Assess the risk of heat stroke to employees

Attention duty announcers, radio and TV stations:

Please broadcast the following special announcement immediately, and repeat it at frequent intervals when the Very Hot Weather Warning is in force:

The Labour Department reminds employers that as the Very Hot Weather Warning is in force, they should assess the risk of heat stroke to their employees and adopt effective preventive measures such as providing cool drinking water, setting up temporary sunshade and providing mechanical aids to reduce physical exertion of employees. Employees should drink water regularly and be mindful of their physical condition. If early heat stroke symptoms such as headache and thirst appear, they should inform their supervisors and seek medical help immediately.

Transcript of remarks by Acting CE at media session before ExCo meeting (with video)

Following is the transcript of remarks by the Acting Chief Executive, Mr Matthew Cheung Kin-chung, at a media session before the Executive Council meeting this morning (June 26):

Reporter: Mr Cheung, why is the Government withdrawing the Yuen Long footbridge plan from the FC (Finance Committee) agenda, and what is the rationale behind? And also, a second question on the vacant property tax. How are you going to face if there are any legal challenge like challenging the Government's decision on that?

Acting Chief Executive: First of all, the Yuen Long footbridge. In fact, we are not withdrawing the item from the Finance Committee. It's purely that we are really talking about prioritising in order to provide more time to consult. We're not talking about taking it out at all. The need for a footbridge in Yuen Long is not debatable. We all agree, everybody agrees, that there is a need for a footbridge there to facilitate the pedestrian flow and that also there is a need locally in Yuen Long. Of course, there is a difference in opinion between professional bodies and some local groups. The Government, of course, will put up the proposal to the Finance Committee. Now, we are going through a stage because of difference in opinion. I think

we need to get together, put our heads together, and consult more thoroughly, explain our position more thoroughly, in order to reach common ground. That's why the Highways Department colleagues will be going down to the Yuen Long District Council at lunchtime to explain fully the circumstances, the rationale, for the proposal and also to try to bridge the gap, as it were, between various parties. We hope to find a way forward that's acceptable to all sides. It's a win-win situation that we are talking about.

On the second question, the vacancy tax, of course, the Chief Executive has promised to update the community on the latest position of vacancy tax by the end of this month. We still have a few days left, so let's be patient.

Reporter: Are you concerning the legal challenges? I was asking about legal challenges.

Acting Chief Executive: We can't comment on hypothetical questions at the moment. Wait until the Government has made the announcement on the issue first. OK?

(Please also refer to the Chinese portion of the transcript.)

Speech by SLW at Hong Kong Management Association Award for Excellence in Training and Development seminar (English only)

Following is the speech by the Secretary for Labour and Welfare, Dr Law Chi-kwong, at the Hong Kong Management Association Award for Excellence in Training and Development seminar today (June 26):

Anthony (Chairman of the Hong Kong Management Association Award for Excellence in Training and Development Organizing Committee 2018 and Regional Head of Learning, Asia Pacific, Human Resources, HSBC, Mr Anthony Rushton), Bianca (Member of the Hong Kong Management Association Award for Excellence in Training and Development Organizing Committee 2018 and Regional HR Head Asia of Hilti Asia, Ms Bianca Wong), ladies and gentlemen,

Thanks for the invitation to this event for the Award for Excellence in Training and Development 2018.

The Hong Kong Management Association has a long history in the promotion of training and development. As far as I remember, I had attended two

training courses organised by the Hong Kong Management Association back in the 1970s — one was on critical path method and the other was on form design.

There are many human resource challenges that Hong Kong would be facing in the coming years. While there are both qualitative and quantitative challenges, I would like to take this opportunity of speaking to the leaders here on some of the quantitative challenges and how the private sector can help to face these challenges.

Manpower challenge

Owing to the low fertility rate in Hong Kong and the expected decrease in the number of new arrivals from the Mainland via the One-way Permits in the coming year, we are expecting a reduction in the labour force in Hong Kong in the near future.

