

**Embargo:**

**Release Date:** April 4, 2017

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## 2016 GOVERNMENT FINANCIAL STATEMENT

### CONSOLIDATED FISCAL ACCOUNT POSTS A 16.9 TRILLION WON SURPLUS IN 2016

#### Fiscal balance

The consolidated fiscal account posted a surplus of 16.9 trillion won, an increase of 17.1 trillion won (1.0 percent points to GDP) compared with the previous year and an increase of 14.4 trillion won (0.9 percentage points to GDP) compared with the outlook. Excluding social security funds<sup>1</sup>, the fiscal account registered a deficit of 22.7 trillion won, a decrease of 15.3 trillion won (1.0 percentage points to GDP) compared with the previous year and a decrease of 16.3 trillion won (1.0 percentage points to GDP) compared with the outlook.

#### 2016 Fiscal Account

(trillion won)

	2015 Settlement (A)	2016		Change	
		Budget plan (B)	Settlement (C)	From 2015 (C-A)	From budget (C-B)
Total revenues (a)	371.8	401.0	401.8	30.0	0.8
Total expenditures (b)	372.0	398.5	384.9	12.9	-13.6
Consolidated fiscal account (c, a-b)	-0.2	2.5	16.9	17.1	14.4
% to GDP	-0.01	0.2	1.0	1.0%p	0.9%p
Social security funds (d)	37.8	41.5	39.6	1.8	-1.9
% to GDP	2.4	2.6	2.4	0.0%p	-0.1%p
Consolidated fiscal account excluding social security funds (c-d)	-38.0	-39.0	-22.7	15.3	16.3
% to GDP	-2.4	-2.4	-1.4	1.0%p	1.0%p

#### Government debt

Central government debt was 591.9 trillion won in 2016 (36.1 percent to GDP, and an increase of 35.4 trillion won compared with 2015 and 11.3 trillion won less compared with the outlook). Total government debt including local governments was 627.1 trillion won (*preliminary*, 38.3 percent to GDP).

<sup>1</sup> National Pension Fund, Private School Teachers' Pension Fund, Industrial Accident Compensation Insurance Fund, Unemployment Benefit Insurance Fund

## 2016 Government Debt

(trillion won)

	2015 Debt (A)	2016		Change	
		Outlook (B)	Debt (C)	From previous year (C-A)	From outlook (C-B)
Central government (a)	556.5	603.2	591.9	35.4	-11.3
% to GDP	35.6	37.2	36.1	0.5%p	-1.1%p
Government bonds	551.5	598.8	587.5	36.0	-11.3
- Treasury bonds	485.1	528.4	516.9	31.8	-11.5
- FX stabilization bonds	7.1	7.1	6.7	-0.5	-0.5
- Housing bonds	59.3	63.3	64.0	4.7	0.6
Borrowings	3.3	3.9	3.9	0.6	-0.0
Debt to fund project earmarks	1.7	0.5	0.5	-1.3	0.0
Local government <sup>1</sup> (b)	34.9	34.4	35.2	0.3	0.7
Total <sup>1</sup> (a+b)	591.5	637.7	627.1	35.7	-10.6
% to GDP	37.8	39.3	38.3	0.5%p	-1.0%p

1. Preliminary

## Accrual Basis Accounting<sup>2</sup>

Total national assets based on accrual basis accounting amounted to 1,962.1 trillion won, while liabilities amounted to 1,433.1 trillion won. Net assets were 529.0 trillion won, down 34.0 trillion won from 2015.

Total assets increased 105.9 trillion won compared with 2015. Total liabilities increased 139.9 trillion won due to growth in government bond issuance and pension fund liabilities.

## 2015 Assets and Liabilities according to Accrual Basis Accounting

(trillion won)

		2015	2016	Change
Assets (C)	Liquid assets (A)	795.2	878.6	83.4
	Real estate (B)	1,061.0	1083.5	22.5
	Total (C, A+B)	1,856.2	1962.1	105.9
Liabilities (F)	Government bonds (D)	633.3	680.5	47.2
	Pension fund liabilities (E)	659.9	752.6	92.7
	- Civil servant pension fund liabilities	531.8	600.5	68.7
	- Military pension fund liabilities	128.9	152.1	24.0
	Total (F, D+E)	1,293.2	1,433.1	139.9
Net assets (G, C-F)		563.0	529.0	-34.0

<sup>2</sup> Revenues and expenses are recognized at the time in which the transaction occurs rather than when payment is made. The system was introduced in the government accounting in 2011