POLICY DIRECTIONS FOR HARMONIZING SUBREGIONAL CROSS BORDER PROCEDURES: THE CASE OF THE BIMP-EAGA¹

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Abstract: Recent developments showed countries sharing borders, economic and geographical characteristics establishing subregional cooperation, principally to improve their cross border procedures. This paper assesses the Brunei, Indonesia, Malaysia, and the Philippines East ASEAN Growth Area (BIMP-EAGA) subregions' transport system and presents cross border procedures to come up with policy directions toward harmonizing subregional cross border procedures. The intermodal transport system of the BIMP-EAGA subregion is anchored more on maritime transport. The physical characteristics of the subregion were found to influence policy directions formulation. Furthermore, the paper indicated the importance of information and communication technology (ICT) and intelligent transport systems (ITS) in harmonizing and standardizing cross border procedures and thereby improving the logistics systems in BIMP-EAGA. Similarly, the policy directions were recommended to reduce impedance in the cross border documentation and transport procedures to attain some degree of seamless movement of people and freight.

Key Words: Cross border harmonization, intermodal transport system, seamless logistics

1. INTRODUCTION

Recent developments, as a result of globalization and in anticipation of complying with the World trade Organization (WTO) free trade agreements, several countries having similar economic and geographical features have established subregional cooperation. This is particularly true in the Asia-Pacific region. Further to this, many countries have begun to assess and evaluate their cross border procedures in order to improve transport facilitation. Moreover, the modern innovations in information and communications technology (ICT) have significant potentials in enhancing cross border procedures. Consistent with international conventions and agreements, nations that have established their own subregional cooperation have embarked on harmonizing their cross border procedures so as to have efficient movement of people and freight within their subregions. The main objective of initiating harmony in cross border procedures is to reduce the seam in the movement of people and freight, that is, to have a seamless transport at cross borders.

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Furthermore, with the recovery of most of the Southeast Asian economies from the Asian Economic Crisis of 1997, the framework for subregional cooperation is being re-evaluated or assessed. The BIMP-EAGA subregion should be adopting an outward-looking strategy and to attain this should capitalize on its complementarities and supplementalities in terms of resources, produce and subregional economic and trade activities. With such an outward-looking subregional economic framework it is imperative to come up with policy directions toward harmonizing subregional cross border procedures consistent with it.

Basically, cross border procedures refer to the process or a system of activities involving the movements of people and freight between two or more sovereign nations or states following international laws or conventions. The system of procedures in cross border movements or transactions entails documentation and transportation operations. The documentation transactions are classified into four interrelated procedures: customs, immigration, quarantine and security (CIQS). The transportation-related cross border procedures involve the physical movements of people and freight using any combination of modes of transport and the associated documentations. The transport system being referred in this procedure is basically intermodal, which is a vital component of the overall intermodal logistics network of the physical distribution system. The intermodal transport system cannot be differentiated from the CIQS component of the cross border procedure. The documentation aspects of the CIQS procedures are vital in the intermodal transport system at cross borders. The transport cross border procedures can be further categorized by the geographical characteristics of countries, The Brunei-Indonesia-Malaysia-Philippines-East ASEAN Growth regions or subregions. Area (BIMP-EAGA) subregion is more categorized as a combination of land-lock and archipelagic subregion.

This paper outlines the existing international conventions and agreements on cross border facilitations and is followed by a general description of existing cross border procedures in the BIMP-EAGA subregion. Subsequently, the paper would then identify and assess the key cross border transport issues and concerns and finally provide some policy directions on how to harmonize subregional cross border procedures from the view point of improving subregional transport facilitation.

There are already a number of initiatives towards reducing trade and non-trade barriers. However, there is a need to come up with policy directions in order to harmonize subregional cross border procedures in order to address non-tariff barriers (NTBs) and eventually maintain seamless subregional intermodal logistics network, particularly in the BIMP-EAGA.

