Chapter 1

The Administration

The Hong Kong Special Administrative Region was established on 1 July 1997 under the principle of one country, two systems, 'Hong Kong people administering Hong Kong' and a high degree of autonomy, in accordance with the Basic Law.

Structure of the Administration

The Chief Executive is the head of the Hong Kong Special Administrative Region (HKSAR) Government. The Chief Secretary for Administration, the Financial Secretary or the Secretary for Justice deputises for the Chief Executive during any temporary absence.

The Chief Secretary for Administration and the Financial Secretary together supervise the work of 15 policy bureaus, each headed by a Director of Bureau, usually referred to as the bureau's 'Secretary'. Together, they form the Government Secretariat. There are 56 departments. The Audit Commission reports to the Chief Executive, the Hong Kong Monetary Authority reports to the Financial Secretary while the Department of Justice reports to the Secretary for Justice. The remaining 53 departments are responsible to their relevant bureau secretaries for the efficient implementation of approved policies.

In addition, the Independent Commission Against Corruption (ICAC), the Office of the Ombudsman and the Public Service Commission report directly to the Chief Executive.

The Chief Secretary for Administration, the Financial Secretary, the Secretary for Justice, the three Deputy Secretaries of Departments and the 15 Directors of Bureaus are politically appointed and defined as 'principal officials' in the Basic Law. They are appointed by the Central People's Government on the Chief Executive's nomination for a five-year term, which will not exceed the term of the Chief Executive who nominates them. They are all members of the Executive Council – Hong Kong's equivalent of a Cabinet – and are accountable for matters falling within their respective portfolios. The Director of the Chief Executive's Office is also a politically appointed official, with the same terms of employment as those of a Director of Bureau.

Two other layers of politically appointed officials, the Under Secretaries and Political Assistants, support the principal officials in carrying out political work.

Chief Executive

The Chief Executive, who is the head of the HKSAR and the HKSAR Government, leads the government. The Chief Executive is responsible for implementing the Basic Law, signing bills and budgets passed by the Legislative Council, promulgating laws, making decisions on government policies and issuing executive orders, among other duties. The Executive Council assists the Chief Executive in policymaking.

Executive Council

The Basic Law requires the Chief Executive to consult the Executive Council before making important policy decisions, except for the appointment, removal and disciplining of officials and the adoption of measures in emergencies; introducing bills to the Legislative Council; making subordinate legislation; or dissolving the Legislative Council. The Chief Executive in Council also determines appeals, petitions and objections under those ordinances which confer a statutory right of appeal. If the Chief Executive does not accept a majority opinion of the Executive Council, he or she shall put the specific reasons on record.

As at 31 December, the Executive Council had 37 members, comprising 21 Principal Officials and 16 Non-Officials. As provided for in the Basic Law, the Chief Executive appoints members of the Executive Council from among the principal officials of the executive authorities, members of the Legislative Council and public figures. They must be Chinese citizens who are permanent residents of the HKSAR with no right of abode in any foreign country. The Chief Executive decides on the appointment or removal of Executive Council members, whose term of office shall not extend beyond the expiry of the term of office of the Chief Executive who appoints them.

The Chief Executive presides at Executive Council meetings, which are normally held once a week. Its proceedings are confidential, although many of its decisions are made public. The Executive Council held 35 meetings during 2024.

Chief Secretary for Administration

The Chief Secretary for Administration is the leading principal official of the HKSAR Government, a member of the Executive Council, and the most senior official to assume the Chief Executive's duties if the Chief Executive is not able to discharge those duties for a short period.

The Chief Secretary for Administration supports the Chief Executive in administering Hong Kong, advises the Chief Executive on policy matters, and plays an important role in policy coordination on complex issues that straddle various policy bureaus. The Chief Secretary for Administration chairs the Policy Committee which serves as the clearing house for policy and legislative proposals before they are put to the Executive Council and the Legislative Council. The Chief Secretary for Administration is responsible for fostering relations between the government and the Legislative Council, and for drawing up the government's legislative programme.

The Chief Secretary for Administration exercises certain statutory functions, including the handling of appeals and matters of certain public bodies, and also chairs various major advisory committees.

Deputy Chief Secretary for Administration

The Deputy Chief Secretary for Administration assists the Chief Secretary for Administration in supervising the nine bureaus under his charge and coordinating the formulation and implementation of policies that cut across various bureaus and departments. The Deputy Chief Secretary for Administration also plans, coordinates or takes charge of specific policy areas or projects as instructed by the Chief Executive and the Chief Secretary for Administration.

Financial Secretary

The Financial Secretary's primary responsibility is to oversee policy formulation and implementation of financial, monetary, economic, trade development, housing, transport, logistics, innovation and technology as well as industrial matters. He exercises control over the Exchange Fund with the assistance of the Monetary Authority, and is a member of the Executive Council.

The Financial Secretary is also in charge of the Government Budget. He outlines in the annual Budget speech the government's vision and policies for sustainable economic development, presents budgetary proposals and moves the Appropriation Bill, which gives legal effect to the annual expenditure proposals in the Budget.

Deputy Financial Secretary

The Deputy Financial Secretary assists the Financial Secretary in coordinating formulation and implementation of cross-bureau or departmental policies and supervising the policy bureaus under his charge. The Deputy Financial Secretary also takes charge of specific policy areas or projects as directed by the Chief Executive and the Financial Secretary.

