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Ecuador

Click here for map of Latin America and the Caribbean



Source: The World Factbook -Ecuador

Government type Republic

Independence 24 May 1822 (from Spain)

Constitution

10 August 1998

Legal system

Based on civil law system; has not accepted compulsory ICJ jurisdiction

Administrative divisions

22; Azuay, Bolivar, Canar, Carchi, Chimborazo, Cotopaxi, El Oro, Esmeraldas, Galapagos, Guayas, Imbabura, Loja, Los Rios, Manabi, Morona-Santiago, Napo, Orellana, Pastaza, Pichincha, Sucumbios, Tungurahua, Zamora-Chinchipe

Source: The World Factbook – Ecuador

Ecuador is a representative democratic republic in South America, bordered by Colombia on the north, by Peru on the east and south, and by the Pacific Ocean on the west. The country also includes the Galápagos Islands in the Pacific, about 965 kilometers (600 miles) west of the mainland. Ecuador straddles the equator, from which it takes its name. Its capital city is Quito; its largest city is Guayaquil.

Control over territory in the Amazon basin led to a long-lasting dispute between Ecuador and Peru. In 1941, amid fast-growing tensions between the two countries, war broke out. Peru claimed that Ecuador's military presence in Peruvian-claimed territory was an invasion; Ecuador, for its part, claimed that Peru had invaded Ecuador. In July 1941, troops were mobilized in both countries. Hostilities erupted on July 5, 1941, when Peruvian forces crossed the Zarumilla River at several locations, testing the strength and resolve of the Ecuadorian border troops. Finally, on July 23, 1941, the Peruvians launched a major invasion, crossing the Zarumilla River in force and advancing into the Ecuadorian province of El Oro.

During the course of the war, Peru gained control over all the disputed territory and occupied the Ecuadorian province of El Oro, now Tumbes, and some parts of the province of Loja (65% of the former country), demanding that the Ecuadorian government give up its territorial claims. The Peruvian Navy blocked the port of Guayaquil, cutting supplies to the Ecuadorian troops. After a few weeks of war and under pressure by the U.S. and several Latin American nations, all fighting came to a stop. Ecuador and Peru came to an accord formalized in the Rio Protocol, signed on January 29, 1942, in favor of hemispheric unity against the Axis Powers in World War II. As a result of its victory, Peru was awarded the disputed territory. It would take two more undeclared wars before a peace agreement was finally reached in 1999 to end hostilities.

Although Ecuador marked 28 years of civilian governance in 2007, the period has been marred by political instability. Starting with the mishandling of the country's debt during the 1970s military regime, the country has essentially been rendered ungovernable. Since the mid 1990s, the government of Ecuador has been characterized by a weak executive branch that struggles to appease the ruling classes represented in the legislative and judiciary. Protests in Quito have contributed to the mid-term ouster of Ecuador's last three democratically elected Presidents during the period 1996-2006.

In January 2007, Rafael Correa took the presidential office for a four-year term as a result of an overwhelming victory in the September 2006 elections. New presidential and congressional elections may however be possible as early as 2008 depending on the conclusions of the Constituent Assembly elected in September 2007. The elections represented a power struggle for dominance between the traditional political parties and new political forces. The government has argued that a constitutional reform is needed to remove politicization in regulatory agencies and the judiciary and reduce the concentration of power in the political parties.

The assembly is intended to limit the power of the traditional, pro-rich parties and Congress, which are regarded to be extremely corrupt, and allow greater democratic participation by the community through decreasing electorate sizes and allowing the recall of all elected officials. The traditional parties see the assembly as a threat to their power, and refused to allow it without securing immunity from the assembly's power for the 100-seat Congress.

The majority party of the Constituent Assembly is the Acuerdo Pais (AP), a coalition led by Correa. The majority election of the AP to the Constituent Assembly reflects public disillusionment with the traditional parties who have typically been more interested in their own positions than advancing a reform agenda.

Source: Economist Intelligence Unit- Ecuador Country Report; Government of Ecuador-Politics, www.presidencia.gov.ec/secciones