2. EXISTING CONVENTIONS ON CROSS BORDER FACILITATIONS

2.1 General Conventions

Among the earlier documents addressing cross border facilitations that attempt to address improving cross border transport facilitation in the Asia-Pacific region is the UN Economic and Social Commission for Asia and the Pacific (UNESCAP) Resolution 48/11. The status of the compliance of the member countries in the BIMP-EAGA subregions to the various international conventions cited in ESCAP resolution 48/11, as of March 2000 is summarized in that document. Among the BIMP-EAGA countries, Indonesia is a party to four conventions, while Philippines and Thailand to two, Brunei Darussalam to one and Malaysia none yet. The two subregions, which have the characteristics of land-lock and archipelagic areas, can be considered as a test case to examine how, given the above conventions, can harmonize their transport facilitation procedures at cross borders.

2.2 The ASEAN and Its AFTA

Particular to the Southeast Asian region, the Association of Southeast Asian Nations (ASEAN) established the ASEAN Free Trade Area (AFTA) in 1992 with the principal objective of creating an integrated market where there is free flow of goods within the region. One of the major agreements made was the signing of the Common Effective Preferential Tariff (CEPT). The CEPT stipulated that tariff rates levied on a wide range of products traded within the region be reduced to 0-5%. Likewise, quantitative restrictions and other non-tariff barriers would be eliminated. This was supposed to be established by the year 2002 instead of the year 2008. Albeit the desire for a free trade area, tariff reductions alone would not be able to attain this. There is a need indeed to eliminate non-tariff barriers (e.g., quotas) and trade facilitation measures such as abolishing unnecessary technical barriers to trade, harmonization of standards and conformance measures, and the simplification and harmonization of customs procedures to guarantee smooth and efficient flow of freight at cross borders. For this end, the ASEAN Customs Cooperation Framework in the form of an ASEAN Customs Code of Conduct was initially signed in 1983 and later revised in 1995 to reflect the recent developments in the region, notably the creation of AFTA. In general, the customs framework promotes the principles of consistency, simplicity, efficiency, transparency, access to appeals, and mutual assistance in the conduct of customs.

One document that mentioned the development of an intermodal (multimodal) transport was the ASEAN Plan of Action in Transport and Communications (2005-2010). This document highlighted the details of the prioritized theme issues, key objectives and projects and their corresponding activities. Among the key points mentioned are the following:

- a. Promoting efficient door-to-door cargo transport and cross-border transport facilitation, through the simplification/harmonization of trade and transport documentation and procedures, establishing uniform and transparent transit and cargo clearance systems and procedures, developing an efficient and global/regional-minded freight forwarding industry, third party logistics services, and haulage industry and utilizing ICT applications;
- b. Improving land transport network infrastructure for better connections and linkages with the national, regional and international maritime (seaports and inland waterways) and air gateways. The development of land transport trade corridors with an appropriate mix of modes—roads, rail and inland waterways, with an established hierarchy of modal interfaces such as inland terminals, container stations and cargo clearance facilities is desirable:
- c. Developing responsive regional maritime transport policies to address the growing containerization in the region, improvement of the efficiency and productivity in ASEAN ports, rationalization of shipping services and the opportunities for increased multimodal transport services;
- d. Enhancing transport security and safety in the regional supply-chain networks, through capacity building initiatives, technical networking, and regular exchange of relevant technologies, best practices and information;

- e. Pursuing environmentally sustainable regional transport strategies, including accession to the relevant international conventions and protocols, promotion of environmental-friendly transportation technology and transportation modes, among others; and
- f. Creating enabling policy towards conducive environment for the increased private sector involvement and/or public-private partnerships in the provision and operation of transport infrastructure and transport and logistics facilities and services;

One of the immediate objectives drawn for the action plans was to reduce time and cost of marketing and distribution of goods. This is one of the documents that support the seamless movement of goods with the intention of enhancing the regional physical distribution and logistics system.

2.3 Regional Conventions

Another document that provides a synopsis on facilitating cross border movements is the Facilitating Cross Border Flows: the True Measure of Liberalization, by Asia-Pacific Economic Cooperation (APEC). This document has identified four flagship recommendations for facilitating cross border flows that draws together components of the APEC trade and investment liberalization and facilitation process. The flagship recommendations are geared mainly toward advancement of smooth cross- border flows for business travels.

