Part 1.

Major Trends in Personnel Administration in the Past Year

Chapter 1. Ensuring Proper Remuneration for Public Employees

- On Aug. 8, 2017, the NPA made a report and recommendation to the Diet and the Cabinet concerning a revision to basically balance the remuneration level of public employees to that of private sector employees (the principle of balancing working conditions with those in the private sector), based on the principle of meeting changing conditions as established in the National Public Service Act. In addition, the NPA made a report on the issues to be implemented in FY2018 concerning the comprehensive review on the remuneration system that has been underway on a full scale since Apr. 2015.
- On Nov. 17, 2017, the government made a cabinet decision to carry out a remuneration revision in accordance with the NPA Recommendation and to complete the comprehensive review on the remuneration system. The "Act on the Partial Revision of the Act concerning the Remuneration of Regular Service Employees" (Act No. 77 of 2017) (hereinafter referred to as the "Act Concerning the revision of the Remuneration Act") was enacted on Dec. 8, 2017 and promulgated as well as enforced on December 15, 2017. (The revision of the end-of-term and diligence allowances in FY2018 and onward along with the measures to recover from curbed pay step increase were enforced on Apr. 1, 2018.)
- Concerning a raise of the mandatory retirement age of national public employees, the government summarized the points taking into account the NPA's opinions in 2011 as well. In Feb. 2018, the Prime Minister requested the President of the NPA to conduct a study on this issue. The NPA is carrying out the study on the revision of personnel management systems following the raise of the retirement age in consideration of the points summarized and the study request made by the government while listening to the opinions of all parties concerned.
- In accordance with the results of the Survey to Compare Retirement Allowances between the Public and Private Sectors, which was presented by the NPA on Apr. 19, 2017, the "Act for the Partial Revision of the National Public Employees' Retirement Allowance Act, etc." (Act No. 79 of 2017), which stipulated lowering the retirement allowance of national public employees by approximately 780,000 yen, was enacted on Dec. 8, 2017, promulgated on Dec. 15, 2017 and enforced on Jan. 1, 2018.

1. Recommendation and Report

The NPA reported on the remuneration of public employees in regular service, and recommended a remuneration revision to the Diet and the Cabinet on Aug. 8, 2017.

(1) Significance and Role of the Remuneration Recommendation

The NPA's remuneration recommendation plays a role to secure appropriate remuneration of national

public employees corresponding to the general conditions of society as a compensation for the restriction of basic labor rights. As part of the remuneration recommendation, the NPA has conventionally conducted a review on the systems of salary and various allowances together with the revision of remuneration levels of national public employees.

Concerning remuneration of national public employees whose basic labor rights are restricted, the NPA makes the recommendation basically for the purpose of balancing the remuneration levels of national public employees and private-sector workers (Principle of Balancing Working Conditions with Those in the Private Sector) through listening to the opinions thoroughly both from labor and management and precisely comparing the remuneration of national public employees with that in the private sector as a third-party organization other than labor or management parties. Implementation of the recommendation and ensuring of appropriate treatment are helpful to secure human resources and to stabilize labor-management relationships, serving as the foundation to maintain an efficient administrative management.

With regard to the reasons for the NPA making the recommendation based on the Principle of Balancing Working Conditions with Those in the Private Sector, national public employees are also workers who need to receive proper amounts of remuneration in compensation for their work. In the public service, however, there is no market control that acts as a constraint on remuneration decisions, differently from private companies. Due to that, it is deemed most rational to decide a remuneration level in the public sector in conformity with the level in the private sector, which is determined by labor-management negotiations reflecting the economy and employment conditions of the time.

(2) Remuneration Revisions Made to Bridge the Gap between the Public and Private Sector

A. Monthly wages

For the purpose of making the Remuneration Recommendation, the NPA conducts the "Fact-finding Survey of Remuneration of National Public Employees," (hereinafter referred to as "Survey of National Public Employees") and the "Fact-finding Survey of Job-by-job Pay Rates in Private Industry," (hereinafter referred to as "Survey of Private Industry") each year and precisely ascertains the salary level by comparing the remunerations for the month of April of the employees in both the public and private sectors with the same main remuneration determinants. The NPA conducts the "Survey of Private Industry" targeting offices with 50 or more employees on an enterprise scale basis and on an office scale basis for the purpose of making comparisons with the remuneration of private company employees working at these offices.

The remuneration level is generally determined based on factors that include employees' job category, position level, place of work, educational background and age. Therefore, it is appropriate to compare the remuneration level of national public employees and private company employees with the same remuneration determinants, instead of simply comparing average remuneration (comparison of employees in the same category and at the same position level).

Regarding the survey target, most of the private companies with 50 or more employees on an enterprise scale basis have position levels such as director-general of the department, division director and unit chief, in the

same manner as the public service, which makes it possible to compare their remuneration with that of public employees in the same category and at the same position level. In addition, with the number of offices currently subject to the survey, it is possible to conduct a detailed onsite survey and maintain survey accuracy. Due to these reasons, the current survey target is deemed appropriate.

