# Workshop on "Free Quality Kindergarten Education Scheme" Worksheet 2: School Fee Estimation (Half-day Courses)

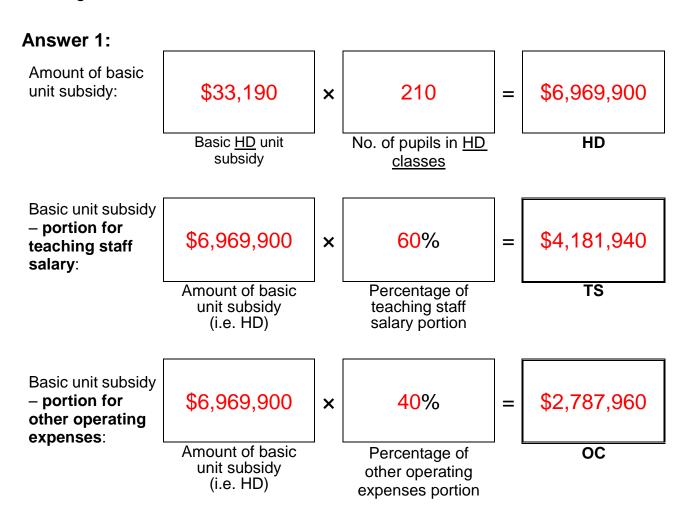
# **Background:**

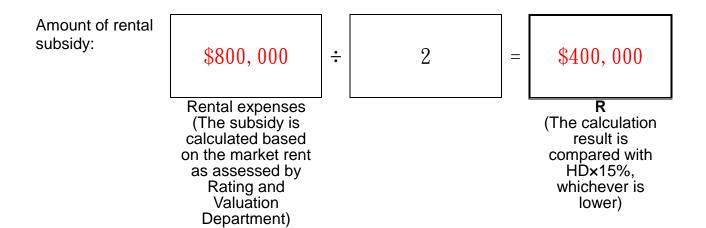
Cheerful Growth Kindergarten operates half-day (HD) classes only at present and plans to join the "Free Quality Kindergarten Education Scheme" (the Scheme) in the 2017/18 school year. The information related to school fee estimation is summarized as follows:

- 1. The number of pupils enrolled in HD classes is 210.
- 2. The number of instalments of school fees is 10.
- 3. The estimated expenditure on teacher salary is \$4,100,000.
- 4. The school is operated in rented private premises. The annual rental expenses are \$800,000.
- 5. The estimated amount of other operating expenses is \$2,000,000.
- 6. The average monthly salary of teachers in the kindergarten is lower than \$20,000 in both 2014/15 and 2015/16 school years.

#### Question 1:

How much government subsidy of each category will Cheerful Growth Kindergarten receive?





(Note: Premises maintenance grant is not applicable to Cheerful Growth Kindergarten. Subsidy and expenditure related to the support for non-Chinese speaking students and cook for WD KGs with a kitchen would not be taken in the calculation of school fee.)

## Question 2:

Does Cheerful Growth Kindergarten need to collect school fee from parents for their HD classes after joining the Scheme? If so, how much is the school fee?

## **Answer 2:**

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Per annum	Teaching staff	Other operating	Rental
(Estimate)	salary	expenses	expenses
	(\$)	(\$)	(\$)
a. Income	4,181,940	2,787,960	400,000
(subsidy amount)	[i.e. <b>TS</b> ]	[i.e. <b>OC</b> ]	[i.e. <b>R</b> ]
b. Expenditure	4,100,000	2,000,000	800,000
c. Surplus/(Deficit) of the	81,940	787,960	(400,000)
subsidy accounts [i.e. a - b]	[Note]		
d. Amount taken for calculating school fee	0	-787,960	400,000
	[i]	[ii]	[iii]
	0 - 787,960 + 400,000 = -387,960		
	(Total = [i] + [ii] + [iii])		
e. School fee per			
instalment	0		
[i.e. d ÷no. of pupils÷no. of instalments]			

Note: The surplus (if any) could not be deployed for covering expenditures other than teaching staff salary.