

Formula for Adjustment of Incentive Payment
for Attending Vocational Rehabilitation Training Programmes

The formula for the adjustment of incentive payment endorsed by the Finance Committee of the Legislative Council in April 1974 is as follows:

$$\frac{\text{Current Annual Average Consumer Price Index (A) [CPI(A)]}^1}{\text{Last Revised Annual Average CPI(A)}} \times \text{Current Rate} = \text{Revised Rate}$$

The rate of incentive payment will be adjusted whenever there is an increase of more than 20% in the CPI(A). From July 2014² to November 2018, the CPI(A) has increased by around 14%, which is below the adjustment threshold.

¹ The Modified Consumer Price Index, which was originally adopted for calculation, has become obsolete long time ago and been replaced by the CPI(A).

² The last adjustment to incentive payment was made by using the annual average CPI(A).