At the African region, reform programs were introduced to facilitate cross border procedures. Most of these programs are geared toward liberalizing cross border facilitation and are collectively packaged as the Cross-Border Initiatives (CBI). The CBI comprises a common policy framework developed by fourteen (14) participating countries in Eastern and Southern Africa and the Indian Ocean, with the support of four co-sponsors. The CBI policy framework aims to facilitate cross border economic activities by eliminating barriers to the flow of goods, services, labor, and capital, and help to integrate markets by coordinating reform programs in several key structural areas, supported by appropriate macroeconomic policies.

The North American Free Trade Agreement (NAFTA) defines the cross border facilitation among the United States, Canada and Mexico. Basically, the NAFTA aims to eliminate trade and non-tariff barriers at cross border and hopes for smooth and efficient facilitation of cross border procedures through a set of standards. Inasmuch as most of the cross borders movements among the NAFTA members countries are by land, notably trucking and rail for freight movements, standards for intermodal transport and transit are being in-place.

3. CROSS BORDER PROCEDURES IN THE BIMP-EAGA REGIONS

3.1 The BIMP-EAGA Subregion

The BIMP-EAGA is to promote subregional economic and trade agglomeration with the aim of encouraging complementary cooperation among them in facilitating efficient economic and trade activities and cross border procedures. The linkage of the ASEAN subregional cooperation with the other similar arrangements, of which the BIMP-EAGA is one of them, is shown in Figure 1. The BIMP-EAGA (Figure 2) comprises the whole of the Sultanate of

Brunei Darussalam, provinces in the islands of Kalimantan, Sulawesi, Maluku, and Papua in Indonesia, Sabah, Sarawak and Labuan in Malaysia, and Mindanao and Palawan in the Philippines.

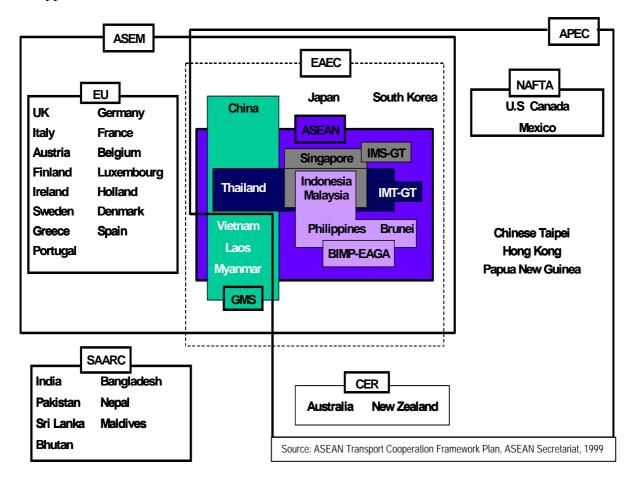


Figure 1. ASEAN Linkages

3.2 Existing Cross Border Procedures and Transport System at the BIMP-EAGA Subregion

Table 1 summarizes the basic cross border customs procedures of the BIMP-EAGA member countries and indicated the general customs procedures in the respective member countries of the BIMP-EAGA subregion. Being part of the AFTA the subregion adheres to the cross border procedures set by the former. Apart from the general conventions on customs procedures, under the AFTA, bilateral and multilateral agreements are defined for the ASEAN member countries.

From Table 2, it could be observed that, as of March 2000, only Indonesia had acceded to four conventions (1968 Convention on Road Traffic, 1968 Convention on Road Signs and Signals, 1975 Convention on the International Transport of Goods under Cover of TIR, and 1972 Custom Convention on Containers), notably on transport-related multilateral agreements; while the Philippines to two (1968 Convention on Road Traffic and 1968 Convention on Road Signs and Signals), Brunei Darussalam to one (1956 Convention on the Temporary Importation of Road Vehicles) and Malaysia has not yet signified its intention to be part of any conventions. Though, as mentioned earlier that the subregion is guided by the AFTA cross border procedures, there exists special arrangements within the EAGA. For instance, there is a separate lane (BIMP-EAGA Fast Lane) at airports and seaports within the subregion

solely for people coming from the subregion. This is supposedly aimed at facilitating faster movement of people at the cross borders. Despite the BIMP-EAGA Fast Lane, non-physical barriers still exist that tends to cause delay for people entering at the cross borders (airports and seaports).

