(54,783)	(54,783)	(73,128)	
-	Long service payment	-	-	-	-	-	
(24,926)	Cleaning charges	-	-	(24,626)	(24,626)	(24,626)	
-	I.T. support service fee	-	-	-	-	-	
(24,000)	Clerical support expense	(24,000)	-	-	-	(24,000)	
(38,613)	Advertising	(26,726)	-	-	-	(26,726)	
-	Staff training	-	-	-	-	-	
(10,598)	Bank charge	-	-	(10,110)	(10,110)	(10,110)	
(7,125)	Staff Training	(5,460)	-	-	-	(5,460)	
(70,110)	Volunteer Allowance	-	-	-	-	-	
-	Exchange Difference - Loss	-	-	(96,503)	(96,503)	(96,503)	
(297,240)	SUB-TOTAL	(82,741)	-	(226,120)	(226,120)	(308,861)	
	UTILITIES						
(67,398)	a) Electricity	(56,702)	-	(22,409)	(22,409)	(79,111)	
(225)	b) Water charge	(184)	-	(28)	(28)	(212)	
(67,623)	SUB-TOTAL	(56,886)	-	(22,437)	(22,437)	(79,323)	
	STORES AND EQUIPMENT						
(10,985)	- Cleaning Material	(8,513)	-	-	-	(8,513)	
(182,957)	- Printing & Stationery	(35,475)	-	(60,797)	(60,797)	(96,272)	
(67,240)	- Newsletter Expenses	-	-	(90,506)	(90,506)	(90,506)	
(2,831)	- Office Supplies	-	-	(40)	(40)	(40)	
-	- Newspapers & Periodic	-	-	-	-	-	
(46,895)	- Repair & maintenance	(25,216)	-	(39,754)	(39,754)	(64,970)	
(12,786)	- Depreciation for equipment & furniture	-	-	(10,902)	(10,902)	(10,902)	
(17,221)	- Accessory/Minor Purchase	(61,218)	-	(3,141)	(3,141)	(64,359)	
(340,915)	SUB-TOTAL	(130,422)	-	205,140	(205,140)	(335,562)	

AGENCY CODE: 324

NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH

SERVICE UNIT CODE: 2886

**NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)**

BASIS: LUMP SUM GRANT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2023

2022 Total		FSA	Non-FSA		2023 Total (c) = (a) + (b)	Remark/ Notes
		Jockey Club Activity Centre (a)	Jockey Club Activity Centre	Head Office		
HK\$		HK\$	HK\$	HK\$	HK\$	
	PROGRAMME EXPENSES					
(395,517)	Programme expenses	(507,693)		(15,487)	(523,180)	
(395,517)	Sub-Total	(507,693)		(15,487)	(523,180)	
	TRANSPORTATION AND TRAVELLING					
(17,205)	- Other Vehicle Exp. (Incl. licence & repair)	(8,023)		-	(8,023)	
(67,866)	- Vehicle Insurance	(27,706)		-	(27,706)	
(30,796)	- Vehicle Fuel Cost	(50,601)		-	(50,601)	
(32,900)	- Vehicle Parking Fee	(109,800)		-	(109,800)	
(15,200)	- Vehicle Tunnel Fee	(15,200)		-	(15,200)	
(3,769)	- Other transportation & travelling	(2,327)		(2,677)	(5,004)	
(167,736)	SUB-TOTAL	(213,657)		(2,677)	(216,334)	
	INSURANCE PREMIUM					
(39,429)	Insurance premium	(32,420)		(19,016)	(51,436)	
(39,429)	Sub-Total	(32,420)		(19,016)	(51,436)	
	MISCELLANEOUS					
(5,620)	- Sundry expenses	(2,052)		(5,198)	(7,250)	
-	- Long Service/Serverance Payment	-		-	-	
(4,980)	- Membership Fee	-		(5,080)	(5,080)	
-	- Medical Expenses	-		-	-	
(37,741)	- Meal & Entertainment	(1,569)		(57,859)	(59,428)	
(44,926)	Lottery Fund Block Grant Exp.(F&E, Vehicle Overhauling)	-	(57,228)	-	(57,228)	
	Lottery Fund Exp (interior design for premises)	-	(27,720)	-	(27,720)	
(8,960)	Lottery Fund Exp.(Vehicle replacement) – Net	-	-	-	-	
(108,427)	- Outgoings from General Donation (incl. fundraising events with SWD Permit)	-	-	(269,255)	(269,255)	
(26,674)	- Outgoings /Incidental Exp. from Flag Day Social & Recreational Prog. Expense (Non-FSA)	-	-	-	-	
(7,450)	- Fund Expenditure (Non-FSA)	-	-	(3,688)	(3,688)	
(244,778)	SUB-TOTAL	(3,621)	(84,948)	(341,080)	(429,649)	
(1,553,538)	TOTAL OTHER CHARGES	(1,027,440)	(84,948)	(831,957)	(1,944,345)	
	CENTRAL ITEMS					
-	Anti-CoronaVirus Expenses (Non-FSA)	-	(40,089)	-	(40,089)	
-	Sub-Total	-	-	-	-	

AGENCY CODE: 324

NAME OF AGENCY: HONG KONG FEDERATION OF HANDICAPPED YOUTH

SERVICE UNIT CODE: 2886

**NAME OF SERVICE UNIT: HEAD OFFICE (NON-SUBVENTED SERVICE UNIT)
 JOCKEY CLUB ACTIVITY CENTRE (SUBVENTED SERVICE UNIT)**

BASIS: LUMP SUM GRANT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2023

2022 Total		FSA	Non-FSA			2023 Total © = (a) + (b)	Remark/ Notes
		Jockey Club Activity Centre (a)	Jockey Club Activity Centre	Head Office	Total (b)		
HK\$		HK\$	HK\$	HK\$	HK\$	HK\$	
	COST OF ACCOMMODATION:						
-	GOVERNMENT RENT UNDER ANNEX III					-	
(302,316)	RENT	(210,553)	-	(107,136)	(107,136)	(317,689)	
(9,702)	RATES	(6,430)	-	(3,272)	(3,272)	(9,702)	
(312,018)	TOTAL COST OF ACCOMMODATION	(216,983)	-	(110,408)	(110,408)	(327,391)	
(5,591,532)	TOTAL EXPENDITURE	(4,104,406)	(125,037)	(2,377,993)	(2,503,030)	(6,607,436)	(B)
1,434,602	SURPLUS/(DEFICIT) FOR THE YEAR (A) - (B)	281,738	(19,677)	(323,003)	(342,680)	(60,942)	
	OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR						
70,730	(Deficit)/surplus in the accounts of other funds and reserves					500,521	
295,800	Fair value gain/(loss) on financial assets designated at FVOCI					(34,000)	Note 11
366,530	TOTAL OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR					466,521	
1,801,132	TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR.....					405,579	

