

Financial Position of Self-financing Community Colleges or Other Similar Self-financing Arms of University Grants Committee-funded Universities

Self-financing community colleges or other similar self-financing arms offering sub-degree programmes	Surplus(or Deficit) (\$ million)	
	2014-15 financial year	Accumulated amount (as at 2014-15 financial year)
Community College of City University (CCCU) ¹	11.4	937.3 ³
School of Continuing Education, Hong Kong Baptist University ¹	2.912	(38.33)
Academy of Film of Hong Kong Baptist University's School of Communication ¹	1.563	3.049
Lingnan Institute of Further Education ²	(32.983)	(10.607)
Community College at Lingnan University ²	(14.333)	137.238 ⁴
School of Continuing and Professional Studies, The Chinese University of Hong Kong (CUSCS) ⁵	1.8	288
The Education University of Hong Kong - Unit of Associate Degree Studies ¹ (<i>operation to cease in the 2016/17 academic year</i>)	1.8	4.4 (<i>Estimate for the 2016/17 academic year</i>)
Hong Kong Community College, The Hong Kong Polytechnic University (PolyU HKCC) ¹	(68.004)	501.719 ⁶
School of Professional and Continuing Education, The University of Hong Kong ⁷	(26.033)	827

Note:

1. Covering the operation of self-financing sub-degree programmes only.
2. Overall financial position of the institutions (including the operation of programmes other than sub-degree programmes).
3. CCCU will move out of the campus of the City University of Hong Kong in a few years and will need to make use of its financial reserve mainly for new campus development and the provision of teaching support systems and facilities required.
4. The accumulated surplus mainly comprises fixed assets (such as teaching building).
5. According to CUSCS, the sub-degree programmes it offers include Higher Diploma (HD) programmes only. Under the existing financial system, the financial position of HD programmes cannot be separately identifiable. According to the internal cost allocation, HD programmes have in fact been operating with a deficit in the 2014-15 financial year because it is the intention of CUSCS to keep the tuition fees at an affordable level. The accumulated surplus provided above is the overall surplus accumulated over the past 51 years including both HD (launched since 2001) and non-HD programmes (launched since 1965).
6. About \$100 million is earmarked in the 2015/16 academic year for scholarships, bursaries, overseas exchange programmes for students, enhancement of campus facilities, etc. Related expenditures from the 2012/13 to 2014/15 academic years amounted to a total of about \$270 million. The institution also needed to repay outstanding Government loans of about \$641 million.
7. Overall financial position of the institution (including the operation of programmes other than sub-degree programmes). The financial reserve was an accumulation over many years

and was required for repaying outstanding Government loans of about \$205 million; investing in new programmes; enhancing campus facilities; and for contingencies, etc.