Based on these ideas, the NPA conducted the "Survey of Private Industry" also in 2017 targeting private establishments across the country which have 50 or more employees on an enterprise scale basis and on an office scale basis for the purpose of understanding the actual status of remuneration of those working at such offices after the wage revision in spring. Furthermore, the NPA carried out the "Survey of National Public Employees", which is a complete census on the remuneration payment situation of about 250,000 full-time public employees subject to the Remuneration Act.

Using the remuneration for Apr. 2017 obtained from these surveys, the NPA compared the remuneration of national public employees who are in charge of general administrative affairs in the public service (officials subject to the Salary Schedule for Administrative Service (I)(hereinafter referred to as "Admin(I)")), and that of administrative and technical employees in private companies, who are recognized as the counterpart in the private sector. The comparison was made focusing on the employees who share the same determinants, including position level, place of work, educational background and age. Then, the gap between the public and private sectors was calculated by using an accurate comparison (Laspeyres formula). The comparison found that monthly wage of national public employees was 631 yen (0.15%) lower than that of the private sector on average. Therefore, the NPA decided to raise the monthly remuneration of national public employees in order to keep balance with the private sector. To do this, it was decided to raise the level of salary, which is a basic element of remuneration, and to partially revise the payment rate of the headquarters (HQ) duty adjustment allowance, aiming at facilitating the comprehensive revision of the remuneration system.

B. Special remuneration (Bonus)

The special remuneration paid in private establishments during one year from Aug. 2016 through Jul. 2017 was equivalent to 4.42 months of monthly remuneration. Since the average annual payment months of end-of-term and diligence allowances for national public employees (4.30 months) was 0.12 months less than that of the bonus in the private sector, it was decided to increase the payment months by 0.1 months to 4.40 months.

C. Remuneration revision in 2017

(a) Salary schedule

It was decided to raise Admin (I), which is applied to employees in charge of general administrative affairs in public service, by 0.2% on average retroactively from Apr. 2017. The initial salary of employees appointed through the Examination for Comprehensive Service, General Service (University Graduate Level), and General Service (High school Graduate Level) was raised by 1,000 yen in consideration of the gap with the initial salary in the private sector. A similar degree of revision was also made targeting young employees. The salary for other

employees was basically increased by 400 yen respectively.

It was decided to revise other salary schedules based on a balance with Admin (I) and to keep the Salary Schedule for Designated Service unchanged responding to the raise of Grade 10 in Admin (I).

(b) HQ Duty Adjustment Allowance

Concerning the amount of the HQ duty adjustment allowance, it was decided to raise the amount retroactively from Apr. 2017 for the Unit Chief level and that for Officer level by 900 yen and 600 yen respectively from the amount equivalent to 5.5% and 3.5% of their monthly salary, which is the basis for this allowance.

(c) Initial Salary Adjustment Allowance

Taking into account the revision of the Salary Schedule for Medical Service (I), it was decided to make necessary revisions aiming at securing treatment for medical doctors.

(d) Special Remuneration (Bonus)

Since the average annual payment months of end-of-term and diligence allowances for national public employees was 0.12 months less than that of the bonus in the private sector as stated above, it was decided to increase the payment months by 0.1 months. With regard to distribution of the increased amount between end-of-term and diligence allowances, the increase was allocated to the diligence allowance in light of the payment of special remuneration in the private sector with the aim of promoting remuneration commensurate with work performance.

(3) Comprehensive Review on the Remuneration System

A. Comprehensive Review on the Remuneration System

In order to review the remuneration distributions among regions, generations, duties and work performance to deal with various issues concerning the remuneration of national public employees, since Apr. 2015, a full-scale comprehensive review on the remuneration system has been underway based on the Act Concerning the 2014 Revision of the Remuneration Act. This comprehensive review, scheduled to be completed on Apr. 1, 2018, has been carried out to lower the salary schedule level while implementing a step-wise revision of various allowances using the fund generated from lowering the level.

Moreover, in accordance with this law, it was decided to abolish the measure for 1.5% cut in the remunerations of the employees aged 55 and above (equivalent to Grade 6 of the Admin(I)) on Mar. 31, 2018.

For FY2018, the NPA has decided to take required actions regarding the following measures in the light of the incumbency of employees.

(a) HQ Duty Adjustment Allowance

Regarding the HQ duty adjustment allowance for the Unit Chief level and that for Officer level, it was decided to raise the amount equivalent to 6% and 4% respectively of their monthly salary beginning Apr. 1, 2018.

