Welcome to KRILA

Mr. Md. Hasanur Rahman & His Delegates



Local Government in Korea

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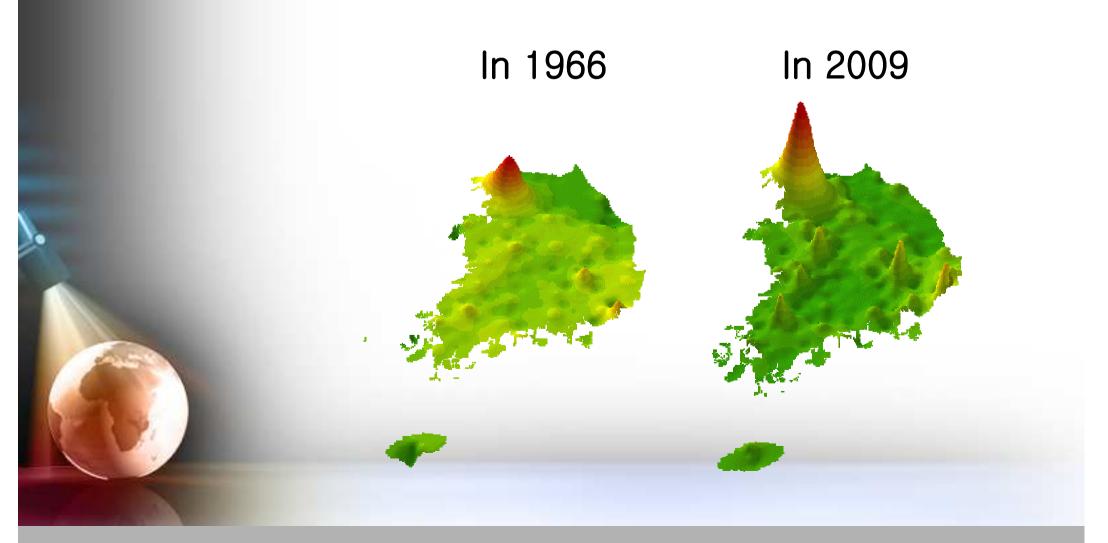
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Map of Korea (Rep. of)



Population Concentration

 48.6% of total Korean population on Capital Region, which covers only 11.8% of the territory (2009)



History of Local Autonomy

- 1949: Adoption of the Local Autonomy Act
- 1961: Local Council suspended by the military government
- 1987: Democracy movements in Korea
- 1991: Election for local council members revived
- 1995: Full-fledged elections for local government

Decentralisation in Brief

Decentralisation began since 1991 and deepened in 1995

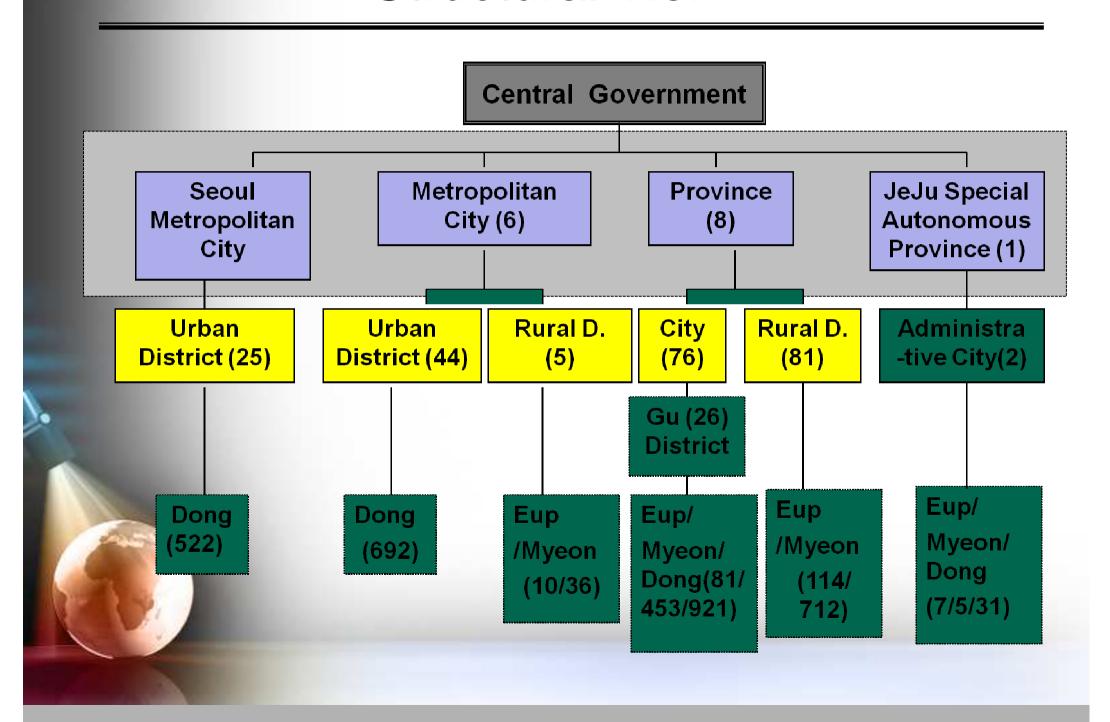
 Korea had been considered a centralised State before 1991 local election for local councillors

