

審核財務報告

Audited Financial Statements



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CHRISTIAN FAMILY SERVICE CENTRE**

(incorporated in Hong Kong and limited by guarantee)

Opinion

We have audited the consolidated financial statements of Christian Family Service Centre (the "Centre") and its subsidiary ("the Group") set out on pages 9 to 40, which comprise the consolidated statement of financial position as at 31 March, 2022, and the consolidated income and expenditure account, the consolidated statement of cash flows and the consolidated statement of changes in reserves and funds for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements give a true and fair view of the financial position of the Centre and its subsidiary as at 31 March, 2022, and of their financial performance and cash flows for the year then ended 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 have been properly prepared in compliance with the Hong Kong Companies Ordinance, the "Lump Sum Grant Manual", the "Guide to Social Welfare Subventions" and compiled with the requirements as stipulated by Social Welfare Department and Community Care Fund on implementing the Community Care Fund Programme, the Lotteries Fund Manual and other instructions issued by the Director of Social Welfare.

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 Consolidated Financial Statements section of our report. We are independent of the Group 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 consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CHRISTIAN FAMILY SERVICE CENTRE

(incorporated in Hong Kong and limited by guarantee)

Responsibilities of Directors and Those Charged with Governance for the Consolidated Financial Statements

The directors are responsible for the preparation of the consolidated 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, the "Lump Sum Grant Manual", the "Guide to Social Welfare Subventions", the requirements as stipulated by Social Welfare Department and Community Care Fund on implementing the Community Care Fund Programme, the Lotteries Fund Manual and other instructions issued by the Director of Social Welfare, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors are responsible for assessing the Group'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 Group or to cease operations, or have no realistic alternative but to do so.

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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. This report is made 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 HKSAAs 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated 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 Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CHRISTIAN FAMILY SERVICE CENTRE**

(incorporated in Hong Kong and limited by guarantee)

- 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 Group'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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.



Fan, Chan & Co. Limited
Certified Public Accountants
Leung Kwong Kin
Practising Certificate Number P03702

Hong Kong, 15 September, 2022

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH, 2022

	2022 HK\$	2021 HK\$
Income		
Social Welfare Department subvention	702,766,010.13	636,743,224.13
Government Subvention (non-social welfare department)	72,351,561.94	65,190,910.28
Community Chest Allocation	8,727,905.80	9,532,574.97
Hong Kong Jockey Club Charities Trust subvention	35,618,584.72	25,870,785.68
Other project grants	30,026,660.07	21,222,229.09
Fee income	63,905,303.72	54,820,796.05
Programme income	37,284,499.67	24,258,320.03
Donations	2,670,257.91	4,341,031.57
Bank interest income	183,808.36	278,530.42
Investment income	1,352,848.51	4,609,750.57
Other income	8,200,320.34	3,110,992.93
Total income	963,087,761.17	849,979,145.72
Deduct :		
Expenditures		
Personal emoluments	579,442,011.07	541,318,588.39
Staff incentive and allowance	22,774,048.22	5,208,688.56
Staff benefits and training	6,052,557.17	4,786,158.45
Administrative expenses	7,945,300.39	7,269,633.74
Finance charges	203,728.77	339,605.47
Utilities expenses	10,263,318.48	6,817,091.69
Stores and equipment	69,559,093.52	60,158,053.38
Insurance premium for office	8,715,528.92	7,421,070.72
Publicity and promotion expenses	933,906.91	923,089.20
Programme expenses	23,427,930.86	16,186,457.62
Hire of services	51,910,481.62	45,685,190.92
Transportation and travelling	8,571,553.63	5,424,383.79
Food for clients	12,359,763.53	9,895,405.09
Incentive payment for clients	4,519,471.52	2,602,398.25
Clients' medical care and supplies	10,529,138.06	8,923,832.43
Insurance premium for clients	268,237.97	234,207.46
Rent and rates	27,962,065.39	23,912,832.43
Miscellaneous	6,742,873.80	3,565,123.49
Total expenditures	852,181,009.83	750,671,811.08