HONG KONG FEDERATION OF HANDICAPPED YOUTH

STATEMENT OF CHANGES IN TOTAL FUNDS

FOR THE YEAR ENDED 31 MARCH 2023

	Accumulated Fund HK\$	Other Funds HK\$	Reserve Funds HK\$	Policy Advocacy Fund HK\$	Investment Revaluation Reserve (non-recycling) HK\$	F&E Replenishment and Minor works Lotteries Fund Block Grant Reserve HK\$	Social Welfare Development Fund -Phase III HK\$	Training Development Fund HK\$	Total HK\$
Balance at 31.3.2021	10,009,657	4,575,035	2,472,501	(636,402)	(2,717,960)	48,220	151,674	(5,217)	13,897,508
Surplus for the year	1,434,602	-	-	-	-	-	-	-	1,434,602
Other comprehensive income/(loss) for the year	(434,767)	(434,767)	-	84,425	295,800	25,755	30,073	365,244	366,530
Total comprehensive income/(loss) for the year	1,434,602	(434,767)	-	84,425	295,800	25,755	30,073	365,244	1,801,132
Refunded to SWD	(34,392)	-	-	-	-	-	-	-	(34,392)
Transfer to general reserve fund	596,316	-	(596,317)	-	-	-	-	-	-
Transfer (to)/from Lotteries Fund Block Grant Reserve	(83,829)	-	-	-	-	58,074	-	-	(25,755)
Transfer (to)/from other funds	(589,772)	-	-	-	-	-	-	-	(589,772)
Balance at 31.3.2022	11,332,582	4,140,267	1,876,184	(551,977)	(2,422,160)	132,049	181,747	360,027	15,048,719
Surplus/(deficit) for the year	(60,942)	(27,886)	-	147,259	(34,000)	-	11,906	-	(60,942)
Other comprehensive income/(loss) for the year	-	(27,886)	-	147,259	(34,000)	-	11,906	369,244	466,523
Total comprehensive income/(loss) for the year	(60,942)	(27,886)	-	147,259	(34,000)	-	11,906	369,244	405,581
Refunded to SWD	(29,258)	-	-	-	-	-	-	-	(29,258)
Transfer to general reserve fund	61,668	-	(61,668)	-	-	-	-	-	-
Transfer from/(to) Lotteries Fund Block Grant Reserve	(48,133)	-	-	-	-	48,133	-	-	-
Transfer to Claw back for one-off subsidy organising social activity for the elderly & disabled	(51,700)	-	-	-	-	-	-	-	(51,700)
Balance at 31.3.2023	11,204,217	4,112,381	1,814,516	(404,718)	(2,456,160)	180,182	193,653	729,271	15,373,342

HONG KONG FEDERATION OF HANDICAPPED YOUTH
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2023

	<u>Notes</u>	<u>2023</u> HK\$	<u>2022</u> HK\$
OPERATING ACTIVITIES			
(Deficit)/surplus for the year		(60,942)	1,434,602
Adjustments for:			
Rent and rates subvention refunded to SWD		(29,258)	(34,231)
Anti-Coronavirus subvention surplus refunded to SWD		-	(161)
Transfer from General Reserve Fund		61,668	596,316
Transfer (to)/from Lotteries Fund Block Grant Reserve		(48,132)	(83,829)
Claw back the excess LSG reserve		-	(589,772)
Claw back one-off subsidy organising social activity for the elderly & disabled		(51,700)	-
Dividend income		(72,013)	(58,155)
Interest income		(1,473)	(1,448)
Depreciation		25,630	48,913
Operating (deficit)/surplus before movements in working capital		<u>(176,220)</u>	<u>1,312,235</u>
(Increase)/decrease in accounts receivable and prepayments		(304,554)	29,874
Decrease in utility deposit		8,800	-
(Decrease)/increase in sundry deposits and receipts in advance		(236,485)	388,270
Increase in accounts payable and accrued expenses		44,300	131,585
Net cash (used in)/generated from operating activities		<u>(664,159)</u>	<u>1,861,964</u>
INVESTING ACTIVITIES			
Dividend received		72,013	58,155
Interest received		1,473	1,448
Net cash generated from investing activities		<u>73,486</u>	<u>59,603</u>
FINANCING ACTIVITY			
Purchases of property, plant and equipment	3	(4,686)	(27,083)
Decrease in Reserve Funds		(61,668)	(596,316)
Decrease in Other Funds		(27,886)	(434,767)
Increase in Policy Advocacy Fund		147,258	84,425
Increase in Lotteries Fund Block Grant		48,132	83,829
Increase in Social Welfare Development Fund - Phase III		11,906	30,073
Increase in Trading Development Fund		369,245	365,244
Net cash generated from/(used in) financing activities		<u>482,301</u>	<u>(494,595)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(108,372)	1,426,972
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		<u>13,817,195</u>	<u>12,390,223</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>13,708,823</u>	<u>13,817,195</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	5	<u>13,708,823</u>	<u>13,817,195</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

1. STATUS OF THE FEDERATION

Hong Kong Federation of Handicapped Youth (“the Federation”) was incorporated on 12 January 1998 under the Hong Kong Companies Ordinance as a company limited by guarantee without a share capital. Every member of the Federation undertakes to contribute to the assets of the Federation in the event of its being wound up, such amount as may be required not exceeding HK\$10.

The registered office of the Federation is located at No. 16-21, G/F., Wang Kei House, Wang Tau Hom Estate, Kowloon, Hong Kong.

The principal activities of the Federation are promoting the welfare of the handicapped people.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation:

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standard for Private Entities (“HKFRS for Private Entities”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and accounting principles generally accepted in Hong Kong and the Hong Kong Companies Ordinance. The financial statements have been prepared under the historical cost convention, except for the financial assets designated at fair value through other comprehensive income are stated at fair value, as explained in accounting policies set out below.