1. General Information

1.1 People	Ecuador	Argentina	Chile	1
Population				а
Total estimated population (,000), 2005	13,060,993	38,428	15,806	
Female estimated population (,000), 2005	6,511,480	19,592	7,982	
Male estimated population (,000), 2005	6,549,513	18,836	7,824	
Sex ratio (males per 100 females), 2005		96	98	
Average annual rate of change of pop. (%), 2000-2005	1.2	1.17	1.23	
Youth and Elderly Population		· · ·		b
Total population under age 15 (%), 2005	32.6	27	27	
Female population aged 60+ (%), 2005	8.4 ⁱ	15	12	
Male population aged 60+ (%), 2005		12	10	
Human Settlements		· · ·		с
Urban population (%), 2005	62.8	88	86	
Rural population (%), 2005	37.8	12	14	
Urban average annual rate of change in pop. (%), '00-'05	2.29	1.35	1.48	
Rural average annual rate of change in pop/ (%), '00-'05	0.2	-0.06	-0.72	
Education				d
Total school life expectancy, 2000/2006		14.3 ⁱ	13	1
Female school life expectancy, 2000/2006		15 ⁱ	13	1
Male school life expectancy, 2000/2006		13.5 ⁱ	13	1
Female estimated adult (15+) illiteracy rate (%), 2005	9.1	3.2"	4.4 ⁱⁱⁱ	2
Male estimated adult (15+) illiteracy rate (%), 2005	6.1	3.2"	4.1 ⁱⁱⁱ	2
Employment				е
Unemployment rate (15+) (%), 2006		15 ^{iv}	7.9 ^{vi}	1
Female adult (+15) economic activity rate (%), 2006	22.04	44 ^{iv} 35 ^{vi}		2
Male adult (+15) economic activity rate (%), 2006	56.07	73 ^{iv}	73 ^{vi}	2

Notes: ⁱ Age group 60+ as % of total population; Excluding the rural population of Rondonia, Acre, Amazonas, Roraima, Par and Amap, Month of September; ^v Aged 10 years and over, Months of May and October, 28 urban agglomerations; ^{vi} 2005, Fourth quarter of year

1.2 Economy	Ecuador	Argentina	Chile	2
GDP				а
GDP total (millions US\$), 2006	56,509	102,191	64,154	
GDP per capita (US\$), 2006	2,499	2,694	4,118	
PPP GDP total (millions int. US\$), 2006	24.5	401,817	148,945	
PPP GDP per capita(int. US\$), 2006	2,720	10,594	9,561	
Sectors				b
Value added in agriculture (% of GDP), 2006	6.5	11.1	8.8	
Value added in industry (% of GDP), 2006	45.7	34.8	34.3	
Value added in services (% of GDP), 2006	47.8	54.1	56.9	
Miscellaneous				с
GDP implicit price deflator (annual % growth), 2006	178.7	10.7	4.4	
Private consumption (% of GDP), 2006	64.9	62.7	63.3	
Government consumption (% of GDP), 2006	11.0	11.4	11.4	

¹ United Nations Statistics Division:

a Statistics Division and Population Division of the UN Secretariat; ^b Statistics Division and Population Division of the UN Secretariat; ^c Population Division of the UN Secretariat; ^{d1} UNESCO; ^{e1} ILO; ^{e2} ILO/OECD
² World Bank - Data and Statistics:
^a Quick Reference Tables; ^b Data Profile Tables; ^c Country at a Glance

1.3 Public Spending	Ecuador	Argentina	Chile	_
Public expenditures				i
Education (% of GNP), 1991	2.4	1.4 ⁱ	3.3	а
Education (% of GNP), 2002-05	6.4	3.5	3.6	а
Health (% of GDP), 1990		4.2	2.2	
Health (% of GDP), 2002-05	4.3	2.4 ⁱⁱ	2.7	
Military (% of GDP), 1990	2.4	1.3	3.6	b
Military (% of GDP), 2005	2.0	1.3	3.3	b
Total debt service (% of GDP), 1990	7.9	4.4	9.1	
Total debt service (% of GDP), 2005	5.9	9.6	8.7	

Notes: $^{\mathrm{i}}$ Data refer to the ministry of education only; $^{\mathrm{ii}}$ 1999

1.4 Public Sector Employm	ent and Wag	es				
Data from the latest year available		Ecuador 1991-1995	Ecuador 2002-2006	Latin America & Caribbean average ⁱⁱ 1996-2000	Excluding Caribbean average ⁴ 1996-2000	Middle income group average ⁴ 1996-2000
Employment						
Civilian Central Government ⁱⁱⁱ	(,000)	500.0				
Civilian Central Government	(% pop.)	0.31		0.69	0.74	0.59
Sub-national Government ⁵	(,000)	2,000				
	(% pop.)	1.26		0.69	0.74	0.59
Education employees	(,000)	2,662				
Education employees	(% pop.)	1.67		0.58	0.58	1.20
Health employees	(,000)	177.5				
nearth employees	(% pop.)	0.11				0.70
Police	(,000)					
Fonce	(% pop.)					0.30
Armed forces	(,000)	295.0	249.6			
Armed forces	(% pop.)	0.19	0.15	0.34	0.37	0.46
SOE Employees	(,000)					
SOL LINDIQUES	(% pop.)			2.16	2.16	3.61
Total Public Employment	(,000)					
	(% pop.)					6.05
Wages						
Total Central gov't wage bill	(% of GDP)		12.2	6.6	5.6	8.5
Total Central gov't wage bill	(% of exp)	8.1	16.5	20.3	19.7	21.6
Average gov't wage	(,000 LCU)					
Real ave. gov't wage ('97 price)	(,000 LCU)					
Average gov't wage to per capita			1.8	2.0	4.2	