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH, 2022

	2022 HK\$	2021 HK\$
Surplus before fair value changes of financial assets	110,906,751.34	99,307,334.64
Fair value (loss)/gain on financial assets	(1,031,869.53)	5,688,432.11
Surplus for the year	109,874,881.81	104,995,766.75
Transferring from/(to):		
- Restricted reserves	(111,688,612.28)	(82,490,522.88)
- Designated reserves	(2,983,502.35)	(1,436,939.63)
- Unrestricted reserves	1,820,363.36	2,853,170.29
(Deficit)/Surplus transferred to General fund	(2,976,869.46)	23,921,474.53

CHRISTIAN FAMILY SERVICE CENTRE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH, 2022

	Note	2022 HK\$	2021 HK\$
Non-current assets			
Property, plant and equipment	7	146,349,185.85	157,037,314.69
Financial assets at fair value	9	75,534,056.55	76,632,801.87
		221,883,242.40	233,670,116.56
Current assets			
Other receivables, deposits and prepayments	10	40,959,730.93	30,454,193.57
Pledged deposits	11	26,876,216.03	19,366,186.76
Cash and bank balances	11	269,130,100.21	173,929,072.69
		336,966,047.17	223,749,453.02
Current liabilities			
Accruals and other payables	12	29,988,858.48	25,581,667.66
Deferred income		48,220,773.39	42,634,063.72
Bank borrowings	12	15,000,000.00	15,000,000.00
		93,209,631.87	83,215,731.38
Net current assets		243,756,415.30	140,533,721.64
Total assets less current liabilities		465,639,657.70	374,203,838.20
Non-current liabilities			
Deferred income		75,182,243.00	91,678,812.54
Net assets		390,457,414.70	282,525,025.66

CHRISTIAN FAMILY SERVICE CENTRE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH, 2022

	Note	2022 HK\$	2021 HK\$
Representing: -			
General fund			
- Accumulated surplus	13	37,411,772.15	40,346,295.62
Restricted reserves			
- SWD Lump Sum Grant reserve	14	176,082,749.89	107,100,785.28
- SWD Provident Fund reserve	15	35,832,854.59	28,640,235.86
- Other restricted reserves	16	51,081,195.47	15,944,534.23
Capital project and restricted funds	25	1,644,517.43	(1,011,828.21)
Designated reserves	29	21,510,417.55	18,526,915.20
Unrestricted reserves	30	66,893,907.62	72,978,087.68
Total reserves and funds		390,457,414.70	282,525,025.66

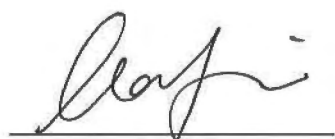
The consolidated financial statements were approved and authorised for issue by the Board on 15 September, 2022 and are signed on its behalf by:



Vice-chairman, Li Yat Shing, Daniel



Director, Yau Ho Chun, Nora



Chief Executive, Leung Siu Ling

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2022**

34. Statement of financial position and reserve movement of the Centre

	The Centre	
	2022 HK\$	2021 HK\$
Non-current assets		
Property, plant and equipment	145,551,274.81	156,394,695.88
Financial assets at fair value	75,534,056.55	76,632,801.87
	221,085,331.36	233,027,497.75
Current assets		
Other receivables, deposits and prepayments	37,947,407.83	28,962,103.53
Amount due from a subsidiary	271,915.28	2,513,971.05
Pledged deposits	26,876,216.03	19,366,186.76
Cash and bank balances	266,546,795.33	168,435,731.71
	331,642,334.47	219,277,993.05
Current liabilities		
Accruals and other payables	29,861,414.41	25,282,685.39
Deferred income	47,841,369.20	42,355,884.94
Bank borrowings	15,000,000.00	15,000,000.00
	92,702,783.61	82,638,570.33
Net current assets	238,939,550.86	136,639,422.72
Total assets less current liabilities	460,024,882.22	369,666,920.47
Non-current liabilities		
Deferred income	74,846,362.17	91,491,331.84
Net assets	385,178,520.05	278,175,588.63