Chief Executive's Policy Unit

The Chief Executive's Policy Unit aims to enhance the government's capabilities in research and advocacy on long-term and strategic issues. The unit assists in the formulation of forward-looking policies; keeps abreast of national development directions, plans and policies, and suggests areas of significance in the integration into national development; examines international relations and situations to identify opportunities and risks; and gauges the sentiments of Hong Kong citizens, understands their concerns and discovers factors that are conducive to social harmony and stability.

Government Records Service

The Government Records Service (GRS) oversees the overall management of government records and provides a range of records and archival management services. With regard to records management, the GRS formulates policies, guidelines and procedures; develops systems and oversees their implementation; and sets standards, gives guidance and provides training to bureaus and departments on good practices. It assists bureaus and departments in the intermediate storage of inactive government records and microfilming.

The GRS sets the standards and functional requirements of electronic record-keeping systems in the government and provides support and advice to bureaus and departments in developing or adopting such systems.

The GRS appraises, acquires, preserves and provides access to government records of enduring value. Through its public programme, reference service and online educational resources, the GRS encourages understanding, use and protection of Hong Kong's documentary heritage. Its Central Preservation Library for Government Publications contains a wealth of government publications for the research and study of Hong Kong. Members of the public can visit the Hong Kong Public Records Building in Kwun Tong or use the GRS website to search the archives and browse the online exhibitions and educational resources portal.

Audit Commission

The Audit Commission, headed by the Director of Audit, is established under the Basic Law, which provides that it shall function independently and be accountable to the Chief Executive.

Under the Audit Ordinance, the director audits the government's accounts and submits reports to the President of the Legislative Council. The director also audits the accounts of the Exchange Fund, the Hong Kong Housing Authority, five trading funds and more than 60 other funds, and reviews the financial operations of multifarious government-subvented organisations.

The director carries out two types of audits: regularity audits and value-for-money audits. Regularity audits aim to provide a reasonable assurance that the accounts of the government, trading funds and other funds are prepared in accordance with the applicable financial reporting framework. Value-for-money audits aim to provide independent information, advice and assurance about the economy, efficiency and effectiveness with which any government bureau, department, agency, other public body, public office or audited organisation has discharged its functions. Except for some public organisations where the director has statutory authority to conduct value-for-money audits, these audits are carried out according to a set of guidelines agreed between the legislature's Public Accounts Committee and the director and accepted by the government.

The director's reports are submitted to the President of the Legislative Council and laid before the council, where they are considered by the committee. In 2024, the director submitted three reports: one on the audit certification of the government's accounts for the preceding financial year, and two on the results of value-for-money audits, Reports No 82 and 83. The audit recommendations were accepted by the audited bodies.

The Ombudsman

The Office of the Ombudsman, established under the Ombudsman Ordinance, is the independent watchdog of public administration of Hong Kong. The Ombudsman investigates into complaints of maladministration by government departments and public organisations, and recommends measures to improve and enhance the city's standard of public administration.

The office upholds the following values:

- maintaining impartiality and objectivity in all investigations;
- being accessible and accountable to the public, government departments and public organisations;
- interacting with the public, government departments and public organisations with courtesy, respect and trust; and
- upholding professionalism and integrity in the performance of its functions.

The Ombudsman's functions and powers include investigation of complaints of maladministration against all government departments and public organisations listed in Part 1 of Schedule 1 to the ordinance.

The Ombudsman is also empowered to investigate complaints of non-compliance with the Code on Access to Information against all government departments, including organisations listed in Part 2 of Schedule 1 to the ordinance

For complaints involving no or minor maladministration, the Ombudsman is empowered by law to deal with them by mediation. Besides investigating complaints, the Ombudsman may, by law and of his own volition, initiate direct investigation operations where he considers injustice may have been caused by maladministration or on any topical issues of community concern or significant public interest indicative of suspected systemic problems which he considers should be rectified.

The Ombudsman completed 10 direct investigation operations in 2023-24, namely:

- Measures and Usage of On-street Parking Spaces Designated for People with Disabilities;
- Pilot Scheme on Community Care Service Voucher for the Elderly;
- Education Bureau's Monitoring of Boarding Sections of Schools for Children with Intellectual Disabilities;
- Government's Enforcement against Defective Sewage Works of New Territories Exempted Houses;
- Effectiveness of 1823 in Handling Complaints and Enquiries;
- Housing Department's Arrangements for Housing for Senior Citizens and Converted One-person Units;
- Handling of Complaints Involving Trees on Government Land;
- Repairs and Maintenance of Outdoor Recreational and Sports Facilities under Leisure and Cultural Services Department;
- Regulation of Licensed Swimming Pools by Food and Environmental Hygiene Department; and
- Food and Environmental Hygiene Department's Regulation over Sale of Food in Hot/ Cold Holding and Non-prepackaged Beverages by Means of Vending Machine.

In 2023-24, the Ombudsman concluded 4,397 complaint cases received during the year and those brought forward from the previous year. A substantial number of complaints related to alleged error, wrong advice or decision, ineffective control, and delay or inaction concerning government departments and public organisations. During the same period, the Ombudsman gave a total of 186 major recommendations to the relevant government departments and public organisations.

Websites

 $Administration\ Wing, Chief\ Secretary\ for\ Administration's\ Office: www.admwing.gov.hk$

Audit Commission: www.aud.gov.hk

Government Records Service: www.grs.gov.hk
Office of the Ombudsman: www.ombudsman.hk