Source: World Bank - Public Sector Employment and Wages

ⁱ <u>UNDP</u> - Human Development Report 2007 ^a Data refer to total public expenditure on education, including current and capital expenditures.

ⁱⁱⁱ Excluding education, health and police – if available (view <u>Country Sources</u> for further explanations).

2. Legal Structure

Ecuador is a representative democracy. The government is divided into three branches: executive, legislative, and judicial. The country is separated into 21 provinces each of which is further divided into administrative municipalities (cantones) and parishes (parroquias).

In 1998, a constitutional assembly was convened by popular mandate to revise Ecuador's Constitution. The new constitution strengthened the executive branch by eliminating mid-term congressional elections and by restricting Congress' power to challenge and remove cabinet ministers. Also, soon after the new Constitution took effect Congress passed a code of ethics that seeks to strengthen Ecuador's political parties, which historically have been small and weak. The code of ethics imposes penalties on party members who vote contrary to their party on key votes. A new constitutional assembly, to be elected September 2008, will rewrite the constitution yet again.

Sources Economic Intelligence Unit; Ecuador Country Report, National Government of Ecuador www.presidencia.gov.ec

2.1 Legislative Branch

Ecuador's unicameral Congress is composed of 100 deputies. Women in parliament as of 2006 elections: 25% 25 Seats out of 100.ⁱ

Ecuador's unicameral Congress passes laws, levies taxes, and approves international treaties and an annual budget proposed by the executive branch. Deputies are elected during multi-party elections for a four year term and represent one of Ecuador's 22 provinces. Voting is compulsory for all persons between the ages of 18 and 65.

Fact box:: Congressional elections were last held in October 2006.

The President of the Congress, which had previously been elected by Congress as a whole, according to the 1998 Constitution, is now chosen by the political party that received the highest percentage of the national vote. The President of Congress ranks after the President and Vice-President of the Republic.

Source: Congreso Nacional de Ecuador, www.congreso.gov.ec; Legislative Branch-Ecuador, Political Database of the Americas, http://pdba.georgetown.edu/Legislative/legislative.

2.2 Executive Branch

Cabinet of ministers: Appointed by the president Elections: Last held 4 December 2006 (next to be held December 2010, but constituent assembly could impose new elections as soon as the end of 2008)

Inter-Parliamentary Union - Women in National Parliaments

The President of the Republic presides over the executive branch and is the Commander-in-Chief of the Armed Forces. The President is elected for a four year term by popular vote. The President determines the number and functions of the ministries that comprise the executive branch and appoints the ministers of each bureau. The president also appoints the cabinet and provincial governors.

Fact box: Chief of state and head of government: Rafael Correra Delgado, took office January 15 2007 for a four year term

Source: Political Database of the Americas, http://pdba.georgetown.edu/; U.S. Library of Congress-Ecuador Country Study

2.3 Judiciary Branch

The supreme judicial power is vested in the Supreme Court, which has 30 Justices divided among ten chambers of three Justices each. Supreme Justices are elected for life terms

The judicial branch consists of three organs of equal status and importance: the Supreme Court of Justice; the Fiscal Tribunal, which recognizes and resolves controversies arising between the revenue collecting administration and the taxpayers and determines tax obligations; and the Contentious Administrative Tribunal, which is primarily responsible for recognizing and resolving controversies arising in public administration. Located in Quito, these judicial bodies have jurisdiction over all of the national territory.

Source: Consejo Nacional de la Judicatura, www.justiciaecuador.gov.ec

2.4 Local Government

The republic is divided administratively into provinces, municipalities, and parishes. Provinces are governed by a governor, municipalities by a political chief, and parishes by a political lieutenant. These officials all answer to, and are appointed by, the president or the executive branch. The Ministry of National Defense administers the Galápagos Islands.

Each of the twenty-one provinces has an autonomous provincial council, headed by a prefect who has only a deciding vote in case of ties in the council. The council, which has jurisdiction throughout the province and a seat in its capital, maintains public services, carries out public works, coordinates municipal activities, and informs the central government of budget expenditures.

