## Chart 1 – Key initiatives under the reinforced fiscal consolidation



## Revenue-generating initiatives



Implementing global minimum tax proposal (+\$15 bn from 2027)



Reviewing various traffic-related fees, charges and penalties (+\$2 bn per annum)



Raising air passenger departure tax (+\$1.6 bn in 2025)



Exploring boundary facilities fee on departing private cars (+\$1 bn per annum)



Raising fees of talent and capital investor admission (+\$0.62 bn in 2025)

Generating \$20.2 bn in annual revenue



## **Cost-saving initiatives**



Freezing pay for all civil servants and other public officers in 2025 (-\$8.7 bn)<sup>(1)</sup>



Stepping up the Productivity Enhancement Programme (-\$58.5 bn during 2025-2027)<sup>(2)</sup>



Reviewing district cooling systems in new development areas (-\$40 bn, one-off)



Adjusting two transport subsidy schemes (-\$6.2 bn during 2025-2029)

Saving \$113.4 bn in cost

- Notes: (1) Estimated saving based on an assumption of 3% increase in market wages in 2025.
  - (2) Covering the reduction of recurrent expenditure across heads, such as the cut in triennium university funding for the University Grants Committee and the abolishment of HK\$2,500 student grant.

Data source: The Budget.