A couple of years ago, the projected peak of labour supply would be in 2018 and then it would start to shrink.

Owing to the relative increase in wages in Hong Kong, the price effect has increased the supply of labour considerably, and the current projected peak of labour supply is postponed to 2022.

You all know that we have a very tight labour market with the unemployment rate at only 2.8 per cent. There is a possibility that the unemployment rate will drop even further, though we are not very sure of the possible impact due to the imminent risk of a global trade war on its way.

If the tightness of the labour market continues, wage rates will continue to grow over and above their historical trend, and which in turn may also increase the supply in labour and will postpone the peak of labour supply even further beyond 2022, but it will not be very long before the labour force will eventually begin to come down.

We can tackle this quantitative issue of labour force on two fronts: one is on the extension of retirement and the other is on the reduction in the dropping out of the labour market. I will not talk about another politically sensitive issue today — importation of labour — though we are still doing it in a small scale in the Supplementary Labour Scheme, i.e. in terms of thousands, and in a much larger scale in foreign domestic helpers, i.e. in terms of hundreds of thousands. We have already close to 380,000 foreign domestic helpers already and I am expecting this to increase further to something around 600,000 in the next 30 years.

Extension of retirement

In the past 40 years, our average life expectancy has increased by 10 years. In 1978, it was 74 and now it is 84. This trend will continue and I don't really know when we will reach an average life expectancy of 120 years old. One basic reason for the increase in average life expectancy is the improvement in health.

Most of our retirement policies are quite ancient. It was only a couple of years ago that the HKSAR Government had increased the retirement age from 60 to 65 for new recruits, and just recently extending it to all those recruited after 2000. The last time was 30 years ago back in 1987, extending from 55 to 60. The average life expectancy back in 1987 was 77. By 2017, I would say that we could have increased the retirement age to at least 67. Anyway, the HKSAR Government has just increased it to 65.

What I would like to ask the private sector to consider is:

Please take a look at the current retirement policy of your company. If your company still has a retirement age, please see how long it has not been changed and whether the time to extend the retirement age has come.

Furthermore, please consider if your company can have a re-employment policy and how job design and flexible human resource management practices can help to maximise the contribution of the human resources of these retired colleagues.

If your company does not have a formal retirement age, then better keep it this way.

Reduction in the dropping out from the labour market

The most common reason for dropping out from the labour market is child rearing after the birth of the first or second child.

In recent years, it is becoming more and more common for senior colleagues to retire early for the reason of taking care of their parents or even spouse.

What the Government will do to reduce this dropping out from the labour market includes the increase in statutory maternity leave; the increase in child care facilities, particularly for those aged 0 to 3; and the increase in elderly home and community care services.

Policy research and evaluation in other places has clearly shown that the increase in maternity leave will reduce the dropping out from the labour market. Unfortunately, in Hong Kong, we have only 10 weeks of statutory maternity leave. Another problem we have in Hong Kong is that all these statutory leaves (no matter sick leave, maternity leave or paternity leave) are all paid by the employers. In many other developed parts of the world, most of these leaves are financed by some kind of social labour insurance. We do not have such a system and it is probably too late for us to do so. Yet, the 10 weeks of statutory maternity leave in Hong Kong is well below international standard and is lower than the 14 weeks recommended by the International Labour Organization. We are currently studying the possibility of extending the statutory maternity leave to 14 weeks with the Government financing the additional four weeks. We hope that we can come out with a clear position before the end of this year.

However, statutory maternity leave is just the minimum. I would always hope that the private sector can provide better terms to keep their staff.

As for the issue of child care facilities, there is no debate that we do have a very acute shortage, particularly for those aged 0 to 3. We are still keeping our child care policies in the 1970s and 1980s. Back in those days, the Hong Kong Government believed that parents should bear the full responsibility of looking after their children. While I still believe that the primary responsibility still rests with the parents, there is some kind of shared responsibility between the parents and the community. It takes a village or perhaps a whole city to raise a child. I would also say that this shared responsibility of raising a child between the parents and the society will gradually shift in the years to come, more and more to a balanced position between the society and the parents.