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH, 2022**

34. Statement of financial position and reserve movement of the Centre (continued)

		<u>The Centre</u>	
		2022	2021
		HK\$	HK\$
Representing: -	Note		
General fund			
- Accumulated surplus	13	37,411,772.15	40,346,295.62
Restricted reserves			
- SWD Lump Sum Grant reserve	14	176,082,749.89	107,100,785.28
- SWD Provident Fund reserve	15	35,832,854.59	28,640,235.86
- Other restricted reserves	34(a)	51,462,474.08	18,641,127.74
Capital project and restricted funds	25	1,644,517.43	(1,011,828.21)
Designated reserves	34(b)	22,160,497.55	18,566,925.47
Unrestricted reserves	34(c)	60,583,654.36	65,892,046.87
Total reserves and funds		385,178,520.05	278,175,588.63

Approved by the Board on 15 September, 2022


Vice-chairman, Li Yat Shing, Daniel


Director, Yau Ho Chun, Nora


Chief Executive, Leung Siu Ling

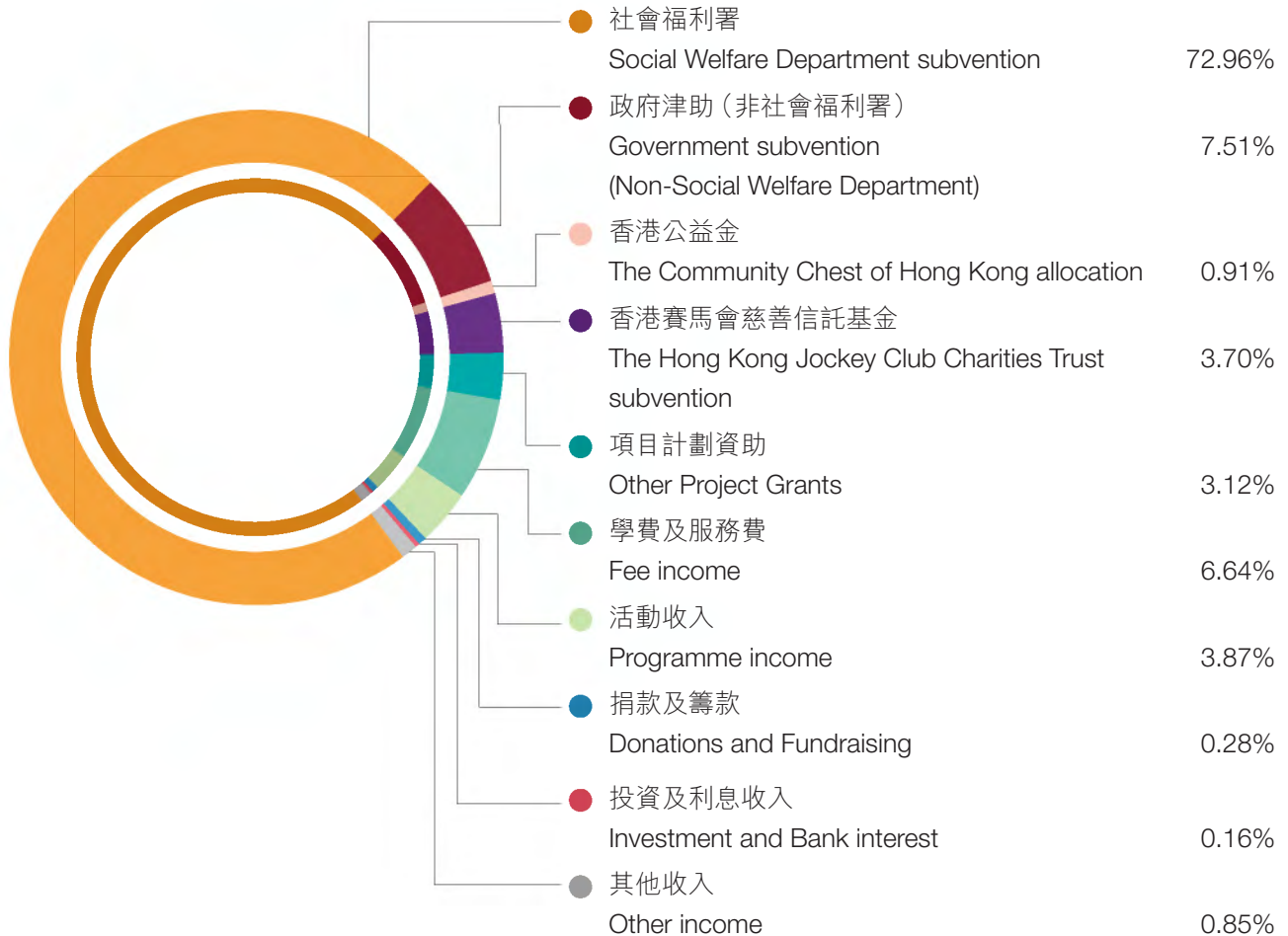
第110至115頁的財務資料乃節錄自本會截至2022年3月31日年度之指明財務報表。本年報未有刊載財務報表附註，而該附註為指明財務報表之一部分，應聯同財務報表一起閱讀。根據「公司條例」第436(2)段，本年報附上獨立核數師報告刊載於107至109頁。