(b) Implementation of measures to recover from curbed pay step increase (Revision of the Remuneration Act in accordance with the 2017 remuneration recommendation)

To cope with lowered salary schedule level as part of the comprehensive review of the remuneration system, the transitional measure was taken only for three years through Mar. 31, 2018 to mitigate a rapid change in consideration of the impact on employees' lives. In order to secure the fund required to implement this measure starting in Apr. 2015, one pay step was reduced from the number of pay step increase in Jan. 1, 2015.

With the revision stated earlier in (a), all the originally planned measures have been taken. Therefore, it was decided to recover pay step increase mainly of young employees, which was curbed in Jan. 1, 2015, using the remaining fund generated as a result of abolishing this transitional measure.

Concretely, one rank higher pay step was allocated in Apr. 1, 2018 to employees younger than 37 years old as of the said date taking into account the situation of curbed pay step increase.

B. Remuneration of part-time employees

In relation to remuneration of part-time employees, the NPA issued the guidelines for remuneration of part-time employees in Aug. 2008 to improve their treatment. The Cabinet Office and each ministry are carrying out the operation in accordance with the guideline by and large.

In Jul. 2017, the NPA revised the guideline for remuneration of part-time employees by adding a provision that stipulates ministries should make efforts to pay remuneration equivalent to the diligence allowance with a view to securing balance with the remuneration of full-time employees.

2. Treatment of the Remuneration Recommendation

(1) Treatment of the Remuneration Recommendation

The Government held the Cabinet Meeting Related to Remuneration on Aug. 15 and Nov. 17, 2017 to discuss how to respond to the NPA Remuneration Recommendation. According to the Cabinet Decision made on Nov. 17, 2017, the remuneration revision would be conducted in accordance with the NPA Recommendation, and the comprehensive review on the remuneration system would be completed. Moreover, on the same day, the Cabinet adopted the "Bill for the Partial Revision of the Act on Remuneration of Officials in the Regular Service, etc.," and submitted it to the 195th session of the Diet. After the deliberations at the Cabinet Committee of the House of Representatives and the Cabinet Committee of the House of Councilors, the bill was approved and enacted at the plenary session of the House of Councilors on Dec. 8, 2017, and promulgated on Dec. 15, 2017. Regarding the Partial Revision Act, the remuneration revision based on the gap with the remuneration in the private sector, excluding the revision of the end-of-term and diligence allowances in FY2018 and onward, was enforced on the same day and retrospectively applied from Apr. 1, 2017. The revisions of the end-of-term and diligence allowances and the measures to recover from curbed pay step increase have been enforced since Apr. 1, 2018.

(2) Revision of the rules

The rules related to the remuneration revision on the gap with the remuneration in the private sector, excluding rules of the diligence allowances in FY2018 and onward, were promulgated and enforced on Dec. 15, 2017, in conjunction with the promulgation of the Partial Revision Act. The provisions of the rules after the revision were retrospectively applied from Apr. 1, 2017.

Meanwhile, the rules related to the comprehensive review on the remuneration system and the rules of the diligence allowances in FY2018 and onward were promulgated on Feb. 1, 2018, and have been enforced since Apr. 1, 2018.

3. Utilization of Abilities and Experiences of Elderly Employees

(1) Consideration on Raising of Mandatory Retirement Age

(a) Actions taken until FY2016

With the current mandatory retirement age of 60, pension will not be paid for a certain period of time after retirement due to step-wise raising of the starting age for public pension payment since FY2013 from 60 to 65. The connection between employment and pension has become an issue both in the public and private sectors. Under such circumstances, it has become mandatory for private companies to secure employment until 65.

The NPA conducted a study, for instance, through setting up a study group of intellectuals in 2007 and concluded that it is deemed appropriate to raise the mandatory retirement age to secure the consistency and continuity of human resources management from recruitment to retirement; and to allocate personnel in accordance with the morale and abilities of each employee. On Sep. 30, 2011, the NPA submitted the "Opinion on the Revision of the National Public Service Act, etc., to Gradually Raise the Mandatory Retirement Age to 65" to the Diet and the Cabinet.

In March 2013, the government made a Cabinet Decision on "Connection between Employment and Pension of National Public Employees" to basically reappoint retired employees who wish to be reappointed to the government posts until they reach the starting age of the pension payment. The cabinet decision also stipulated that the government would reexamine the connection between employment and pension, including stepwise raising of mandatory retirement age, taking into account the opinions submitted by the NPA each time when stepwise increase of the starting age for pension payment takes place. Moreover, to cope with the revision of the pension eligibility age to 62 in FY2016, it was decided to continue reappointment of mandatorily retired employees, which is still underway.

Meanwhile, the NPA has stated the necessity of raising the mandatory retirement age when making a report at the time of recommendation each year since 2012 with a view to further utilize abilities and experiences of elderly employees.