The preparation of financial statements in conformity with HKFRS for Private Entities requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenditure. 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 judgments 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.

b) Revenue recognition:

- i) Social welfare subvention, membership fees received, production income and programme income are accounted for on an accruals basis.**
- ii) Donations, charity sales and lotteries fund are recognised on a cash received basis and includes all sums received up to the balance sheet date.**

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

b) Revenue recognition: (cont'd)

- iii) Interest income is recognised as it accrues using the effective interest method.
- iv) Dividend income is recognised when the shareholder's right to receive the payment is established.
- v) Other grants are recorded as income upon receipt except for donations received for special project which are credited to funds designated for the specific purposes.

c) Property, plant and equipment:

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, is normally charged to the statement of comprehensive income or respective fund accounts as incurred in the period in which it is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of the property, plant and equipment, the expenditure is capitalised as an additional cost of that asset.

If the acquisition of property, plant and equipment are financed by specific government subventions and grants, the costs of such property, plant and equipment deduct such government subventions and grants in arriving at the carrying amounts of such assets. Those property, plant and equipment are stated at such carrying amounts less accumulated depreciation and any impairment losses.

Depreciation on property, plant and equipment is calculated on the straight-line basis to allocate cost to their residual value over their estimated useful lives as follows:

Furniture and fixtures	5 years
Office equipment	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The gain or loss arising on derecognition of the asset (calculated as the difference between the net sale proceeds and the carrying amount of the asset) is included in the statement of comprehensive income or respective fund accounts as incurred in the year in which the item is derecognised).

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

c) Property, plant and equipment: (cont'd)

d) Operating leases:

Leases where substantially all the risks and rewards of ownership of assets remain with the lessor are accounted for as operating leases. Rentals applicable to such operating leases are charged to the statement of comprehensive income or the respective fund accounts on a straight line basis over the lease term.

e) 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 Federation's cash management.

f) Government grants:

Government grants are recognised as income over the periods necessary to match them with the related costs. Grants related to expense items are recognised in the same period as those expenses are charged in the statement of comprehensive income and are reported separately as income. Grants related to the purchase of property, plant and equipment are accounted for as a deduction against the costs of the related assets.

g) Loans and receivables:

Loans and receivables are carried at amortised cost using the effective interest method less allowance for credit losses for bad and doubtful debts except where the receivables are interest-free loans made to related parties without any fixed repayment terms or the effect of discounting would be immaterial. In such cases, the receivable are stated at cost less allowance for credit losses for bad and doubtful debts.

Interest income is recognised using the effective interest method and disclosed as interest income.

h) Payables:

Payables are initially recognised at fair value and thereafter stated at amortised cost, unless the effect of discounting would be immaterial, in which case they are stated at cost.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

i) Investments in debt and equity investments:

Investments in debt and equity instruments are recognised and derecognised on the date when the Federation commits to purchase or sell the investments. The investments are initially stated at fair value plus transaction costs. These investments are subsequently accounted for as follows:

An investment in debt instruments are classified into one of the following measurement categories:

- Amortised cost, if the investment is held for the collection of contractual cash flows which represent solely payments of principal and interest. Interest income from the investment is calculated using the effective interest method.
- FVOCI (recycling), if the investment is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual cash flows are solely payments of principal and interest. Changes in fair value are recognised in other comprehensive income, except for impairment gains or losses and foreign exchange gains or losses, until the investment is derecognised. When the investment is derecognised, the changes in fair value accumulated in investment revaluation is reclassified (recycled) to surplus or deficit.
- FVPL – if the investments are not classified as at amortised cost and FVOCI (recycling). Changes in the fair value are recognized in surplus or deficit.

An investment in equity instrument is classified as fair value through profit or loss (FVPL), unless they are not held for trading and, on initial recognition of the investment, the Federation makes an irrevocable election to designate the investment at FVOCI (non-recycling). When the investment is derecognised, the changes in fair value accumulated in investment revaluation reserve is transferred to accumulated surplus and not recycled through surplus or deficit.

j) Related parties:

- a) A person, or a close member of that person's family, is related to the Federation if that person:
- i) has control or joint control over the Federation;
 - ii) has significant influence over the Federation; or
 - iii) is a member of the key management personnel of the Federation or the Federation's parent.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

j) Related parties: (cont'd)

b) An entity is related to the Federation if any of the following conditions applies:

- i) the entity and the Federation are members of the same group.
- ii) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- iii) both entities are joint ventures of the same third party.
- iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- v) the entity is a post-employment benefit plan for the benefit of employees of either the Federation or an entity related to the Federation .
- vi) the entity is controlled or jointly controlled by a person identified in (a).
- vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

k) Foreign currencies:

Transactions in currencies other than the functional currency (foreign currencies) are recorded in its functional currency (i.e. the currency of the primary economic environment in which the Federation operates) at the rates of exchanges prevailing on the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the end of the reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are recognised in the statement of comprehensive income in the period in which they arise.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

3. PROPERTY, PLANT AND EQUIPMENT

	<u>Furniture and fixtures</u> HK\$	<u>Office equipment</u> HK\$	<u>Total</u> HK\$
Cost:			
At 1 April 2021	23,510	818,069	841,579
Additions	-	27,083	27,083
At 31 March 2022	<u>23,510</u>	<u>845,152</u>	<u>868,662</u>
Accumulated depreciation:			
At 1 April 2021	23,510	740,309	763,819
Charge for the year	-	48,913	48,913
At 31 March 2022	<u>23,510</u>	<u>789,222</u>	<u>812,732</u>
Net book value:			
At 31 March 2022	<u>-</u>	<u>55,930</u>	<u>55,930</u>
Cost:			
At 1 April 2022	23,510	845,152	868,662
Additions	-	4,686	4,686
At 31 March 2023	<u>23,510</u>	<u>849,838</u>	<u>873,348</u>
Accumulated depreciation:			
At 1 April 2022	23,510	789,222	812,732
Charge for the year	-	25,630	25,630
At 31 March 2023	<u>23,510</u>	<u>814,852</u>	<u>838,362</u>
Net book value:			
At 31 March 2023	<u>-</u>	<u>34,986</u>	<u>34,986</u>

4. FINANCIAL ASSETS DESIGNATED AT FVOCI

	<u>2023</u> HK\$	<u>2022</u> HK\$
Shares listed in Hong Kong, at fair value	<u>1,808,800</u>	<u>1,842,800</u>
Market value of listed shares as at 31 March	<u>1,808,800</u>	<u>1,842,800</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

5. CASH AND BANK BALANCES

	<u>2023</u> HK\$	<u>2022</u> HK\$
Cash at banks:		
Current accounts	5,257,432	4,363,738
Savings accounts	8,414,391	9,416,457
Cash in hand	<u>37,000</u>	<u>37,000</u>
	<u>13,708,823</u>	<u>13,817,195</u>

Cash at banks earns interest at floating rates based on daily bank deposit rates.