To increase our child care facilities is a bit late now but it is never too late.

For home and community care services for our elderly, we still have a long waiting list and it is the aim of the present administration to increase the supply of services so as to reduce the waiting time to zero in the long run.

For the private sector, there are a few things that can be done:

For big companies, do seriously consider the possibility of setting up either child care or elderly day care centres in your office buildings.

For all companies, do seriously consider implementing more family friendly policies to enable your staff to take care of their dependent family members.

I have heard the complaints from employers in most industries about the difficulty of recruitment. Everyone is trying to attract the younger generation to join their industry. I would say yes and we should all try very hard, but this is a zero sum game and after all there are fewer and fewer young people in Hong Kong anyway. Let's work together to see how we can retain our female and senior labour force in the market.

Thank you.

Hong Kong Monetary Authority Exchange

Fund Bills Tender Results

The following is issued on behalf of the Hong Kong Monetary Authority:

Hong Kong Monetary Authority Exchange Fund Bills Tender Results:

Tender date : June 26, 2018

Paper on offer : EF Bills Issue number : Q1826

Issue date : June 27, 2018

Maturity date : September 26, 2018

Amount applied : HK\$138,416 MN
Amount allotted : HK\$42,185 MN

Average yield accepted : 1.64 PCT Highest yield accepted : 1.69 PCT

Pro rata ratio : About 11 PCT Average tender yield : 1.74 PCT

Tender date : June 26, 2018

Paper on offer : EF Bills Issue number : H1855

Issue date : June 27, 2018
Maturity date : December 27, 2018

Amount applied : HK\$45,025 MN
Amount allotted : HK\$9,000 MN
Average yield accepted : 1.69 PCT
Highest yield accepted : 1.74 PCT

Pro rata ratio : About 70 PCT

Average tender yield : 1.82 PCT

Hong Kong Monetary Authority Tenders to be held in the week beginning July 2, 2018 :

Tender date : July 3, 2018 Paper on offer : EF Bills

Issue number : Q1827

Issue date : July 4, 2018 Maturity date : October 3, 2018

Tenor : 91 Days

Amount on offer : HK\$55,370 MN

Tender date : July 3, 2018
Paper on offer : EF Bills

Issue number : H1856

Issue date : July 4, 2018 Maturity date : January 2, 2019

Tenor : 182 Days

Amount on offer : HK\$15,000 MN

<u>Members of public invited to Hospital</u> <u>Authority Board Meeting</u>

The following is issued on behalf of the Hospital Authority:

Members of the public are invited to attend the Hospital Authority (HA) Board Meeting to be held on June 28 (Thursday) at 3.30pm.

The HA Board Meeting has been open to members of the public since 1998 to demonstrate the continuous effort of the Authority to enhance its transparency and public accountability. The HA Board holds meetings at regular intervals to discuss major health policy issues which have an impact on the public.

Through these open meetings, the community is able to understand more about the role and functions of the HA Board as well as the operation and services of the HA and its hospitals.

The HA Board will discuss the following agenda items in the coming meeting:

- Annual Report on the Operation of the Community Care Fund Assistance Programmes;
- Annual Report on Public Appreciation, Feedback and Complaints Management 2017/18;
- Chief Executive's Progress Report on Strategic Priorities; and
- Cluster Presentation Programme New Territories West Cluster (NTWC) Embracing Cultural Diversity in NTWC.

The meeting agenda and papers will be made available to the public at the meeting. Members of the public are reminded that they can attend the Board Meeting only as observers and will not be participating in the meeting discussions.

Members of the public who are interested to attend the coming Board Meeting have to make advance booking by contacting the Secretariat of the HA Board at 2300 6797 during office hours. To facilitate booking arrangement, members of the public are advised to provide their name and contact telephone number. In view of the limited seating available in the Public Gallery of the meeting venue, seating will be reserved on a first-come, first-served basis.