

PROJECT PROPOSAL FORMAT

I. PROJECT DESCRIPTION

- Project Title: **Cagayan North Railway System Development**
- Type of Project: Transportation \ Rail Transportation
- Project Proponent/s: Cagayan Economic Zone Authority
- Area of Project Implementation: Sta. Ana, Cagayan

II. PROJECT DESCRIPTION AND PURPOSE

- **What does the project hope to achieve?**

Visualized to be the link between the CEZA Lal-lo International Airport to the seaport, industrial and commercial areas in the Freeport in Sta. Ana can also possibly be extended to the eastern seaboard of Luzon or through the mountains of the Sierra Madre all the way to Manila

III. DESIRED IMPACT AND OUTCOME OF THE PROJECT

- **What are the long term effects of the project? (Economic, social, cultural, institutional, environmental, technological, etc.)**

1) Responsiveness to the following 0+10 Point Agenda of President Duterte:

- Increase competitiveness and the ease of doing business. This effort will draw upon successful models used to attract business to local cities (e.g. Davao), and pursue the relaxation of the Constitutional restrictions on foreign ownership, except as regards land ownership, in order to attract foreign direct investment (3)
- Accelerate annual infrastructure spending to account for 5% of GDP, with Public-Private Partnerships playing a key role (4)

2) Relevance to the Zone

- Improved access to the Zone by land
- Decreased travel time in hours which is expected to entice more investors and tourists in the area
- Increase in number of passengers transported, in number of persons per year

IV. PROJECT'S LINKAGE TO THE AGENCY'S PROGRAM EXPENDITURE CLASSIFICATION (PREXC)-BASED ORGANIZATIONAL OUTCOMES AND PROJECTS

CEZA'S outcome indicators include number of registered locators, number of generated employment and amount of generated investment.

CEZA's output indicators include number of infrastructure projects started, percentage of infrastructure projects implemented in accordance with plans and specifications and number of infrastructure projects completed on schedule.

This project should ensure seamless movement of passengers and cargoes to and from Lal-lo to Sta. Ana initially via a rail facility, and all the way to Tuguegarao, to Aparri and Sta. Praxedes and eventually to Manila, if extensions were to be realized.

Having an improved access to the Zone by land, therefore decreasing travel time should help entice potentials locators to invest on the Zone and improve number of tourist arrivals

V. PDRS PRIORITIZATION INFORMATION

- Sector Relevance – responsive to the following outcomes/sub-outcomes and critical targets in the PDP/RDP and RM:
 - Chapter 9: Expanding Economic Opportunities in Industry and Services Through Trabaho and Negosyo
 - Economic Opportunities in Industry and Services Expanded
 - Number of inbound visitors increased
 - Local and Foreign Investments Increased
 - Capital Investments Increased
 - Locators Increased
 - Chapter 19: Accelerating Infrastructure Development
 - Competitiveness and Productivity of Economic Sectors Increased
 - Cargo shipped (International and Domestic) increased
- Nature of Government Entity – GOCC with no subsidies
- Scale of Impact – Regional

VI. OTHER RELEVANT INFORMATION

- Climate Change Responsiveness – responsive to key program code 167-03
“Support new income generating opportunities and industries utilizing natural resource better adapted to climate change and climate variability”
- Existing Project Preparation Documents – Concept Note/ Project Profiles