(b) Actions taken in FY2017

In 2017, the "Basic Policy for Economic and Fiscal Management 2017" (Cabinet Decision on Jun. 9) was

approved, and it was decided to "carry out a concrete study on raising of mandatory retirement age." In response to this cabinet decision, the "Study Group on Raising of Public Employees' Mandatory Retirement Age" (chaired by the Assistant Chief Cabinet Secretary (internal affairs)) comprising Director-General-level officials of related administrative organs (Cabinet Secretariat; Cabinet Bureau of Personnel Affairs; Local Public Service Personnel Department, Local Administration Bureau of the Ministry of Internal Affairs and Communications; Budget Bureau of the Ministry of Finance; Employment Development Department, Employment Security Bureau of the Ministry of Health, Labour and Welfare; Bureau of Personnel and Education of the Ministry of Defense; and Remuneration Bureau, Secretariat of the National Personnel Authority as an observer). This study group conducted a study in consideration of an opinion submitted by the NPA in 2011. The study group compiled the "Summary of the Issues Based on the Already-Conducted Study" containing the basic understanding and the main points for study on raising of the mandatory retirement age, which recognized appropriateness of conducting a study toward raising the mandatory retirement age to 65. The summary was reported to and approved by the "Cabinet Meeting Concerning Raising of Mandatory Retirement Age of Public Employees" on Feb. 16, 2018. Responding to this, the Prime Minister requested on the same day to the NPA's President for a study to be carried out on raising the mandatory retirement age of national public employees.

Amid a shrinking young working population, it has become essential to fully utilize the abilities and experiences of elderly employees as an important workforce. Given this background, the NPA presented the view, when making a report at the time of recommendation in Aug. 2017, that it would be appropriate to raise the mandatory retirement age, as stated in the opinion submitted in 2011, to cope with this situation. Based on this idea, the NPA also expressed the idea that efforts should be made to perform a necessary study, such as summarizing the issues, on the revision of personnel management systems related to raising of the mandatory retirement age in consideration of the changes taking place since 2011, through listening to the opinions of the Cabinet Office and each ministry as well as the employee organizations in collaboration with related parties.

The NPA intends to carry out a study based on the points summarized and the request on study made by the government in Feb. 2018.

(2) Revision of the Retirement Allowance Level

(a) Result of the survey on retirement allowance and the NPA's views

In Aug. 2016, the Prime Minister and the Minister of Finance taking charge of the retirement allowance system of national public employees made request to the President of the NPA to conduct a fact-finding survey on the retirement allowance system of private companies and to express the NPA's views. As an agency specializing in employees' remuneration, the NPA conducted the surveys on the retirement allowance system of private companies and the amount of retirement allowance paid to former full-time employees who had retired in FY2015 after working over 20 years (retirement lump-sum grants and corporate pension (contributed by employers)). On Apr. 19, 2017, the NPA provided the Prime Minister and the Minister of Finance with the result of comparison of the retirement allowance level of the public and private sectors showing that the retirement allowance of public

employees (retirement allowance and the mutual aid pension payment (contributed by employers)) was 781,000 yen (3.08%) larger than that of private company employees (25,377,000 yen in the public sector and 24,596,000 yen in the private sector). In addition, based on this result, the NPA expressed the view that it would appropriate to revise the level of retirement allowance of national public employees with the aim of keeping balance between the public and private sectors.

(b) Enactment of the Act for the Partial Revision of the National Public Service Retirement Allowance Act, etc.

Taking into account the result of the NPA's views concerning the survey to compare retirement allowances between the public and private sectors, the government decided at the cabinet meeting on Nov. 17, 2017 to lower the payment level of retirement allowance of national public employees beginning Jan. 1, 2018 through revising the adjustment rate, which was established to keep balance between the public and private sectors. On the same day, the government submitted the "the Bill for the Partial Revision of the National Public Service Retirement Allowance Act, etc." to the 195th session of the Diet. The bill was approved/enacted on Dec. 8 and promulgated on Dec. 15, 2017 (Act No. 79 of 2017).

Chapter 2. Reform of Working Styles and Improvement of Working Environments

- In the report presented to the Diet and the Cabinet on Aug. 8, 2017, the NPA referred to the necessity of strengthening management at workplace, for instance through enforcing prior confirmation of planned overtime work; and of reducing as well as streamlining duties under the leadership of the top of the Cabinet Office and the ministries in order to redress working long hours in the public service. The report also stated that the NPA would consider effective measures for the systems to redress working long hours through reflecting the discussion on the labor legislation for private sector employees about the regulatory limit of overtime work and through listening to the opinions of the Cabinet Office, each ministry and employee organizations. Then, the NPA urged the Cabinet Office and each ministry to implement the measure more actively taking the opportunities such as administrative vice-minister-level liaison conference concerning "Yu Katsu (Reform of Lifestyle in Summer), which took place on Oct. 27, 2017.
- The report, which was submitted to the Diet and the Cabinet on Aug. 8, 2017, stated that the NPA would carry out a study on congratulation/condolence leaves for part-time employees taking into account the discussion to realize equal pay for equal work in the private sector.
- Concerning the work-life balance support systems, the NPA developed the "Guidelines Concerning the Use of the Supportive Systems for Balancing Work and Childcare/Nursing Care" clearly indicating the basic ideas common in systems and the roles that should be played by the bureaus/departments and the managers in charge of personnel management; and notified the Cabinet Office and each ministry.