 From 1995, the local autonomy was reinvigorated since the election of provincial governors and mayors

Decentralisation in Brief (Cont.)

- Local Government Structure (16 + 230 = 246)
- A 2-tier system consisting of the central, provincial, and municipal levels of governments
- The upper or regional level consists of Seoul Special Metropolitan city, provinces(*Do, 8*) and metropolitan cities(Metropolitan *Si, 6*).
- The lower or basic local level is municipalities:
- municipal cities(Si), rural districts(Gun), autonomous urban districts(Gu, located inside Metropolitan cities)

Structural Tier



Structural Characteristics in Brief

- All municipalities have administrative units as sublevel of local administrative office, Eup and Myeon in rural area and Dong in urban area
- The metropolitan cities, including Seoul, have autonomous urban districts with a municipal status, headed by elected mayors and council members
- Possible change to a status of city from rural units beyond the threshold of 50, 000 population by Ministerial decree
- Metropolitan City becomes with over one million inhabitants

Functional Characteristics in Brief

- Local elected councillors, mayors and governors
 - Over 3,600 elected council members:
 738 of upper-level and 2,888 of lower-level
 - 230 mayors and 16 Metropolitan and provincial executive presidents (governors)

 More than 340,000 staff of local civil servants serving in 246 Provincial (regional) and local selfgovernments, of which one municipality has in average more than 200,000 inhabitants

Functional Characteristics (Cont.)

- Legislative framework is similar to the Franco-Germanic style rather than the UK
 - Korean local government benefits from the Germanic principle of "self-administration" (Selfbstvewaltung), not *Ultra Vires*
 - Local autonomous right laid down in the Title VIII of the Korean Constitution, as a general principle assuring the responsibilities of all over the field
 - It guarantees the institution of local councils (Art. 118), stipulating the democratic and representative nature of their governmental bodies

Functional Characteristics (Cont.)

- Uniformity of institutional form dividing into 2 parts:
 - Executive branch (Mayor) and the Council
- Division of Functions between Central and Local gvt.
 - According to the official statistics of 2002 and updated in 2007 conducted by the KRILA
 - Central government takes the final decision powers on about 70% of the whole governmental functions,
 - Local governments take charge of more than 30% of functions,
 - 3 to 5 % of delegated functions assigned by central and provincial government to local level