All provincial and municipal officials are elected for a four year period by direct and secret popular vote. In elections for mayor, president of the municipal council, and provincial prefect, the candidates who obtain the greatest number of votes are elected. Councils at both levels have functional, financial, and administrative autonomy. Their legislative decisions are issued in the form of ordinances.

Source: Asociación de Municipalidades Ecuatorianas, www.ame.org.ec; U.S. Library of Congress-Ecuador Country Study

3. The State and Civil Society

3.1 Ombudsperson

Although Ecuador does not have an official Ombudsperson office, there are other mechanisms that operate in promoting human rights. The Constituent Assembly, which was convoked by the Supreme Electoral Court in March 2007, has various representatives that are trying to guarantee the respect and promotion of human rights. However, specific safeguards of human rights such as good governance, appropriate legal structures, and impartial judicial institutions, are in a state of instability and are therefore impeding the development of human rights.

Source: Derechos Humanos-Ecuador; www.derechos.org/ecuador

3.2 Civil Society and NGOs

Civil society in Ecuador has gained a more vocal role in governance issues since the 1990s, due in part by the public's growing disillusionment with traditional channels of political representation, increasing levels of public sector corruption, and weak formal accountability mechanisms.

Both membership organizations of civil society and NGOs have played important roles in representing the demands of citizens. Membership organizations have been vocal advocates for the increased recognition of the rights of their members, demanding a more accountable and more inclusive governance system. To voice their discontent, these organizations have often resorted to staging mobilizations, some of which have contributed to oust incumbent presidents and change the course of political history. Such an example can be found in the impeachment of the Ecuadorian president in 1997. Following the impeachment, a National Constituent Assembly was called to draft a new Constitution. The new Constitution, which was approved in 1998, marked the first time that civil society actors played a key role in drafting the constitution and provided an opportunity for civil society to engage in a new arena.

In recent years, a number of technically oriented NGOs have also emerged focusing on governance issues, public sector transparency, and state accountability. Many use a more collaborative approach of evidence-based negotiation and dialogue with the state to effect change. There are 2,690 NGOs operating in Ecuador, including both national and international organizations.

Sources: Civil Society's Role in Ecuador; www.sitersources.worldbank.org; Consejo Nacional de Modernizacion- Ecuador; www.ec-gov.net/; Programa de Proteccion Social-www.pps.gov.ec

4. Civil Service

4.1 Legal basis

On March 6th 1964, the Law of Civil Service and Administration was promulgated by the Commission of Legislation. The law had been reformed substantially through various laws and decrees and eventually codified in April of 1978. The general disposition of the law is to guarantee efficiency in the public administration throughout the country.

Source: Ley de Servicio Civil y Carrera Administrativa, www.oas.org/juridico/

4.2 Recruitment

Requirements for entrance into the civil service include satisfactory test scores on a national competitive exam and legal eligibility. Civil service recruitment is also contingent on position vacancies and candidate qualities. Candidates who are hired as civil servants are subject to additional tests and evaluation processes during their first six months of employment to ensure the candidate's quality.

Source: Ley de Servicio Civil y Carrera Administrativa, www.oas.org/juridico/

4.3 Promotion

The administration of civil service endorses a merit and evaluative system that guarantees the stability and suitability of servants. The National Director of Personnel administers an annual quality evaluation of civil servants. The intention of this evaluation is to stimulate the output and motivation of the workers by providing incentives such as pay increase, promotions, and honorary mentions. Qualifications for promotion include efficiency of the employees' work, results of periodic evaluation, and years of service.

Source: Ministerio de Obras Publicas- Ecuador; www.mtop.gov.ec

4.4 Remuneration

Details regarding the management of remuneration are outlined under Chapter XI, Articles 78 through 83 of the Civil Service Law.

The Civil Service system of remuneration is carried out by the National Director of Personnel. Salaries correspond and are adjusted according to the task and responsibilities of civil servant positions.

Source Ley de Servicio Civil y Carrera Administrativa, www.oas.org/juridico/

4.5 Training

The State provides training programs that aim to improve and expand the knowledge of civil servants. The National Director of Personnel plans and directs the training courses that are obligatory for servants selected to partake in such courses.

Source: Ley de Servicio Civil y Carrera Administrativa, www.oas.org/juridico/

4.6 Gender

According to the Minister of Public Works, the participation of women in civil servant positions is quite similar with the men's sharing. Equal employment and salary benefits are promoted on an equal basis, regardless or gender.