1. Correction of Working Long Hours

The entire government has long made a concerted effort to reduce overtime work of employees as one of the most important issues in the public service. Recently, correction of working long hours has become more important than ever in order to realize employees' health maintenance, work-life balance and an attractive workplace in the public service. Promotion of more effective measures is strongly called for rather than simply taking conventional measures.

Based on these circumstances, the NPA made a proposal on the correction of working long hours in the report submitted to the Diet and the Cabinet on Aug. 8, 2017.

Concretely, the NPA referred to the necessity of enforcing prior confirmation of planned overtime work by onsite managerial personnel to strengthen management at workplace; and of reducing as well as streamlining duties of the entire organization under the leadership of the top of the Cabinet Office and the ministries in order to redress the practice of working long hours. Moreover, the NPA decided to support measures to redress working long hours in the Cabinet Office and each ministry, for example by collecting and providing reference cases of the public and private sectors.

Furthermore, concerning the systems to redress working long hours, the NPA decided to consider effective measures through taking into account the discussion on the labor legislation for private sector employees about the regulatory limit of overtime work and through listening to the opinions of the Cabinet Office, each ministry and employee organizations.

In addition, for the purpose of maintaining employees' health, it is especially important to care for the employees who are forced to work overtime. The NPA expressed the importance of examining necessary measures to pay additional attention to employees having a lot of overtime work in light of the trends of the labor legislation for private sector employees; and of understanding the actual working conditions of employees, including managerial personnel, to whom overtime work allowance is not paid, using appropriate methods along with taking measures with the aim of maintaining employees' health.

Then, the NPA urged the Cabinet Office and each ministry to implement the measure more actively taking the opportunities such as administrative vice-minister-level liaison conference concerning "Yu Katsu (Reform of Lifestyle in Summer), which took place on Oct. 27, 2017.

Regarding leaves for part-time employees, necessary measures have been reflecting the features of part-time employees who are appointed with the term of office according to the needs of duties and in consideration of balance with the private sector. The report submitted to the National Diet and the Cabinet on Aug. 8, 2017 stated that the NPA would carry out a study on congratulation/condolence leaves taking into account the discussion to realize equal pay for equal work in the private sector.

2. Improvement of Support for Work and Family Life

With regard to the work-life balance support system, including childcare leave and nursing care leave, the "Guidelines Concerning the Use of Supportive Systems for Balancing Work and Childcare/Nursing Care for

Employees Taking Care of Their Children or Other Family Members" (Notice issued by the Director General of the Employee Welfare Bureau on Feb. 18, 2005) was issued indicating the roles that should be played in utilizing the systems by the bureaus/departments and managers in charge of personnel management of the Cabinet Office and each ministry. In and after FY2016, the systems were revised, including improvement of the flextime system and launch of nursing hours. Additionally, beginning Jan. 2017, it has become mandatory for the Cabinet Office and each ministry to prevent harassment related to pregnancy, childbirth, childcare or nursing care. Furthermore, it has become important to develop the career of employees using the work-life balance support system. Following the decision to revise the guidelines under such circumstances, the NPA developed the "Guidelines Concerning the Use of the Supportive Systems for Balancing Work and Childcare/Nursing Care" (Notice issued by the Director General of the Employee Welfare Bureau on Mar. 30, 2018); and notified the Cabinet Office and each ministry.

The new guidelines clearly indicate the basic ideas common in the work-life supportive systems and the roles that should be played by the bureaus/departments and managers in charge of personnel management of the Cabinet Office and each ministry. Additionally, the guidelines contain points to note in operating the systems; aims to promote childcare by males; and indicate application examples of combining various systems.

Chapter 3. Securing and Development of Diverse Human Resources

- With the young population shrinking and a strong desire of private companies to recruit young employees, the number of applicants for the national public employees recruitment examinations has been on a downward trend in the medium and long-term. Stably securing diverse and competent human resources is an important issue in personnel management of public employees. Given these backgrounds, the NPA carried out effective measures to secure human resources appropriate for each target, including female students and technical personnel, in partnership with the Cabinet Office and each ministry.
- Aiming at developing employees of the Cabinet Office and each ministry, the NPA improved Administrative Training programs, such as the subject of public service ethics and fieldwork at the disasteraffected areas. Additionally, the NPA improved programs to enhance management ability and to prevent harassment in addition to taking the measures to support career development.