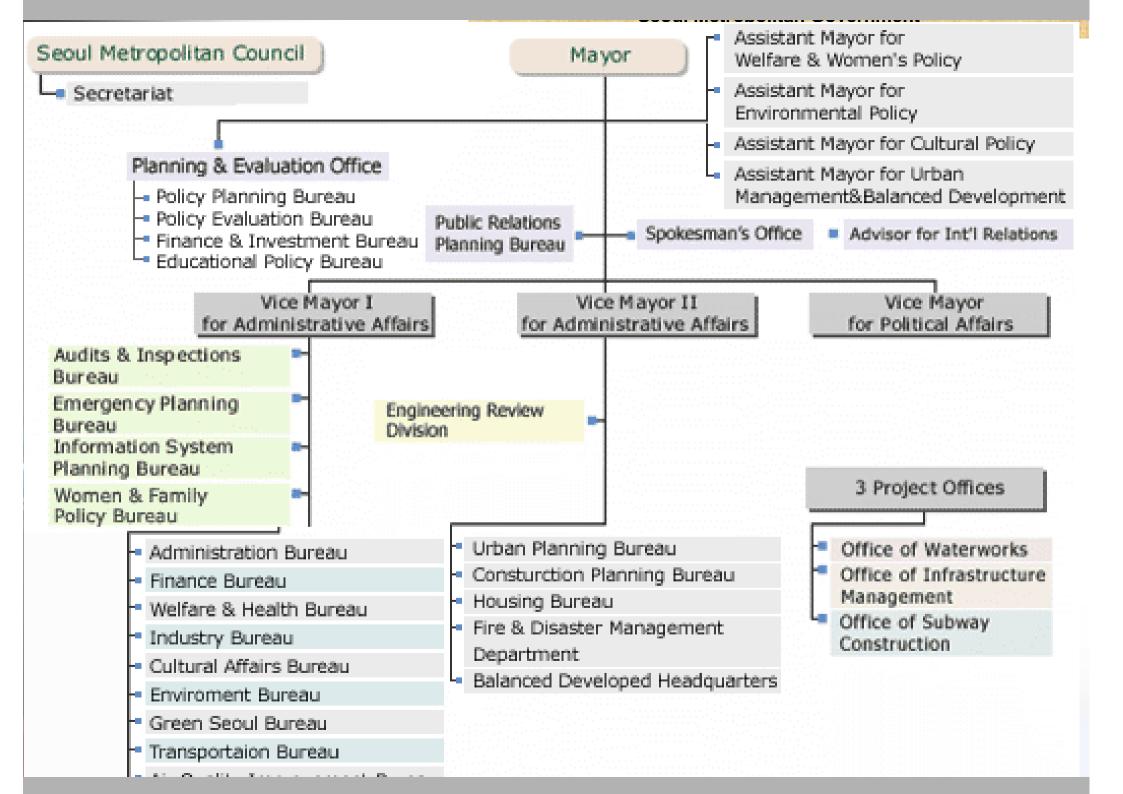
LG's Electoral system

- Local Council with 4-year term by democratic ballot
- LG's Executive:
 - Mayors and Governors for 4-year term (limited to three terms at maximum)
 - Vice-mayors and vice-governors originated from civil servants and local officials are nominated by mayors and governors through the recommendation and consent of central government (Minister of Public Administration and Security)

Example of Administrative Structure

Seoul Special City:

- Seoul Metropolitan City's organ is divided into the executive branch, and the Seoul Metropolitan Council as the legislative body
- Seoul is represented by 1 mayor and 3 vice mayors (two for administrative affairs and one for political affairs) and 106 council members