The financial statements as presented on page 110 to 115 are extracted from the specified financial statements of the Centre for the year ended 31 March, 2022, and should be read in conjunction with notes of the financial statements which are not presented here. In accordance with the Companies Ordinance Section 436(2), the auditor's report on the financial statements are accompanied here on page 107 to 109.

財務報告 FINANCIAL REPORT

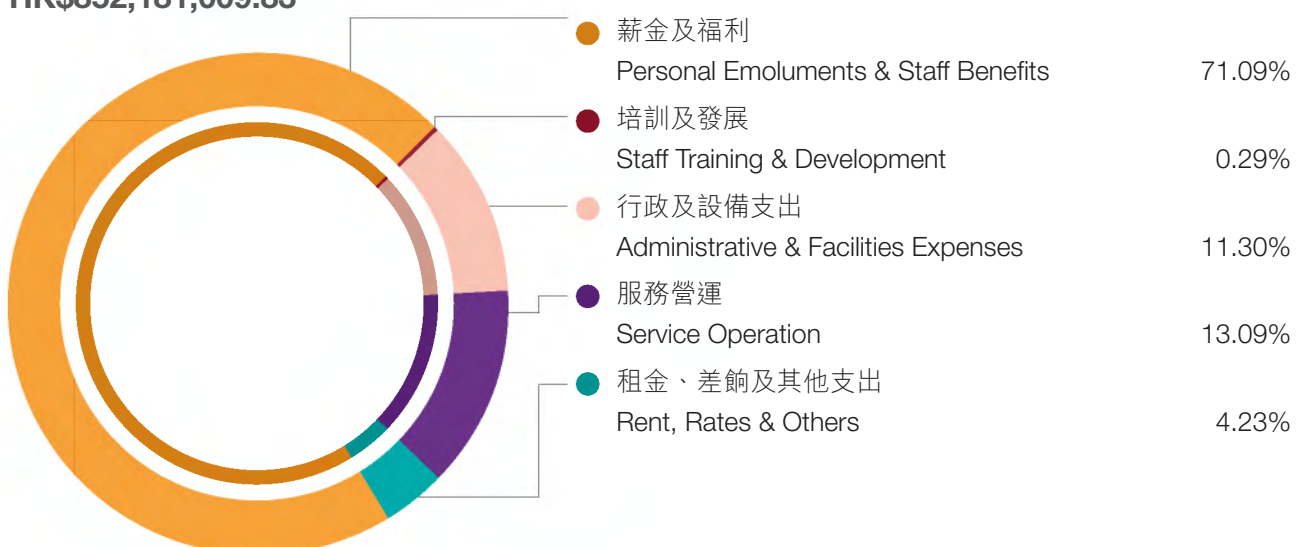
收入來源表 Chart On Income Resources

2021-2022 全年總收入 Annual Income
HK\$963,087,761.17