1. Securing of Human Resources

(1) Implementation of the Effective Measures to Secure Human Resources

Regarding the activities to secure human resources and educational activities in FY2019, the NPA took opportunities of the explanatory meetings of duties, such as study seminars on the public service and the guidance for recruitment examination of national public employees, along with the events to strengthen network with local universities, including round-table conferences with universities, and introduced the attractive nature of national public service, such as sense of serving the public or self-development through work and relationship of trust with superiors, which were identified through the employees' consciousness survey that the NPA conducted for the first

time in FY2016 in a multilateral and comprehensive manner so that students could easily imagine the profile of national public employees. Moreover, the NPA effectively shared information concerning the measures for work style reform, practice of work-life balance and various types of support for occupational life, which have been carried out by the Cabinet Office and each ministry.

As a result, both the proportions of female applicants and female successful candidates of the Examination for Comprehensive Service and the Examination for General Service (for university graduate level) hit a record high.

(2) Revision of the Schedule for Recruitment Examinations

Private companies moved the open date of recruitment activity two months earlier than the previous year starting with graduates and expected graduates of FY2016. To be in line with this, the NPA reviewed the schedule for recruitment examinations of national public employees and implemented the Examination for Comprehensive Service in Spring FY2017 approximately one month earlier than FY2016.

(3) Improvement of the Recruitment Examination for Experienced Personnel

The Examination for Experienced Personnel has been carried out since FY2012 with the aim of recruiting personnel, who have useful experience accumulated in private companies, and appointing them to the posts on the Unit Chief level or above. This examination is one of the useful measures to deal with unbalanced age structure of public organizations. In FY2017, 7 types of the Recruitment Examination for Experienced Personnel were implemented, including newly established Examination for Experienced Personnel of the Japan Meteorological Agency (for Unit Chief level (technical category)). For these 7 examinations, 2,636 people applied (2,401 in FY2016), and finally, 342 candidates passed (297 in FY2016). For the Recruitment Examination for Experienced Personnel of the National Tax Agency, in particular, 1,328 people applied (964 in FY2016), and finally 250 candidates passed (223 in FY2016) partly because the agency maintained the expected number of recruits of around 200 people.

The NPA will continue to develop effective measures to secure human resources in cooperation with the Cabinet Office and each ministry and will encourage them to steadily recruit human resources from the private sector utilizing the Recruitment Examination for Experienced Personnel.

- O Recruitment Examination for Experienced Personnel in FY2017
- Examination for Experienced Personnel (for Unit Chief level [administrative category]) * 12 ministries will use this examination.
- Examination for Experienced Personnel of the Ministry of Foreign Affairs (for Secretary level)
- Examination for Experienced Personnel of the National Tax Agency (for National Tax Examiner level)
- Examination for Experienced Personnel of the Ministry of Agriculture, Forestry and Fisheries (for Unit Chief level [technical category])

- Examination for Experienced Personnel of the Ministry of Land, Infrastructure, Transport and Tourism (for Unit Chief level [technical category])
 - ** The examination was carried out in two divisions; the HQ division and the division of Regional Development Bureaus/Hokkaido Regional Development Bureau.
- Examination for Experienced Personnel of the Japan Tourism Agency (for Unit Chief level [administrative category])
- Examination for Experienced Personnel of the Japan Meteorological Agency (for Unit Chief level [technical category]) % newly established in FY2017
- O Results of the Recruitment Examination for Experienced Personnel

(Unit: persons)

	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017
Number of Applicants	1,206	1,492	2,009	1,446	2,401	2,636
Number of Successful Candidates	8	38	138	117	297	342

2. Development of Human Resources

(1) Measures for the Administrative Training

(a) Improvement of the subjects on public service ethics and management ability enhancement

Concerning the subjects on public service ethics and management ability enhancement with the aim of having trainees think by themselves and act proactively, the NPA has been providing a subject on public service ethics in the training for young employees; concretely, the Initial Administrative Training and the Special Course for Officer level and that for Unit Chief level. In FY2017, the NPA expanded this subject to the Administrative Training for Division Director level in the light of cases violating restrictions on reemployment.

(b) Continuous review on the Initial Administrative Training (Improvement of subjects responding to globalization)

In the light of changing environments surrounding the operation of public service, particularly a growing necessity of responding to globalization, 28 staff of several foreign embassies in Japan in total were invited as instructors to all the courses of the Initial Administrating Training. They delivered introductory lectures about their countries and their expectation for Japan. The trainees were divided into small groups and had group discussions in English. The curriculum with an eye toward globalization was carried on in one of the courses, in which the trainees exchanged ideas with the government officials of ASEAN countries and worked out policy debate in English.

