

“Enhanced Productivity Programme: 2002-03” Booklet

Report on EPP Savings -- Hong Kong Arts Development Council

Total value of EPP savings in 2002-03: **\$2.277m**, equivalent to **2.0%** of total recurrent baseline expenditure in that year that is subject to EPP. Total EPP savings (as a percentage of recurrent baseline expenditure subject to EPP) achieved by 2002-03 on a **cumulative** basis is **5.0%**.

Category	Savings (\$m)	EPP Measures in 2002-03	Safeguards for Quality Service
Subventions	1.677	<ul style="list-style-type: none">• Reorganisation of Council structure• Sourcing of new funds• Implementation of new arts funding policy	<p>Since 2001, pro-active projects with clear focus have been implemented under the Council’s “Three-Year Plan”. Under the two key goals of “corporate management” and “arts development”, it is proposed to reorganise the Council into 6 Committees in 2002, supported by 2 advisory panels consisting of external advisors and experts. To ensure enhanced efficiency in administration and resources deployment, Art Officers of the Council will work under the direction of the Chief Executive, while members of the Committees and advisory panels will play an advisory role. In this way the decision-making process of the Council will be expedited.</p> <p>A new “Resources Development Committee” will develop a number of plans in 2002 for sponsorship and social networking.</p> <p>Under the new “Arts Funding Policy Reform” commencing 2002, applicants and Council staff will be delegated with higher autonomy in arts development under clearly defined terms of reference aiming to meet the greater social expectations through arts funding. The Council will re-focus its supervisory efforts from the assessment of applicants’ arts policy to effectiveness of resources management. The Reform could drive the sustained renewal of arts development resources from various social sectors.</p>

Category	Savings (\$m)	EPP Measures in 2002-03	Safeguards for Quality Service
	0.600	<ul style="list-style-type: none"> • Re-engineering of administrative process • Appointment of arts bodies as intermediary implementers • Outsourcing contracts 	The Council will explore further the capabilities of information technologies and application solutions for accomplishment of the goals of “Three-Year Plan” using limited human resources. External arts bodies will not only help achieve the goals of the Council with higher creativity, but also reduce the workload of Council staff in organising activities. Through improvements to the procurement process, and a number of outsourcing contracts, the Council will continue to seek every value-adding opportunity.
Total	2.277		

- PRE : Personnel Related Expenses i.e. Costs related to the employment of staff other than pay and allowances e.g. pensions, staff housing
- DE: Departmental Expenses i.e. The day to day operating expenses of departments e.g. fuel, travelling expenses and furniture
- OC: Other Charges i.e. Significant expenditure peculiar to a particular department’s operation
- Subventions i.e. Recurrent payment to non-government bodies in support of their on-going expenses