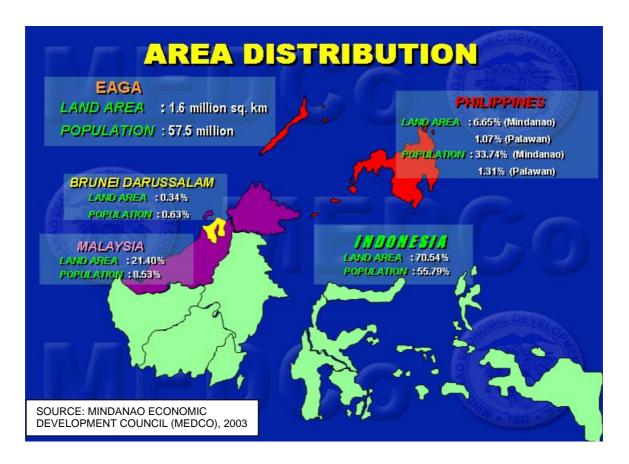


Figure 2. The BIMP-EAGA Subregion

The transport linkages of the subregion are shown in Figure 3. It could be noted from the figure that the transportation linkages among the provinces covered in the subregion basically define the cross border arrangements. The archipelagic nature of the geography of the provinces indicates that intermodality of the transportation system is a key factor of the cross border procedures in the subregion.

From the following figures one could indeed observe that the subregional intermodal transport system is primarily maritime-based and supported by a land-based transport system in the island of Borneo that links the EAGA provinces of Indonesia and Malaysia. The maritime-based subregional intermodal system is also supported by limited air transport system. The land transport system is basically road-based, which is part of the Pan-ASEAN highway network linking the subregion to the Asian highway network. There is still a considerable length of kilometers that needs to be completed to provide the cross-border link between the BIMP-EAGA provinces of Indonesia and Malaysia. The subregional air transport system is not yet fully developed though there were already identified air links as shown in Figure 3 above. The subregional air traffic demand is not as high compared to maritime and land traffic demand.

Table 1. Summary of Customs Procedures in the BIMP-EAGA Sub Region

T			s in the BIMP-EAGA		Č
Country	1. Brunei Darussalam	2. Indonesia	3. Malaysia	4.	Philippines
Customs	■ Tariff & duties	 Tariff and duties 	 Tariff and duties 	-	Tariff and duties are
Procedures	ranges from 10%-	vary according to	are subject in		in accordance with the
	30% for dry	kind of goods	accordance with		law, unless exempted
	goods, machinery,	with a range from	the Customs		by the Department of
	spare parts,	0 to 170%, value	Duties Order of		Finance, and range
	equipment, etc.	added tax (VAT)	1996 and ranges		from 3% to 50%
	Valuation of	ranges from 0 to	from 5% to 30%.		Valuation for customs
	products is based	10%, sales tax on	Malaysia provides		purposes is based on
	on the Brussels	luxurious goods	concessional tariff		the Fair Market Value
	Definition of	(STLG) varies	rates in line with		(FMV) of the
	Value	from 10% to 50%	its commitment		Philippines
	 Clearing Imports require the 	depending on the kind of goods	arising from bilateral and		Clearing Imports require manifestation
	following	Valuation of	multilateral trade		by the carrier
	documents that the	products is	negotiations with		involving the
	master or agent of	determined and/or	other ASEAN		processing of import
	vessel should	adjusted in	members		documents
	present: port	accordance with	 Valuation of 	-	Handling of goods are
	clearance, inward	the provision of	products is in		at the ports of entry
	manifest, crew list,	agreement on	accordance with		(air and sea) and
	ship stores, etc.	implementation of	definition of		require pre-shipment
	 Handling of goods 	Article VII of the	"value" under the		inspection (PSI)
	should only be at	Agreement on	Customs Act of		conducted by
	prescribed ports	Tariffs and Trade	1967		government
	(air, road, and sea) of imports and	of 1994 Clearing imports	 Clearing Imports require written 		contracted inspection
	exports and	involves the	declaration for all		company Documentation is
	landing places	submission of a	dutiable and non-		classified as Formal
	approved by	Notice of	dutiable		and Informal Entry.
	controller of	Estimated Time	commercial goods		Goods imported for
	customs	of Arrival to	through the		commercial purposes
	Examination is	Customs and	declaration form		dutiable value is less
	carried out after	lodging of a	Handling of		than US\$500,
	the declaration of	General	goods are done at		personal or household
	goods has been	Declaration in the	the ports of entry		effects not in
	accepted and	form of a	(air, road, rail and		commercial quantity
	duties have been collected and with	manifest Handling of	sea) and administered by		brought into the Philippines in
	the presence of the	goods are at	customs		passenger's baggage
	importer or agent	prescribed ports	personnel		and mail for personal
	Documentation	(air, road, and	Examination is		use will be Informal
	includes	sea) and subject	done after all		entry documentation;
	declaration of	for	documents and		other shipments are
	goods with	Examination is	declaration are in		Formal entry
	detailed	carried out	order		documentation
	information	physically after	 Documentation 		
		the declaration of	includes customs,		
		goods	clearance,		
		 Documentation includes all 	declaration forms,		
		necessary	etc.		
		customs,			
		clearance and			
		other forms			
		prescribed.			