(c) Improvement of fieldwork and curriculum in cooperation with other organizations

The NPA upgraded the assistance program to reconstruct disaster-affected areas, which had been offered in

the Initial Administrative Training until 2016, to the "Program for Reconstructing Disaster-affected Areas and Regional Revitalization" and started to dispatch trainees to the organizations engaging in regional revitalization. In addition, the NPA dispatched some trainees to NPOs to support employment of people with disabilities. Furthermore, the NPA launched a new training course as part of the Special Course for Officer level with the main purpose of conducting fieldwork at NPOs carrying out activities in Minami Soma City, Fukushima Prefecture, which is the area hit by the Great East Japan Earthquake.

In the Leadership Training for Assistant Director level targeting officials who are expected to play a central role in administrative management as executive officials at HQ in the future, the NPA offered the curriculum of fieldwork in partnership with the foreign embassies in Tokyo and local governments. In FY2017, the NPA also carried out the joint program as the first trial in collaboration with "The University of Tokyo Executive Management Program (EMP)" that has been implemented by the University of Tokyo since 2008 mainly targeting those expected to become executive officials with the aim of providing them with "one and only opportunity" to develop comprehensive ability as well-rounded personality.

(2) Measures Taken for Training Courses with Special Theme

(a) Cultivating awareness of managerial personnel concerning human resources development

The NPA reorganized the curriculum of the Personnel Management Seminar into the one in line with the times and offered the seminar more frequently to secure employees' opportunities of participation.

(b) Implementation of the course to develop instructors for the harassment prevention training

Following the establishment of the NPA Rule concerning prevention of sexual harassment related to pregnancy, childbirth, childcare and nursing care, the NPA reorganized the conventional training to develop instructors for the Training for the Prevention of Sexual Harassment into the one to train instructors for the training to prevent harassment in general including power harassment.

(c) Measures taken for facilitating career development

Aiming at facilitating utilization of the mentor system, which will help realize employees' smooth adaptation to workplace environment, career development, including ability development and expertise acquisition, and work-life balance, the "Handbook for the Mentor System" (Notice issued on Feb. 2, 2018 by the Director, Recruitment Policy Division of the Human Resources Bureau) was issued to the Cabinet Office and each ministry. The handbook contains good examples of the Cabinet Office and each ministry and describes the issues that require consideration before implementing the mentor system in accordance with the process of implementation.

Chapter 4. International Cooperation and Promotion of IT in Personnel Administration

- The NPA has invited government executive officials from personnel administrative organizations in major countries every year to exchange ideas concerning the latest circumstances of personnel administration. In FY2017, the NPA invited government executive officials from the United States and France and co-hosted an international seminar under the theme of "How Can a Government Attract, Recruit and Foster Talented Personnel?" with the Japanese Society for Public Administration.
- The NPA invited specialists from the personnel administrative organizations of the Asian countries and exchanged ideas for the purpose of supporting civil service reform in Asian nations on a continuous basis and developing the personal network with the countries having a strong interest in the public employee systems in Japan. In FY2017, the NPA invited specialists from the five counties, namely Indonesia, Malaysia, Philippines, Singapore and Thailand for the first time, and exchanged ideas on the current state of human resource management and development of public employees.
- The NPA created the China-Japan-Korea Personnel Policy Network with the central personnel administrative organizations in China and Korea in Jan. 2005 and has implemented various cooperative projects since then. In FY2017, the eighth Director-General-level meeting was held in Dec. in Beijing, China where the eighth cooperation plan, a two-year cooperative framework, was established.
- All of the five ministries/agencies which had been using the both conventional and new system concurrently at the end of FY2016, launched full-fledged operation of the Personnel and Remuneration-related Duties Information System (hereinafter referred to as the "Personnel and Remuneration Information System"). This means that all of the 28 ministries/agencies that had been planning the transition, including the ministries that already started full operation by FY2016, completed the transition to this system (approx.273,000 officials (full-time employees)).

1. International Cooperation and International Exchange

(1) Invitation of Government Executive Officials from Major Countries

As a specialized agency for personnel administration, the NPA has annually invited executive officials from personnel administrative organizations in major countries to exchange opinions on the latest circumstances surrounding personnel administration. The objectives are to promote cooperation in the field of personnel administration through cooperative relationships with personnel administrative organizations in foreign countries as well as to derive suggestions from other countries' experiences and initiatives on issues that the Japanese public employee system is facing. Since FY2010, the NPA has invited government executive officials from two countries at one time and co-hosted an international seminar with the Japanese Society for Public Administration.

In FY2017, the NPA invited government executive officials from the United States and France with a view to obtaining reference information to examine issues related to securing and developing of human resources in Japan and hosted the international lecture meeting titled "How Can a Government Attract, Recruit and Foster

Talented Personnel?" in Nov. following the previous meeting held in FY2016.