Cash and bank balances include the following amounts denominated in a currency other than the Federation's functional currency, Hong Kong dollars.

	<u>2023</u> HK\$	<u>2022</u> HK\$
Renminbi	<u>1,059,133</u>	<u>1,057,953</u>

6. PROVISION FOR LONG SERVICE PAYMENTS

The provision is made for the employees of the workshops in the Federation who are entitled to the long service payments under the Employment Ordinance.

The directors of the Federation are of the opinion that the provision at the end of the reporting period is sufficient to cover potential obligations under the Employment Ordinance to make long service payments to eligible employees in certain specified circumstances.

7. ACCUMULATED FUND

	HK\$
Balance at 1.4.2021	10,009,657
Surplus for the year	1,434,602
Transfer from General Reserve Fund	596,316
Transfer from Lotteries Fund Block grant – F& E & Minor Works	(83,829)
Transfer to Bradburg Bathing Shed Fund (Note 8a)	(589,772)
Less: Rent & Rates subvention surplus refund to SWD	(34,231)
Anti-Coronavirus subvention surplus refunded to SWD	(161)
Balance at 31.3.2022 and at 1.4.2022	<u>11,332,582</u>
Deficit for the year 2022-2023	(60,942)
Transfer to General Reserve Fund	61,668
Transfer to Lotteries Fund Block Grant – F& E & Minor Works	(48,133)
Less: Rent & Rates subvention surplus refund to SWD	(29,258)
One-off subsidy organising social activity for Elderly & disabled	<u>(51,700)</u>
Balance at 31.3.2023	<u>11,204,217</u>

Note: The movements of transfer of funds for the current and prior years are presented in the statement of changes in total funds on page 14 of the financial statements.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS

	<u>Notes</u>	<u>2023</u> HK\$	<u>2022</u> HK\$
First Sense Design Fund – (deficit)	8a	(610,910)	(413,220)
Employees Retraining Board – surplus	8b	104,018	-
Supervisory Support for Rehabilitation Service Unit – (deficit)	8c	(580)	(580)
Employment Service Centre	8d	(975,844)	(723,927)
Accounting Support	8e	-	-
Flower Workshop	8f	1,990,107	2,159,016
Ho Kam Yung Foundation	8g	524,851	509,551
HKFHY - Momentum Academy – (deficit)	8h	(2,763)	(388,396)
Mentor Support	8i	59,250	61,250
Community based project (Princess Alexandra School)	8j	49,672	99,571
Community based project (Elaine Field School)	8k	19,781	19,781
Service Development Fund	8l	1,007,594	741,583
Youth Education Campaign	8m	2,685,890	1,639,694
Stargaze Camp for All & The Blind	8n	-	-
Elderly and Rehabilitation Service	8o	-	-
Elderly & Rehabilitation Service 2.0	8p	-	23,400
Sports Inclusion Programme	8q	(670,965)	351,762
Chinese Opera Troupe	8r	(65,296)	6,610
Make A New World	8s	(2,424)	54,172
		<u>4,112,381</u>	<u>4,140,267</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8a. FIRST SENSE DESIGN FUND

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Production income	156,412	149,068
Rent and rate subsidies	2,120,175	2,032,209
Other income	101,709	43,565
Parkn Shop Coupon Income	4,900	700
Government subsidy	120,000	-
	<u>2,503,196</u>	<u>2,225,542</u>
Less: Expenditure:-		
Wages and salaries	852,260	993,524
Administration and management fee	84,000	84,000
Contribution to provident fund	42,461	52,345
Depreciation	9,252	11,632
Production expenses	1,393,641	1,035,940
Rent and rates	156,412	149,067
Printing and stationery	1,707	1,760
Others	161,153	96,477
	<u>2,700,886</u>	<u>2,424,745</u>
Deficit for the year	(197,690)	(199,203)
Balance brought forward – (deficit)	(413,220)	(214,017)
Balance carried forward – (deficit)	<u>(610,910)</u>	<u>(413,220)</u>

8b. EMPLOYEES RETRAINING BOARD

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Employees Retraining Board Funding	774,946	529,330
Less: Expenditure:-		
Salaries	233,140	217,070
Administration and management fee	150,266	120,330
Others	287,522	318,698
	<u>670,928</u>	<u>656,098</u>
Surplus/(deficit) for the year	104,018	(126,768)
Balance brought forward – surplus	-	126,768
Balance carried forward	<u>104,018</u>	<u>-</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8c. SUPERVISORY SUPPORT FOR REHABILITATION SERVICE UNIT

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Social Welfare subvention		
Lump Sum Grant	446,246	541,000
	-----	-----
Less: Expenditure:-		
Salaries	437,264	530,086
Contribution to provident fund	8,982	10,914
	-----	-----
	446,246	541,000
	-----	-----
Surplus for the year	-	-
Balance brought forward - (deficit)	(580)	(580)
	-----	-----
Balance carried forward - (deficit)	(580)	(580)
	-----	-----

8d. EMPLOYMENT SERVICE CENTRE

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Social Welfare subvention – Lump Sum Grant	1,913,373	1,875,218
Programme income	633,078	473,879
Rent and rates subsidies	64,261	61,205
Other fund	392,199	181,046
Other income	9,600	300
	-----	-----
	3,012,511	2,591,648
	-----	-----
Less: Expenditure:-		
Salaries	1,976,187	2,037,720
Contribution to provident fund	83,916	88,810
Programme expenses	477,953	434,474
Rent and rates	81,362	77,474
Others	645,010	468,784
	-----	-----
	3,264,428	3,107,262
	-----	-----
Deficit for the year	(251,917)	(515,614)
Balance brought forward – deficit	(723,927)	(208,313)
Transfer to training development fund (note 18)	-	-
	-----	-----
Balance carried forward – (deficit)	(975,844)	(723,927)
	-----	-----