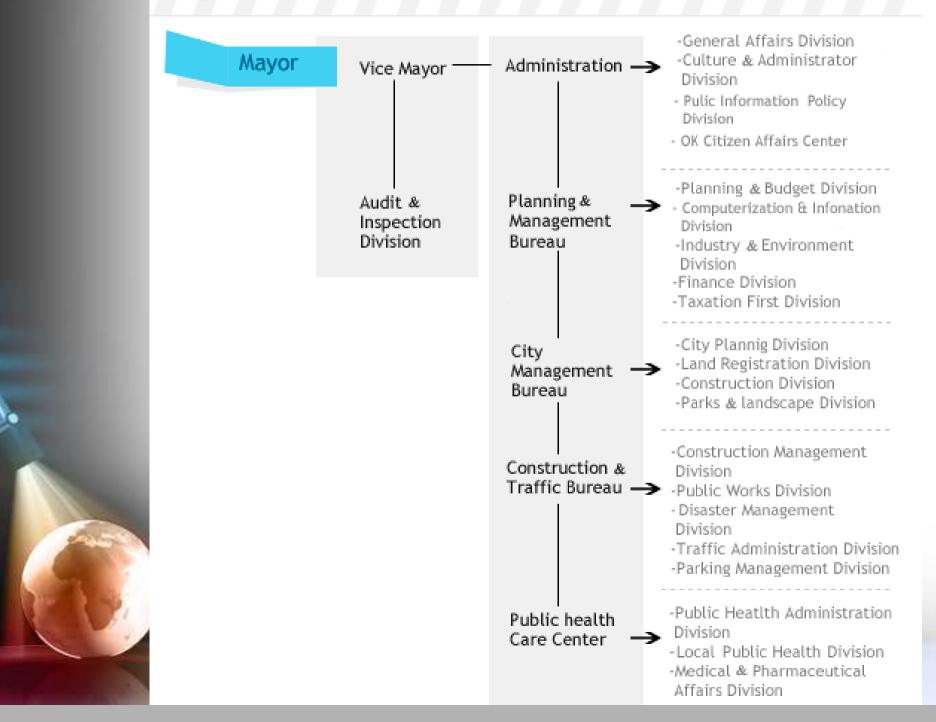


Another Example of Administrative Structure

- Seocho-Gu, one of 25 autonomous urban districts within the Seoul metropolitan city
- The Seocho-Gu office as autonomous Gu (District) is headed also by directly elected Chief executive
- This district as basic municipality is engaged in the following functions:
 - civil affairs such as residence certification, seal impression, disposal of refuse, and local parking problem like notification of resident first parking system, etc.

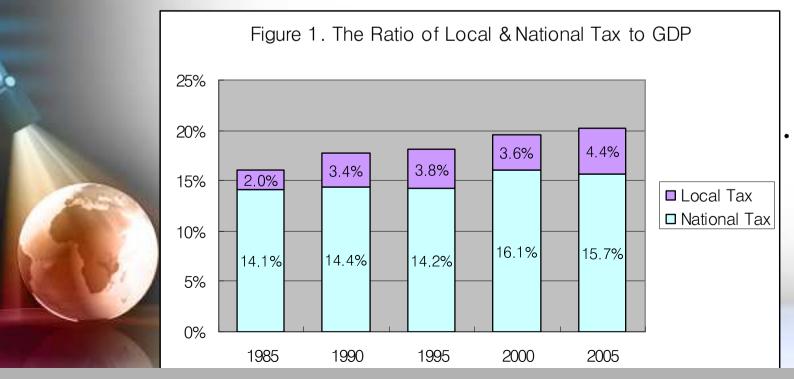
delegated affairs: passport issue, etc.

Organization Chart



Local Finance

- Local revenues:
 - Local taxes, general grant, specific grant (subsidies), fees and charges, and local borrowings
- The ratio of Local v. National tax to GDP



Source: Korea National Statistical Office DB (2007)

Local Finance (Cont.)

Local government spends more than 100 trillion Won (roughly equivalent to 100 billion US dollars) a year (currency value before credit crisis of Oct. 2008)

Local expenditures growing much faster than the central government and doubled since 1985

<2008 Breakdown of Local Resources, Won (Korean currency)>

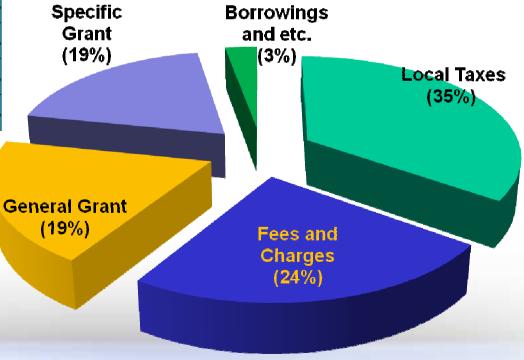
Resources depending on Central government's Grant 47.8 Trillion (38.3 %)		Local government own revenues 77.1 Trillion (61.7 %)		
General Grant	National Subsidies	Local Tax	Fees and Charges	Local Bonds
24.1 Trillion	23.7 Trillion	43.5 Trillion	30.1 Trillion	3.5 Trillion
(19.3 %)	(19.0 %)	(34.8 %)	(24.1 %)	(2.8%)

