

K.2. CAGAYAN ECONOMIC ZONE AUTHORITY

STRATEGIC OBJECTIVES

MANDATE

To develop the Cagayan Special Economic Zone and Freeport into a Self-Sustaining Commercial, Industrial, Financial, Investment and Tourism Center and Freeport with suitable retirement areas, in order to create employment opportunities in and around the Zone, and to effectively encourage and attract legitimate and productive foreign investments therein

VISION

To be a vibrant hub of diverse and sustainable industries and dynamic economic activities in Asia Pacific, thereby catalyzing inclusive growth and local development in Northern Philippines

MISSION

To be an innovative, trailblazing, professional management group, bound by common values of social responsibility, service orientation, transparency and accountability committed to fulfill the mandate of the Cagayan Economic Zone Authority

KEY RESULT AREAS

Rapid, Inclusive and Sustained Economic Growth

SECTOR OUTCOME

Increase in investments in CEZA
 Increase in number of jobs generated

ORGANIZATIONAL OUTCOME

Increase in number of businesses located and operating within the economic zone

New Appropriations, by Program/Project

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS				
300000000 Operations	P 8,886,000	P 882,000,000	P	890,886,000
MFO 1 Ecozone Development and Management	8,886,000	882,000,000		890,886,000
Total, Programs	8,886,000	882,000,000		890,886,000
TOTAL NEW APPROPRIATIONS	P 8,886,000	P 882,000,000	P	890,886,000

New Appropriations, by Central/Regional Allocation

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
REGION				
Regional Allocation	P 8,886,000	P 882,000,000	P	890,886,000
Region II - Cagayan Valley	8,886,000	882,000,000		890,886,000
Total New Appropriations	P 8,886,000	P 882,000,000	P	890,886,000

Special Provision(s)

1. Equity to the Cagayan Economic Zone Authority. The amount of Eight Hundred Eighty Two Million Pesos (P882,000,000) appropriated as equity for the Cagayan Economic Zone Authority (CEZA) shall be used exclusively for the implementation of the development of the navigational channel of the Port Irene Navigational Channel Project: PROVIDED, That said amount shall be released only upon approval of said Navigational Channel Project by the NEDA Investment Coordination Committee.

2. Release of the Cagayan Economic Zone Authority Share from the Five Percent of Gross Income Paid by All Business Establishments Operating Within the Cagayan Economic Zone. The amount of Eight Million Eight Hundred Eighty Six Thousand Pesos (P8,886,000) representing the one and a half percent (1 1/2 %) share of the Cagayan Economic Zone Authority (CEZA) from the five percent (5%) gross income paid by all business establishments operating within the Cagayan Economic Zone in FY 2010 in accordance with Section 4 of R.A. No. 7922, shall be released by the DBM directly to the CEZA upon the submission of the joint or reconciled certification/s of actual collection by the BIR and remittance to the BTr, and a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

3. **Special Provisions Applicable to All Government Corporations.** In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the CEZA.

PERFORMANCE INFORMATION

KEY STRATEGIES

Facilities infrastructure development in the Zone
 Increase international and domestic cargo and passenger traffic
 Improve delivery of social services
 Increase investment and employment brought about by increase in locators/business enterprise

MAJOR FINAL OUTPUTS (MFO) / PERFORMANCE INDICATORS

Targets

MFO 1: ECOZONE DEVELOPMENT AND MANAGEMENT

Percentage of occupancy of leasable ecozone	5%
No. of project/s completed	4
Functionality of facilities	4
Percentage of project/s completed on schedule	100%