The Government of Guatemala provides the public with limited budget information. Guatemala's score of 46 out of 100 is almost the same as the global average score of 45.

By Audit
Budget oversight by the supreme audit institution in Guatemala is adequate.

By Legislature
Budget oversight by the legislature in Guatemala is limited.

Each country is given a score out of 100 which determines its ranking on the Open Budget Index – the world’s only independent and comparative measure of budget transparency.

Usefulness of Budget Information Throughout the Budget Cycle

Guatemala’s score of 46 out of 100 is almost the same as the global average score of 45.
The Availability of Budget Documents Over Time

Guatemala’s score of 46 on the 2015 Open Budget Index is lower than its score in 2012. Moreover, the Government of Guatemala has been inconsistent in which documents are made publicly available in a given year. Since 2012, the Government of Guatemala has decreased the availability of budget information by:

- Failing to publish a Citizens Budget in a timely manner.
- Failing to produce a Pre-Budget Statement.

Moreover, the Government of Guatemala has failed to make progress in the following ways:

- Producing a Citizens Budget but failing to make it available within three months of enacting the budget and producing a Mid-Year Review but failing to make it available to the public by September 30 each year.

Evidence suggests that transparency alone is insufficient for improving governance, and that public participation in budgeting can maximize the positive outcomes associated with greater budget transparency.

To measure public participation, the Open Budget Survey assesses the degree to which the government provides opportunities for the public to engage in budget processes. Such opportunities should be provided throughout the budget cycle by the executive, the legislature, and the supreme audit institution.

Guatemala’s score of 10 out of 100 indicates that the provision of opportunities for the public to engage in the budget process is weak. This is lower than the global average score of 25.
The Open Budget Survey examines the extent to which legislatures and supreme audit institutions are able to provide effective oversight of the budget. These institutions play a critical role – often enshrined in national constitutions – in planning budgets and overseeing their implementation.

**Oversight by the Legislature**

The legislature provides limited oversight during the planning stage of the budget cycle and limited oversight during the implementation stage of the budget cycle. There are no pre-budget discussions prior to the tabling of the Executive’s Budget Proposal, and the legislature does not have a specialized budget research office. In both law and practice, the legislature is not consulted prior to the virement of funds in the Enacted Budget.

**Oversight by the Supreme Audit Institution**

The supreme audit institution provides adequate budget oversight. Under the law, it has full discretion to undertake audits as it sees fit. Moreover, the head of the institution cannot be removed without legislative or judicial approval, which bolsters its independence. Finally, the supreme audit institution is provided with sufficient resources to fulfill its mandate, but has a weak quality assurance system in place.

**RECOMMENDATIONS**

**Improving Transparency**

Guatemala should prioritize the following actions to improve budget transparency:

- Publish the Citizens Budget within three months of enacting the budget and publish the Mid-Year Review by September 30 each year.
- Produce and publish a Pre-Budget Statement.
- Increase the comprehensiveness of the Executive’s Budget Proposal by presenting more information on the economic and program classification of expenditures for future years and the classification of revenues for future years.

**Improving Participation**

Guatemala should prioritize the following actions to improve budget participation:

- Establish credible and effective mechanisms (i.e., public hearings, surveys, focus groups) for capturing a range of public perspectives on budget matters.
- Hold legislative hearings on the budgets of specific ministries, departments, and agencies (as well as on audit reports) at which testimony from the public is heard.
- Provide detailed feedback on how public assistance and participation has been used by the supreme audit institution.

**Improving Oversight**

Guatemala should prioritize the following actions to strengthen budget oversight:

- Establish a specialized budget research office for the legislature.
- In both law and practice, ensure the legislature is consulted prior to the virement of funds in the Enacted Budget.
The Open Budget Survey uses internationally accepted criteria developed by multilateral organizations such as the International Monetary Fund (IMF), the Organisation for Economic Co-operation and Development (OECD), and the International Organisation of Supreme Audit Institutions (INTOSAI). It is a fact-based research instrument that assesses what occurs in practice through readily observable phenomena. The entire research process took approximately 18 months between March 2014 and September 2015 and involved about 300 experts in 102 countries. The Survey was revised somewhat from the 2012 version to reflect emerging developments in accepted good practice and to strengthen individual questions. A full discussion of these changes can be found in a technical note on the comparability of the Open Budget Index over time (see below).

Survey responses are typically supported by citations and comments. This may include a reference to a public document, an official statement by the government, or comments from a face-to-face interview with a government official or other knowledgeable party.

The Survey is compiled from a questionnaire completed for each country by independent budget experts who are not associated with the national government. Each country’s questionnaire is then independently reviewed by an anonymous expert who also has no association to government. In addition, IBP invites national governments to comment on the draft results from the Survey and considers these comments before finalizing the Survey results.

The Government of Guatemala provided comments on the draft Open Budget Questionnaire results.

Research to complete this country’s Open Budget Survey was undertaken by:

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Further Information
Visit www.openbudgetsurvey.org for more information, including:

- The Open Budget Survey 2015: Global Report
- Individual datasets for each of the 102 countries surveyed.
- A technical note on the comparability of the Open Budget Index over time.