HONG KONG FEDERATION OF HANDICAPPED YOUTH
NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8e. ACCOUNTING SUPPORT

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Social Welfare subvention		
- Lump Sum Grant	311,173	367,591
	-----	-----
Less: Expenditure:-		
Salaries	296,355	350,087
Contribution to provident fund	14,818	17,504
	-----	-----
	311,173	367,591
	-----	-----
Surplus for the year and balance carried forward	-	-
	=====	=====

8f. FLOWER WORKSHOP

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Sales	933,987	979,910
Other income	39,000	28,619
Other fund	52,010	-
Donation	401	-
	-----	-----
	1,025,398	1,008,529
	-----	-----
Less: Expenditure:-		
Salaries and wages	528,056	512,254
Contribution to mandatory provident fund	28,753	28,786
Incentive	41,216	36,530
Production expenses	388,771	458,723
Others	207,511	191,235
	-----	-----
	1,194,307	1,227,528
	-----	-----
Deficit for the year	(168,909)	(218,999)
Balance brought forward – surplus	2,159,016	2,378,015
	-----	-----
Balance carried forward – surplus	1,990,107	2,159,016
	=====	=====

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8g. HO KAM YUNG FOUNDATION

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Donation	750,000	500,000
Less: Expenditure:-		
Rehabilitation equipment/tool	734,700	477,563
Leasing Rehabilitation Equipment	-	11,900
	<u>734,700</u>	<u>489,463</u>
Surplus for the year	15,300	10,537
Balance brought forward – surplus	<u>509,551</u>	<u>499,014</u>
Balance carried forward – surplus	<u>524,851</u>	<u>509,551</u>

8h. HKFHY – MOMENTUM ACADEMY

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Programme income	2,560	260
Donations	572,000	9,160
SWD subvention – Rent & Rate	23,002	21,922
Other income	294,455	195,489
	<u>892,017</u>	<u>226,831</u>
Less: Expenditure:-		
Salaries	289,019	416,299
Contribution to provident fund	11,836	17,736
Depreciation	4,509	9,453
Programme expenses	111,361	197,684
Rent and rates	23,002	21,922
Others	66,657	71,450
	<u>506,384</u>	<u>734,544</u>
Surplus/(deficit) for the year	385,633	(507,713)
Balance brought forward –(deficit)/surplus	<u>(388,396)</u>	<u>119,317</u>
Balance carried forward – deficit	<u>(2,763)</u>	<u>(388,396)</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8i. MENTOR SUPPORT

	<u>2023</u> HK\$	<u>2022</u> HK\$
INCOME:	-	-
EXPENDITURE: Allowances	(2,000)	-
(Deficit)/surplus for the year	(2,000)	-
Balance –Mentor Item – B/F Surplus	<u>61,250</u>	<u>61,250</u>
Balance – Mentor Item – C/F Surplus	<u>59,250</u>	<u>61,250</u>

8j. COMMUNITY – BASED PROJECT (CBP) – PRINCESS ALEXANDRA SCHOOL

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Other fund	25,795	50,010
Programme income	11,935	9,622
	<u>37,730</u>	<u>59,632</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries		
- Staff salary	1,885	5,215
- Tutor salary	28,750	19,500
	30,635	24,715
b) Provident fund (MPF)		
- Staff salary	99	275
- Tutor salary	-	-
	99	275
c) General expenses		
- Material expenses	3,681	327
- Other expenses	5,044	4,465
Total other charges	8,725	4,792
Total expenditure	<u>39,459</u>	<u>29,782</u>
(Deficit)/surplus for the year	(1,729)	29,850
Balance brought forward	99,571	69,721
	97,842	99,571
Refund surplus for 2019 – 2020 to EDB	(48,170)	-
Balance carried forward – surplus	<u>49,672</u>	<u>99,571</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8k. COMMUNITY – BASED PROJECT (CBP) – ELAINE FIELD SCHOOL

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Other fund	-	-
Program Income	-	1,600
	-	1,600
Less: Expenditure		
Personal Emoluments		
a) Salaries		
- Staff salary	-	1,137
- Tutor salary	-	2,465
	-	3,602
b) Provident fund (MPF)		
- Staff salary	-	60
- Tutor salary	-	95
	-	155
Administration cost	-	3,591
Total expenditure	-	7,348
(Deficit)/surplus for the year	-	(5,748)
Balance brought forward	19,781	52,055
Less: Refund surplus for 2019-2022 to EDB	-	(26,526)
Balance carried forward – Surplus	19,781	19,781

8l. SERVICE DEVELOPMENT FUND

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Program income	58,400	17,600
Service income	153,540	25,050
Other income/other fund	193,410	192,881
	405,350	235,531
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	(7,795)	-
b) Incentive	(390)	-
Program expenses	(41,822)	(5,895)
Others	(7,589)	(68,297)
Fund expenditure	(81,743)	(189,935)
	(139,339)	(264,127)
Surplus/(deficit) for the year	266,011	(28,596)
Balance brought forward – surplus	741,583	770,179
Balance carried forward – surplus	1,007,594	741,583

HONG KONG FEDERATION OF HANDICAPPED YOUTH
NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8m. YOUTH EDUCATION CAMPAIGN

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Funding from Labour and Welfare Bureau	1,416,765	1,422,832
Other Income	-	2,400
	<u>1,416,765</u>	<u>1,425,232</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries	143,653	309,819
b) Mandatory Provident Fund (MPF)	7,183	16,153
Other Charges:		
- Workshop fee	67,727	87,705
- Youth activity day fee	-	-
- Youth ambassador fee	99,143	12,000
- Roving exhibition fee	30,000	34,000
- Extra service fee	-	10,000
- Closing ceremony fee	6,056	15,830
- Miscellaneous	16,807	13,049
Total Other Charges	<u>219,733</u>	<u>172,584</u>
Total expenditure	<u>370,569</u>	<u>498,556</u>
Surplus for the year	1,046,196	926,676
Balance brought forward	<u>1,639,694</u>	<u>713,018</u>
Balance carried forward – Surplus	<u>2,685,890</u>	<u>1,639,694</u>

8n. STARGAZE CAMP FOR ALL & THE BLIND (盲人觀星傷健營)