Breakdown of Local Revenue

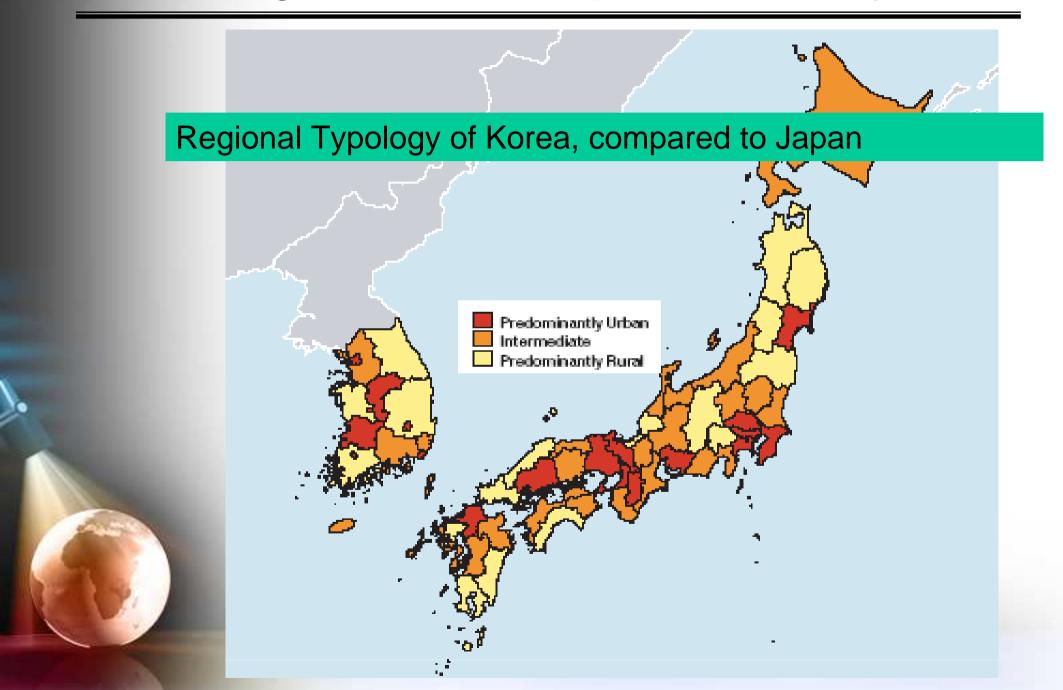
- General grants for providing general running costs, including the salary of local public officials,
- Earmarked grants for local developments

Total Revenue	₩ 124 (billion V	- 1	1 / 1/ 19/2
Local Taxes	₩ 2	43,549	35%
Fees and Charges	₩ 3	30,100	24%
General Grant	₩ 2	24,129	19%
Specific Grant	₩ 2	23,689	19%
Borrowings and etc.	₩	3,497	3%

FY 2008 Budget (unit:billion Won)