支出表 Chart On Expenditure

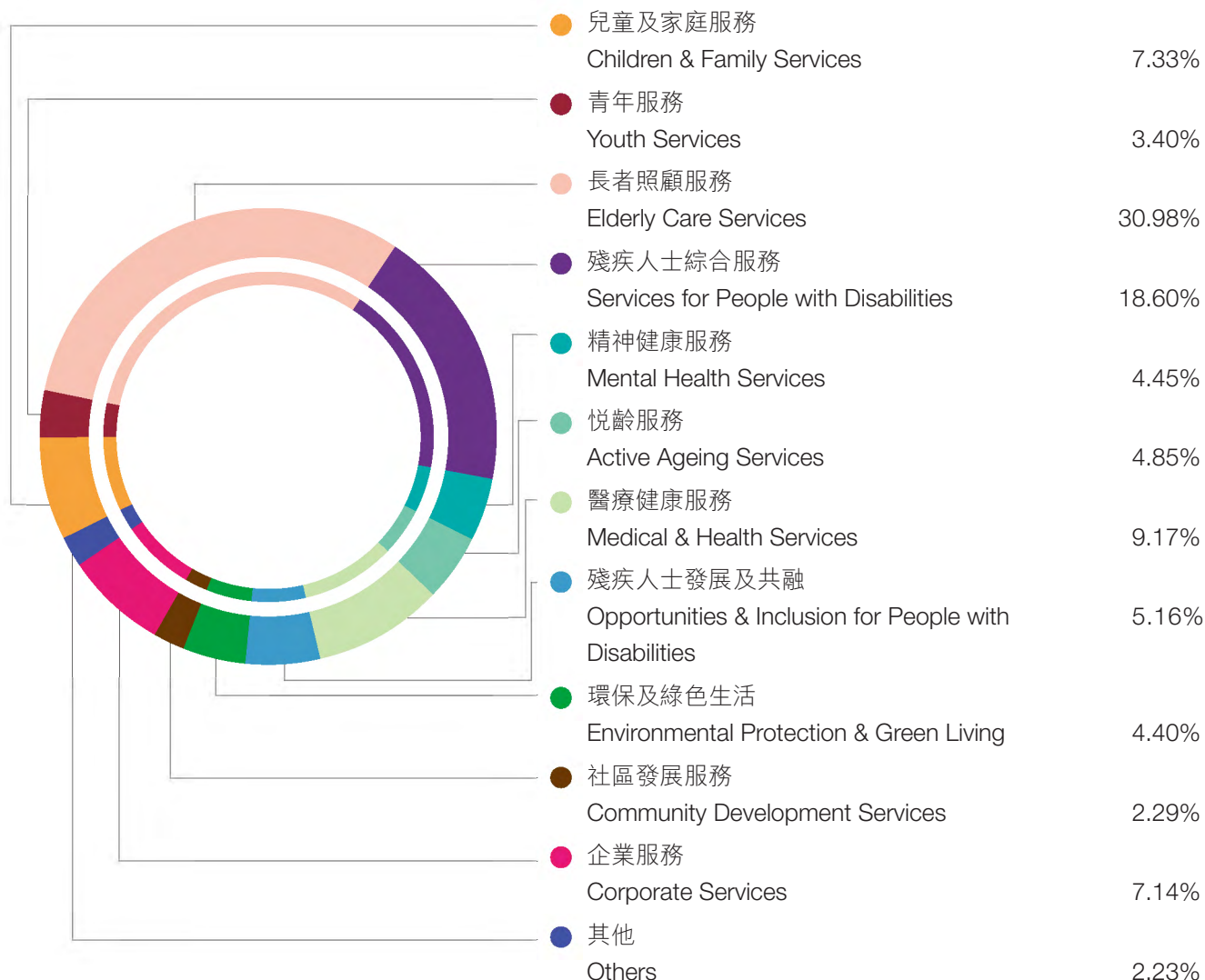
2021-2022 全年總開支 Annual Expenditure
HK\$852,181,009.83



核心服務支出表 Chart On Expenditure For Core Services

2021-2022 全年總開支 Annual Expenditure

HK\$852,181,009.83



詳細周年財務報告及整筆撥款之周年財務報告請於本會網頁查閱

Annual Financial Report and Annual Financial Report of Lump Sum Grant can be downloaded from CFSC's website www.cfsc.org.hk



整筆撥款之
周年財務報告
The Annual
Financial Report
(Lump Sum Grant)



周年財務報告
The Annual
Financial Report

2021-2022年

整筆撥款儲備的運用及未來運用計劃：

Management of the LSG Reserve and Future Plan:

根據本會政策，整筆撥款儲備主要用於履行對員工的合約承諾、支付整筆撥款服務營運虧損、及推行策略性發展工作。本會2021-2022年度整筆撥款服務營運錄得盈餘港幣42,239,503元，盈餘撥歸整筆撥款儲備。截至2022年3月底，整筆撥款累積儲備（不計算公積金儲備、寄存帳戶、租金差餉及中央項目儲備）為港幣129,944,258元，相當於整筆撥款2021-2022年度總營運開支的25.13%。

在2021-2022年度，受到第五波疫情影響，部分原定的策略性發展工作需要重整步伐。本會於整筆撥款儲備中撥出了港幣254,572元鼓勵優秀團隊推展創新服務。

未來兩年，即2022-2023年及2023-2024年，本會預算動用約港幣14,050,000元儲備，繼續推行策略性發展工作。其中二百五十萬元用於持續員工專業培訓、一百一拾萬元用於改善單位網頁、一百五十萬元用於研究開發服務使用者資訊科技應用系統、二百九十萬元用於推廣服務、五十萬元用於鼓勵優秀團隊發展創新服務、二百五十萬元用於進行服務效益研究，三百萬元用於多項小型維修工程。

According to the Agency's policy, the Lump Sum Grant (LSG) reserve will be used to honour the contractual commitment to our snapshot staff, as a reserve for the possible deficit of LSG operation and support the strategic development of our services. At the end of March 2022, we recorded a surplus of HK\$42,239,503 for the LSG service operations in 2021-2022, which has been transferred to the LSG reserve. The cumulative LSG reserve (excluding the Provident Fund reserve, Holding Account, Rent and rates, and the Central Item reserve) was HK\$129,944,258, accounting for 25.13% of the total LSG operating expenses in 2021-2022.

In 2021-2022, some of our original strategic development plans were affected by the fifth wave of the COVID-19 pandemic and had to be re-scheduled. The Agency allocated HK\$254,572 from the LSG reserve to encourage the promotion and development of innovative services by our outstanding teams.

For the next two years (2022-2023 and 2023-2024) HK\$14,050,000 has been budgeted from the LSG reserve for the continued support of various strategic initiatives. Within this budget, HK\$2.5 million will be used for extending the professional development of our core service staff; HK\$1.1 million is earmarked to optimise the websites of different service units; HK\$1.55 million will be budgeted for exploring the use of new ICT technology to improve user communication, HK\$2.9 million will be set aside for the promotion of service image; HK\$0.5 million will be allocated to encouraging the development of innovative services by our outstanding teams; HK\$2.5 million will be spent on social impact studies, and HK\$3 million has been reserved for various minor improvement works.

2021-2022年

非定影員工公積金儲備的運用及未來運用計劃：

Management of the Provident Fund Reserve for Non-Snapshot Staff in 2021-2022 and Future Plan:

本會由2017年1月起調整強積金僱主供款比率。員工在入職時，僱主供款為僱員全數薪金的5%，當僱員工作滿六年，僱主供款會增加至6%，工作滿七年增加至7%，如此類推，直至工作滿十年，僱主供款會增至最高的10%。截至2022年3月底，本會的非定影員工公積金累積儲備有港幣\$35,261,552。

Starting from January 2017, CFSC has enacted an amendment to its employer contributions under the Mandatory Provident Fund (MPF) scheme. For new employees, the employer contributions for MPF will be equivalent to 5% of their total salary. This percentage will increase to 6% after six years of service, then to 7% after seven years of service and so on, until it reaches the maximum rate of 10% for employees who have completed 10 years of service. At the end of March 2022, the cumulative Provident Fund reserve for non-snapshot staff amounted to HK\$35,261,552.

2021-2022年

整筆撥款周年財務報告：

Annual Financial Report (Lump Sum Grant):



本會2021-2022年的整筆撥款周年財務報告已在本會網頁發佈。公眾人士可透過下列連結到網頁 www.cfsc.org.hk 查閱。

The 2021-2022 Annual Financial Report (Lump Sum Grant) has been published on the CFSC's website for public viewing. You can access the report via the following link: www.cfsc.org.hk.