Source: Ministerio de Obras Publicas- Ecuador; www.mtop.gov.ec

5. Ethics and Civil Service

5.1 Corruption

2007 CPI Score relates to perceptions of the degree of corruption as seen by business people and country analysts and ranges between 10 (highly clean) and 0 (highly corrupt).

Corru	otion Perceptions Index						
		2007 CPI Score	Surveys Used	Standard Deviation	High-Low Range	Number Inst.	90 percent confidence range
Rank	Country						
1	Highly clean	9.7	8	0.3	9.2 - 10.0	4	9.5 – 9.9
150	Ecuador	2.1	5				2.0 - 2.3
133	Highly corrupt	1.3	8	0.7	0.3 - 2.2	6	0.9 - 1.7

Source: <u>Transparency International</u> - <u>Corruption Perceptions Index 2007</u>

Surveys Used: Refers to the number of surveys that were used to assess a country's performance. 17 surveys were used and at least 3 surveys were required for a country to be included in the CPI.

Standard Deviation: Indicates differences in the values of the sources. Values below 0.5 indicate agreement, values between 0.5 and c. 0.9 indicate some agreement, while values equal or larger than 1 indicate disagreement.

High-Low Range: Provides the highest and lowest values of the sources.

Number Institutions: Refers to the number of independent institutions that assessed a country's performance. Since some institutions provided more than one survey.

90 percent confidence range: Provides a range of possible values of the CPI score. With 5 percent probability the score is above this range and with another 5 percent it is below.

Following the return to democracy in 1979, party splits, bureaucratic ineptitude and rampant corruption proliferated. Important reform measures (civil service reform, tax laws, banking regulation) stalled in a Congress dominated by fragmented parties and vocal opponents with vested interests to protect. As the economic situation has deteriorated since the 1980s, voters have reacted by blaming incumbents for their troubles and by periodically backing populist, anti-party candidates. This trend, coupled with the country's economic problems and rampant corruption, has led to inconsistent economic and political policies from one administration to the next, and to the inability of elected presidents to complete their terms.

According to Transparency International, Ecuador is perceived as the second most corrupt nation in Latin America after Paraguay. In 2003, a series of arms trafficking scandals threatened to undermine the generally positive reputation of one of the country's most respected political institutions, the Ecuadorian military.

Source: Congressional U.S. Research Service Report, www.fas.org; Transparency International

5.2 Ethics

The Anticorruption Commission was created in February of 1997 to investigate acts of corruption and monitor administrative officers and penal processes. In 1998, the National Constituent Assembly transferred the responsibilities of the original commission to the newly institutionalized Commission of Civic Control of Corruption under Articles 220 and 221 of the 1998 Constitution of the Republic.

The Commission of Civic Control of Corruption is a constitutional organ that promotes authentic citizen participation, and transparency in public administration in order to prevent and fight corruption. The organization also aims to revitalize the collective conscious of individuals while diminishing impunity measures through independent investigations and sanctions.

Source: Comision de Control Civico de la Corrupcion www.comisionanticorrupcion.com

6. e-Government

6.1 e-Government UNPAN link:

The UN e-Government Readiness Knowledge Base provides extensive data and information on e-Government Readiness and e-Participation and is frequently updated. The country profile for Ecuador on this database can be found at the following website:

http://www.unpan.org/egovkb/ProfileCountry.aspx?ID=52

7. Links

7.1 National sites	
Authority	Торіс
Presidency of Republic	http://www.presidencia.gov.ec/
Government	http://www.presidencia.gov.ec/
National Archive	http://www.ane.gov.ec/ane/
Minister of Economics and Finance	http://mef.gov.ec/portal/
Association of Municipalities	http://www.ame.org.ec/
Consejo Nacional de la Judicatura	http://www.justiciaecuador.gov.ec/
Constitutions of Ecuador	http://pdba.georgetown.edu/Constitutions/Ecuador/ecuador.html
Minister of Politics and Government	http://www.mingobierno.gov.ec/

7.2 Miscellaneous sites	
Institution	Торіс
Centro Latinoamericano de Administración Para el Desarrollo (CLAD)	http://www.clad.org.ec
Development Gateway	http://www.developmentgateway.org/countryprofile/
European Union (EU)	http://europa.eu.int/comm/development/body/country/
Inter-American Development Bank (IADB)	http://www.iadb.org
Organization of American States (OAS)	http://www.oas.org
Unit for the Promotion of Democracy (UPD) - OAS	http://www.upd.oas.org
United Nations Development Programme (UNDP)	http://www.pnud.org.ec/
UNPAN	http://www.unpan.org/virtual_library-byregion.asp
World Bank (WB)	http://www.worldbank.org/ec