



中华人民共和国财政部

Ministry Of Finance People's Republic Of China

Development of China's Government Accrual Accounting Reform

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Topics

- I . Devote to the Development of IPSASs and Promote its Adoption in China**

- II . Conduct Systematic Research to Formulate a Strategic Reform Plan**

- III . Prepare Comprehensive Government Financial Report on a Trial Basis to Gain Experience for the Future**



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I . Devote to the Development of IPSASs and Promote its Adoption in China



International Engagement

- Member of the International Public Sector Accounting Standards (IPSAS) Board from 2007 to 2012
- In-depth studies on the ED and CP papers of IPSASB projects. Comments and suggestions have been made on key IPSASs issues
- Secondment of staff of Ministry of Finance P.R.C. to IPSASB for several years



II. Conduct Systematic Research to Formulate a Strategic Reform Plan



Research for a Preliminary Strategic Reform Plan

- Reform as a major undertaking that requires systematic coordination
- A series of research on major themes:
 - Defining the scope of government accounting
 - Setting government accounting standards
 - Setting the government accounting regulations
 - Establishing a government financial reporting system



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III . Prepare Comprehensive Government Financial Report on a Trial Basis to Gain Experience for the Future



Comprehensive Government Financial Report on a Trial

- 23 provinces in China were selected as pilots to prepare government annual financial reports
- The financial reports include balance sheet and operating statements with asset, liability, net asset, revenue and expense as five elements
- support from high level officials



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Challenges in Promoting Government Accounting Reform in China



Major Issues

- Implementation of accrual basis and theoretical issues in accrual accounting
- Information system support
- Training government accountants



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Thank you!