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Fund	-	-
Programme income	-	-
Campaign Funding	-	-
Less: Expenditure		
Other Charges:		
- Interest charge	-	1,746
- Travelling and transport	-	-
- Printing and stationery	-	-
- Tents/stage rental fee	-	-
- Miscellaneous	-	-
- Program material	-	-
- Production fee	-	-
Total Other Charges	<u>-</u>	<u>1,746</u>
Total expenditure	<u>-</u>	<u>1,746</u>
Surplus/(deficit) for the year	<u>-</u>	<u>(1,746)</u>
Balance brought forward	-	185,209
Less: Refund surplus Accumulated to Funder	-	(183,463)
Balance carried forward – Surplus	<u>-</u>	<u>-</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH
NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8o. ELDERLY AND REHABILITATION SERVICE

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Social welfare subvention		
- Lump sum grant	-	65,400
Less: Expenditure		
- Salaries	-	80,000
- Contribution to provident fund	-	4,000
- Administrative Expenses	-	4,800
Total expenditure	-	88,800
(Deficit)/surplus for the year	-	(23,400)
Balance brought forward	-	23,400
Balance carried forward – Surplus	-	-

8p. ELDERLY & REHABILITATION SERVICE 2.0

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Social welfare subvention		
- Lump sum grant	65,400	65,400
Less: Expenditure		
- Salaries	80,000	40,000
- Contribution to provident fund	4,000	2,000
- Administrative expenses	4,800	-
Total expenditure	88,800	42,000
(Deficit)/surplus for the year	(23,400)	23,400
Balance brought forward	23,400	-
Balance carried forward – Surplus	-	23,400

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8q. SPORTS INCLUSION PROGRAMME

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Donation from the H.K. Jockey Club Charities Trust	1,187,438	950,000
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	722,062	426,290
b) Mandatory Provident Fund (MPF)	33,773	18,690
Other Charges:		
Programme expenses	372,358	50,871
Others	1,081,972	102,387
	<u>2,210,165</u>	<u>598,238</u>
(Deficit)/surplus for the year	(1,022,727)	351,762
Balance brought forward – surplus	351,762	-
Balance carried forward –(deficit)/surplus	<u>(670,965)</u>	<u>351,762</u>

8r. CHINESE OPERA TROUPE

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
- Grant from Arts Development Fund	58,500	163,800
- Program Income	5,000	8,800
	<u>63,500</u>	<u>172,600</u>
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	27,167	36,958
b) Mandatory Provident Fund (MPF)	1,430	1,945
Other Charges:		
Programme expenses	84,599	113,860
Others	22,210	13,227
	<u>135,406</u>	<u>165,990</u>
(Deficit)/surplus for the year	(71,906)	6,610
Balance brought forward – surplus	6,610	-
Balance carried forward –(deficit)/surplus	<u>(65,296)</u>	<u>6,610</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

8. OTHER FUNDS (CONT'D)

8s. MAKE A NEW WORLD

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
- Grant from Arts Development Fund	<u>53,969</u>	<u>151,113</u>
	----- 53,969	----- 151,113
Less: Expenditure:-		
Personal Emoluments		
a) Salaries	45,305	38,633
b) Mandatory Provident Fund (MPF)	2,265	1,932
Other Charges:		
Programme expenses	56,995	43,368
Others	<u>6,000</u>	<u>13,008</u>
	----- 110,565	----- 96,941
(Deficit)/surplus for the year	(56,596)	54,172
Balance brought forward	<u>54,172</u>	<u>-</u>
Balance carried forward – (deficit)/surplus	<u>(2,424)</u>	<u>54,172</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

9. GENERAL RESERVE FUNDS

	<u>Employment Service Centre</u> HK\$	<u>Jockey Club Activity Centre</u> HK\$	<u>Supervisory Support for Rehabilitation</u> HK\$	<u>Total</u> HK\$
Reserve from Lump Sum Grant				
Balance as at 1/4/2022	(659,202)	1,988,648	4,552	1,333,998
(Deficit)/surplus for the year 2022 /23	<u>(308,171)</u>	<u>201,187</u>	<u>-</u>	<u>(106,984) *</u>
Balance as at 31/3/2023	<u>(967,373)</u>	<u>2,189,835</u>	<u>4,552</u>	<u>1,227,014</u>
6.8% and other posts (existing non-snapshot staff)				
Balance as at 1/4/2022	(1,263)	543,449	-	542,186
(Deficit)/surplus for the year 2022 /23	<u>(5,976)</u>	<u>51,292</u>	<u>-</u>	<u>45,316 *</u>
Balance as at 31/3/2023	<u>(7,239)</u>	<u>594,741</u>	<u>-</u>	<u>587,502</u>
Balance as at 31/3/2023	<u>(974,612)</u>	<u>2,784,576</u>	<u>4,552</u>	<u>1,841,516</u>
Balance as at 31/3/2022	<u>(660,465)</u>	<u>2,532,097</u>	<u>4,552</u>	<u>1,876,184</u>

* Net deficit for the year amounted to HK\$61,668 (2022: Deficit of HK\$14,043).

Notes:

- (1) The level of LSG cumulative reserve (i.e. S), less LSG Reserve kept in the holding account, will be capped at 25% of the NGO's operating expenditure (excluding Provident Fund expenditure) for the year. The excessive amount of LSG surplus will be clawed back under the prevailing policy.
- (2) Prior Years Adjustments requested by Social Welfare Department on 18 March 2023. The correction made is related to the recognition of expenditures of software development fee for Placement Management and Follow-up System (PMPS) Enhancement, which were related to the Social Welfare Development Fund(SWDF) under Lotteries Fund , charged to Lump Sum Grant as Other Charges in 2019/20 AFR.
- (3) Prior Years Adjustments requested by Social Welfare Department on 18 March 2023. The correction made is related to the opening balance of Provident Fund(PF) Reserve in 2017/18 AFR.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

10. POLICY ADVOCACY FUND

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income:-		
Project Income	667,425	300,015
	<u>667,425</u>	<u>300,015</u>
Less: Expenditure		
Personal Emoluments		
a) Salaries	-	-
b) Provident Fund (MPF)	-	-
Other Charges:		
- General Program Expenses	-	-
- Mobile Application Development Expenditure:-	513,116	214,933
- Others	7,050	657
Total other charges	<u>520,166</u>	<u>215,590</u>
Total expenditure	<u>520,166</u>	<u>215,590</u>
Surplus/(deficit) for the year	147,259	84,425
Balance brought forward – Deficit	<u>(551,977)</u>	<u>(636,402)</u>
Balance carried forward – Deficit	<u>(404,718)</u>	<u>(551,977)</u>

11. INVESTMENT REVALUATION RESERVE

	<u>2023</u> HK\$	<u>2022</u> HK\$
Balance at 1 April - Deficit	(2,422,160)	(2,717,960)
Fair value (loss)/gain on financial assets designated at FVOCI	<u>(34,000)</u>	<u>295,800</u>
Balance at 31 March - Deficit	<u>(2,456,160)</u>	<u>(2,422,160)</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

12. STAFF PROVIDENT FUND

Staff provident fund is managed by HSBC Provident Fund Trustee (Hong Kong) Limited, the balance of which has not dealt with in these financial statements. The contribution payable to staff provident fund is charged to the statement of comprehensive income as incurred.