At the lecture meeting, Mr. Mark Reinhold, Associate Director, Employee Services and Chief Human Capital Officer, the US Office of Personnel Management, explained about the public awareness of the attractive nature of the public service in the US, measures for employment and recruitment activity, various measures for competency development and the latest personnel management policy under the Trump Administration. Meanwhile, Mr. Yann Algan, Dean, School of Public Affairs of Sciences Po covered the method to secure human resources in the French public service, changes in the attractive nature of the public service, issues related to human resources development and various reforms carried out by the French President Emmanuel Macron.

The lecture meeting attracted more than 110 participants, including official of the Cabinet Office and each ministry, researchers and students, who asked many questions to Mr. Reinhold and Mr. Algan.

(2) Invitation of Officials from the Personnel Administrative Agencies of the Asian countries

Aiming at allowing employees with expertise and high moral to play an active role in administration, the Asian countries promoting the economic development and political democratization are advancing reform to develop a fair and efficient framework for public employee system adopting a modern system in Western countries as a model. As far as the reform in personnel administration is concerned, these countries have a strong interest in the public employee system in Japan.

For the purpose of meeting these needs, supporting civil service reform in Asian nations on a continuous basis and creating a personal network, the NPA started in FY2017 to invite the experts of the personnel administrative agencies in Asian countries with the aim of exchanging ideas on the current state of public employee management and development of public employees.

In FY2017, the NPA invited five experts – Assistant Commissioner, Civil Service Commission of Indonesia; Director, Research, Planning and Policy Division, Public Service Department of Malaysia; Director III, Regional Office No. 11, Civil Service Commission of Philippines; Chief Human Resource Officer, Central Provident Fund Board of Singapore; and Human Resource Officer, Office of the Civil Service Commission of Thailand. Opinions were exchanged concerning securing of fair selection process, promotion of performance management and long-term personnel development.

(3) The China-Japan-Korea Personnel Policy Network

Based on the "Action Strategy on Trilateral Cooperation among the People's Republic of China, Japan and the Republic of Korea", which was approved at the China-Japan-Korea Summit Meeting held in Nov. 2004, the NPA launched the China-Japan-Korea Personnel Policy Network in Jan. 2005 as a cooperative framework in personnel administration in partnership with the Ministry of Personnel (present Ministry of Human Resources and Social Security) of China and the Civil Service Commission (present Ministry of Personnel Management) of Korea. This network has implemented various cooperative projects up to date and plays a role in cooperation among Japan, China and Korea.

Every two years, this network holds a Director-General-level meeting of the central personnel administrative organizations in these three countries. In FY2017, the eighth Director-General-level meeting was held in Dec. in Beijing, China with participation of Emiko Matsuo, Director General for Secretariat's Policy Matters, Secretariat of National Personnel Authority; Hao Bin, Director-General of International Cooperation Department of the Ministry of Human Resources and Social Security of China; and Cho Sung-joo, Director-General for Leadership Development Bureau, National HRD Institute, Ministry of Personnel Management of Korea. They confirmed the results of their cooperation projects and developed the eighth cooperation plan, which is a two-year cooperative framework.

The eighth cooperation plan includes the decisions to continuously carry out exchange among administrative officials in the three countries, symposium on personnel administration hosted by the three countries and information exchange concerning personnel administration on a regular basis. The plan also contains the resolutions to implement the next Director-General-level meeting in Korea in 2019 and the high-level talk of the heads of the personnel administrative organs of the three countries in Japan in the same year.

2. Promotion of IT for Personnel Management Duties

The Personnel and Remuneration Information System is a cross-governmental common system, which integrates various functions, such as personnel management, remuneration management, mutual aid management, notifications and applications by employees, based on the "Optimization Plan for Personnel and Remuneration System," which was decided by the Chief Information Officers (CIO) Liaison Conference of the ministries (Feb. 27, 2004). The system was originally scheduled to be introduced to all the ministries by FY2015. Nevertheless, the duties could not be coordinated sufficiently before building the system. There were also some problems with its performance. Taking into account these circumstances, the entire government decided to fundamentally review the personnel and remuneration duties under the Personnel and Remuneration Duties Efficiency Promotion Council, which was established in Aug. 2014, to simplify and streamline such duties and to minimize the costs related to the system operation aiming at enabling all the ministries to complete the transition to this system by the end of FY2016

In partnership with related organizations, the NPA has worked on improvement measures relating to "Reform of Personnel and Remuneration Duties" and "Reform of Personnel and Remuneration System," which were stated in the improvement plan, and extended support to the ministries for their system transition work. In FY2017, full-fledged operations were launched in the Ministry of Health, Labour and Welfare (Regional Labor Bureau), the Ministry of Finance, the National Tax Agency, the Ministry of Land, Infrastructure, Transport and Tourism and the Japan Transport Safety Board that had been using the both conventional and new system concurrently at the end of FY2016. As a result, all of the 28 ministries/agencies (approx.273,000 officials (full-time employees)), which had been planning the transition, completed the transition to this system, including the ministries which had already started full operation by FY2016.