Regional Development Policy

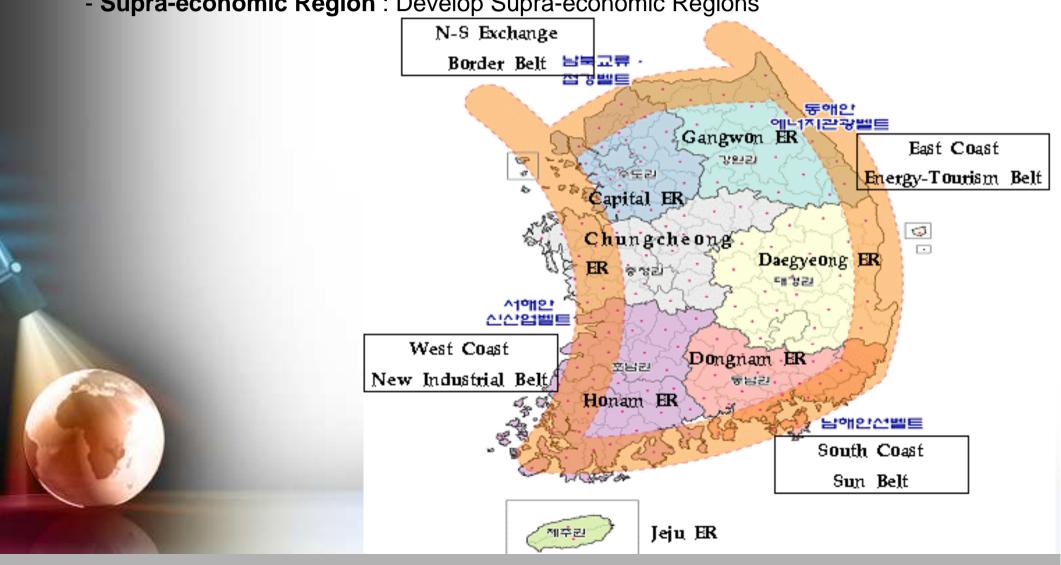


3-D Spatial Development Policy

Three dimensional spatial development policies to maximize growth potential

- Daily Living Sphere: Improve the quality of life in 163 urban and rural municipalities
- Economic Region : Enhance the competitiveness of the 5+2 Economic Regions in the upper-level of local governments

- Supra-economic Region : Develop Supra-economic Regions



5+2 Economic Regions (ER)

Capital ED

Global Business Hub as a Global Leader

Information Technology Industry

Chungcheong ER Silicon Valley of Korea Center of Science Technology & Hi-tech Industry

Bio, Medical, Pharmaceutical, New IT Industry

Honam ER

Region for Culture & the Arts and Green Industries

New Renewable Energy, Photonics Industry

Gangwon FR Frontier of Tourism, Resort, Well-being Industries

Expansive Medical Industry
Healthcare Tourism

Daegyeong ER New Growth Region of Trading Culture & Hi-tech Industry

IT Conversion, Green Energy Industry

Dongnam

Center for Key Industries & Logistics

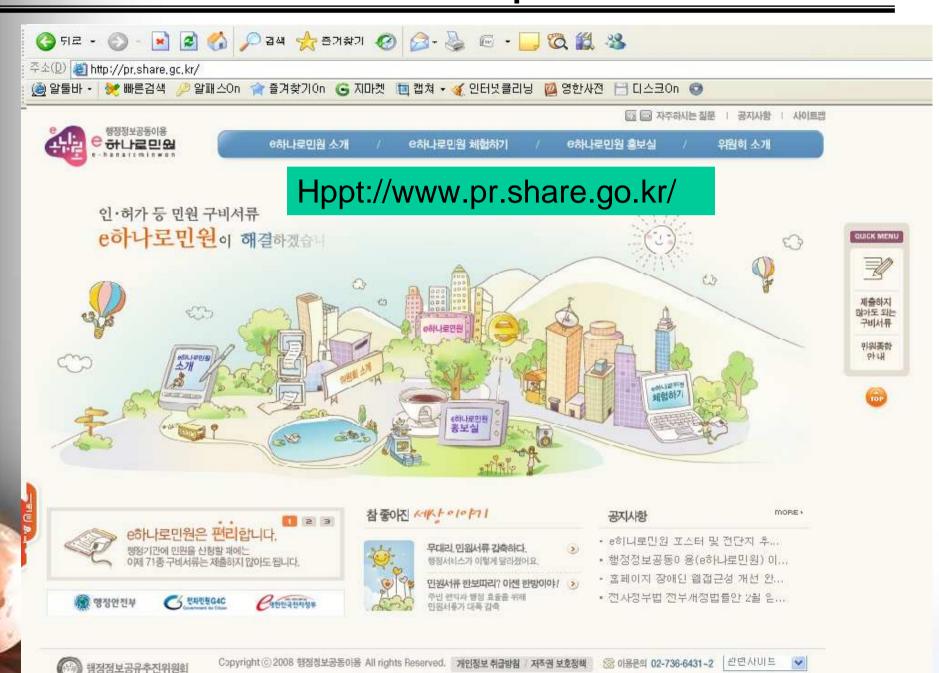
Automobile & Components Industry

JeJu ER

Leading Free International City in Asia

Motor Tourism and Laigura Industry

E-Central Gvt: One-Stop Window Portal



본 홈페이지에 게시된 이메일주소가 자동 수첩되는 것을 거부하며, 가를 위반시 정보통신망법에 의해 처벌됨을 유념하시기 바랍니다.

Thank you