In addition, the Federation also participates 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 employees’ basic salaries and are charged to the statement of comprehensive income or respective fund accounts as they become payable in accordance with the rules of the MPF scheme. The Federation’s employer contributions are fully and immediately vested in favour of the employees.

13. DONATIONS AND SUBVENTIONS RECEIVED

Designated donations and subventions are included in special purpose funds and/or receipts in advance prior to the utilisation of such funds towards the specific purposes. All other donations are dealt with in the statement of comprehensive income.

14. TAXATION

No provision for profits tax or deferred tax is required as the Federation has been exempted under section 88 of the Inland Revenue Ordinance from any tax by reason of being a charitable institution or trust of a public character.

15. DIRECTORS’ REMUNERATION

	<u>2023</u> HK\$	<u>2022</u> HK\$
Fees	Nil	Nil
Other emoluments	Nil	Nil

Members of key management of the Federation only include directors.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

16. F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT RESERVE

(Grant code: 35141-990-0220-C149)

	<u>2023</u> HK\$	<u>2022</u> HK\$
Accumulated surplus of Block Grant Reserve brought forward	132,049	48,220
Add: Prior Years 2015-2019 Adjustment due to vehicles expenses had been charged as recurrent items	-	25,755
Add: Block Grant received during the year	103,000	103,000
Interest income	2,361	-
	<u>105,361</u>	<u>128,755</u>
Less: Expenditure during the year:		
- Minor works projects	-	(2,500)
- Furniture and equipment	(41,258)	(42,426)
- Vehicle overhauling	(15,970)	-
	<u>(57,228)</u>	<u>(44,926)</u>
Surplus for the year	<u>48,133</u>	<u>83,829</u>
Accumulated surplus of Block Grant Reserve carried forward	<u>180,182</u>	<u>132,049</u>

Capital commitments

As at 31 March 2023, the outstanding commitments in respect of F & E Replacement and Minor Works Grant as follows:

	<u>2023</u> HK\$	<u>2022</u> HK\$
Contracted for but not provided in the financial Statements	-	-
Authorised but not contracted for	-	-
	<u>-</u>	<u>-</u>

Details of the use of the F & E Replenishment and Minor Works Block Grant are set out on page 38 of these financial statements.

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

16. F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT RESERVE (CONT'D)

DETAILS OF THE USE OF THE F & E REPLENISHMENT AND MINOR WORKS BLOCK GRANT –

(A) EXPENDITURE IN THE YEAR 2022-23 AND
 (B) OUTSTANDING COMMITMENT AS AT 31 MARCH 2023

Item No.	Name of the SWD - Subvented Unit	Service Nature (e.g. Sheltered Workshop)	(a)				(b)			
			Expenditure in the year 2022-23				Outstanding Commitments as at 31 March 2023 – Contracted for but not provided under the Expenditure Column			
			Minor Works HK\$	Furniture and Equipment and Equipment HK\$	Vehicle Overhauling (With Registration No.) HK\$	Total Expenditure HK\$	Minor Works HK\$	Furniture and Equipment HK\$	Vehicle Overhauling HK\$	Total Outstanding Commitment HK\$
	Code: 2886 NGO: Hong Kong Federation of Handicapped Youth			19,358						
	Service Unit: Jockey Club Activity Centre		-		15,970	35,328	-		-	-
	Service Unit: Employment: Service Centre		-	21,900		21,900	-		-	-
	Total:		-	41,258	15,970	57,228	-		-	-

HONG KONG FEDERATION OF HANDICAPPED YOUTH
NOTES ON THE FINANCIAL STATEMENTS

17. SOCIAL WELFARE DEVELOPMENT FUND (SWDF) – PHASE III

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income		
SWD Funding:		
Non-I.T. Project Income		
- Training & Professional Development Expenses	-	30,000
Interest from Bank	2,360	73
Prior year (2018 – 2020) Adjustment for additional contribution 15% from NGO	9,546	
	<u>11,906</u>	<u>30,073</u>
Less: Expenditure		
I.T. Project		
- Business System Upgrading Expenses	-	-
- Salary	-	-
- MPF	-	-
Non I.T. Project Expenditure	-	-
- Training & Professional Development I	-	-
- Studies : Salary	-	-
- Studies : MPF	-	-
- Studies : Postage	-	-
- Studies : Printing	-	-
- Administrative support	-	-
Total expenditure	<u>-</u>	<u>-</u>
Surplus/(deficit) for the year	11,906	30,073
Balance brought forward	<u>181,747</u>	<u>151,674</u>
Balance carried forward – surplus	<u>193,653</u>	<u>181,747</u>

Details of the use of the Social Welfare Development Fund (SWDF) Phase III funded by Lotteries Fund are set out below:

<u>Particulars</u>	<u>2022-23</u> HK\$	<u>2021-22</u> HK\$
I. Balance of SWDF brought forward (a):	181,747	151,674
II. Allocation from SWDF during the year (b):	9,546	30,000
III. Interest received during the year (c):	2,360	73
IV. Expenditure under SWDF during the year:		
1. Expenditure for projects under scope A *	-	-
2. Expenditure for projects under scope B **	-	-
3. Expenditure for projects under scope C ***	-	-
4. Administrative support	-	-
Total expenditure during the year (d):	<u>-</u>	<u>-</u>
V. Balance carried forward to the next financial year (e): (e)=(a)+(b)+(c)-(d)	<u>193,653</u>	<u>181,747</u>

Notes: * Scope A represent Training & Professional Development Programmes (non-IT)
 ** Scope B represent Business System Upgrading Projects (IT)
 *** Scope C represent Studies aiming at enhancing service delivery (non-IT)

HONG KONG FEDERATION OF HANDICAPPED YOUTH

NOTES ON THE FINANCIAL STATEMENTS

18. TRAINING DEVELOPMENT FUND

	<u>2023</u> HK\$	<u>2022</u> HK\$
Balance brought forward –surplus/(deficit)	360,027	(5,217)
Income:		
Sales income	370,052	212,466
Other income	728,450	693,950
Less: Expenditure		
Salaries	(278,327)	(264,876)
Contribution to Mandatory Provident Fund	(13,252)	(12,753)
Depreciation of equipment	-	(2,840)
Administrative Expenses	(4,765)	(4,907)
Course Fee	(228,758)	(145,516)
Purchases	(27,085)	(69,378)
Overhead	(27,191)	(10,257)
Wages	(148,330)	(30,645)
Miscellaneous		-
Accessories	(1,550)	-
Surplus for the year	369,244	365,244
Transfer from employment service centre fund (note 8e)	-	-
Balance carried forward –Surplus	<u>729,271</u>	<u>360,027</u>

19. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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

The Federation makes estimates and assumptions concerning the future. The resulting accounting estimates with, by definition, seldom equal to the related actual results. The estimates and assumptions 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 Federation'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.

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NOTES ON THE FINANCIAL STATEMENTS

20. OPERATING LEASE COMMITMENTS

At the end of the reporting period, the Federation was committed to make the future payments in respect of operating leases as follows:

	<u>2023</u> HK\$	<u>2022</u> HK\$
Land and buildings		
- Within one year	-	-
- In the second to fifth years, inclusive	-	-
	<u>-</u>	<u>-</u>

21. RENT AND RATES SUBVENTION REFUNDED TO SWD

Jockey Club Activity Centre

<u>Subvention element</u>	<u>2022-2023</u>			<u>2022-2023</u>
	<u>Subvention released</u> HK\$	<u>Actual expenditure</u> HK\$	<u>Surplus refundable</u> HK\$	<u>Subvention refunded</u> HK\$
Rent	228,912	210,552	18,360	-
Rates (note 7)	17,328	6,430	10,898	29,258 *
	<u>246,240</u>	<u>216,982</u>	<u>29,258</u>	<u>29,258</u>

<u>Subvention element</u>	<u>2021-2022</u>			<u>2020-2022</u>
	<u>Subvention released</u> HK\$	<u>Actual expenditure</u> HK\$	<u>Surplus refundable</u> HK\$	<u>Subvention refunded</u> HK\$
Rent	218,724	200,364	18,360	-
Rates (note 7)	17,328	6,430	10,898	34,231
	<u>236,052</u>	<u>206,794</u>	<u>29,258</u>	<u>34,231</u>

* representing:

	HK\$
Rent and rates subvention for the year 2021/22 refunded in the year 2022/23	<u>29,258</u>

HONG KONG FEDERATION OF HANDICAPPED YOUTH
NOTES ON THE FINANCIAL STATEMENTS

22. GENERAL DONATIONS/OUTGOINGS

Head office

	<u>2023</u> HK\$	<u>2022</u> HK\$
Donations/outgoings (including fund raising events with SWD Public Subscription Permit)		
Total donation received with SWD Permit (a)	-	-
- Donation received without SWD Permit (b)		
- Head Office	1,458,483	774,812
Total Donation income (a) + (b)	<u>1,458,483</u>	<u>774,812</u>
Less: Outgoing:		
With SWD Permit	<u>-</u>	<u>-</u>
Without SWD Permit	269,255	108,427
Total outgoing expenses	<u>269,255</u>	<u>108,427</u>
*Net proceeds	<u>1,189,228</u>	<u>666,385</u>
*Net proceeds (with SWD Permit) *	-	-
(without SWD Permit)	<u>1,189,228</u>	<u>666,385</u>
Total	<u>1,189,228</u>	<u>666,385</u>

* Usage of Proceeds: to raise funds for supporting the constant operation and development of Hong Kong Federation of Handicapped Youth

HONG KONG FEDERATION OF HANDICAPPED YOUTH
NOTES ON THE FINANCIAL STATEMENTS

23. FLAG DAY

i) The income and expenditure account of the flag day event is set out below:

	<u>2023</u> HK\$	<u>2022</u> HK\$
INCOME		
Street collections	-	943,979
Other appeal donations	-	490,448
	-----	-----
		1,434,427
EXPENDITURE		
Advertising and publicity	-	897
Postage	-	1,702
Printing and stationery	-	10,812
Transportation and travelling	-	8,404
Insurance	-	3,133
Bank charges	-	-
Sundry expense	-	1,515
Volunteer allowance	-	211
	-----	-----
		26,674
SURPLUS		
	-----	-----
		1,407,753

Note: The surplus of the flag day sale for the year ended 31 March 2022 was used for funds for personal emoluments, central administration and other charges of (1) Head Office; (2) Jockey Club Activity Centre; (3) Emolument Service Centre; and (4) HKFHY Momentum Academy.

ii) The usage of the surplus/new proceeds of the donations collected as follows:

	Ratio (%) of net <u>proceeds</u> (if any) HK\$	2022/23 <u>Amount used for</u> <u>breakdown item</u> HK\$
1) Person emoluments and central administration	50%	
a) Head office	10%	-
b) Jockey Club Activity Centre	20%	-
c) Employment Service Center	15%	-
d) HKFHY Momentum Academy	5%	-
2) Other charged include as follow: (Utilities, Furniture and Equipment, Program Expenses, Transportation and Travelling, Insurance Premium and Miscellaneous	50%	
a) Head office	10%	-
e) Jockey Club Activity Centre	20%	-
f) Employment Service Center	15%	-
g) HKFHY Momentum Academy	5%	-
	-----	-----
	100%	-

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NOTES ON THE FINANCIAL STATEMENTS

24. VEHICLE REPLACEMENT FROM LOTTERIES FUND

(Grant Code: 35141-393-0030-0000)

	<u>2023</u> HK\$	<u>2022</u> HK\$
Income		
- Lotteries Fund received from SWD during the year	-	1,083,608
- Disposal income (Federation's old rehabus)	-	5,000
Less: Expenditure		
- Replacement of Vehicle (Federation's new rehabus)	-	(1,092,568)
- Bus body design (Federation's new rehabus)	-	(2,000)
	<hr/>	<hr/>
Deficit for the year	-	(5,960)
Less: Federation covers the deficit	-	5,960
	<hr/>	<hr/>
Balance carried forward	<hr/> <hr/>	<hr/> <hr/>