Table 2. Status of BIMP-EAGA Sub Region and Selected ESCAP Member Countries Compliance to International Conventions Listed in ESCAP Resolution 48/11, as of March 2000

Intern	International Conventions Listed in ESCAP Resolution 48/11, as of March 2000						
	Conv'n.	Conv'n.	Customs	Custom	Custom	Int'l.	Conv'n on
	on Road	on Road	Conv'n on	Conv'n. on	Conv'n	Conv'n on	the Contract
	Traffic	Signs &	the Int'l.	the	on	the	for the Int'l.
	(1968)	Signals	Transport	Temporary	Contain-	Harmonizat	Carriage of
Country	, ,	(1968)	of Goods	Importation	ers	ion of	Goods by
		()	under	of	(1972)	Frontier	Road
			Cover of	Commercial	(15,12)	Control of	(CMR)
			TIR	Road		Goods	(1956)
			Carnets	Vehicles		(1982)	(1)30)
			(1975)	(1956)		(1702)	
Group I: Mainla	nd Acia		(1773)	(1730)			
Afghanistan	na Asia		X	X			
			1	Λ			
Armenia			8			8	
Azerbaijan			\otimes				
Cambodia				X			
China					X		
Hong Kong,				X			
China							
India		X					
Islamic	X	X	X				\otimes
Republic of							
Iran							
Kazakhstan	8	\otimes	\otimes				\otimes
Kyrgyz tan	Ü		8	\otimes		8	⊗
Lao People's			· ·	•			•
Democratic							
Republic							
Malaysia ¹							
Mongolia	\otimes	\otimes					
Pakistan	X	X					
Republic of	X	X	X		X		
Korea							
Russian	X	X	X		X	X	X
Federation							
Singapore				X			
Tajikistan	8	\otimes	8				8
Thailand	X	X					
Turkey			X		X		X
Turkme-nistan	\otimes	\otimes	8				⊗
Uzbekistan	⊗	⊗	8	\otimes	8	8	⊗
Viet Nam		<u> </u>	•	<u> </u>	· ·	₩ W	•
Group II: Island	Countries		1		<u> </u>	I	
Brunei	Countries			X			
				Λ		••	••
Darussalam ¹							
Indonesia ¹	X	X	X		X	••	••
Japan						••	••
Maldives						••	••
Philippines ¹	X	X				••	••
Sri Lanka						••	••
· · · · · · · · · · · · · · · · · · ·							

Notes: Two dots (..) indicate that data are not applicable X – party/acceded

 $[\]otimes$ - acceded after adoption of resolution 48/11

¹BIMP-EAGA Sub Region Member Countries

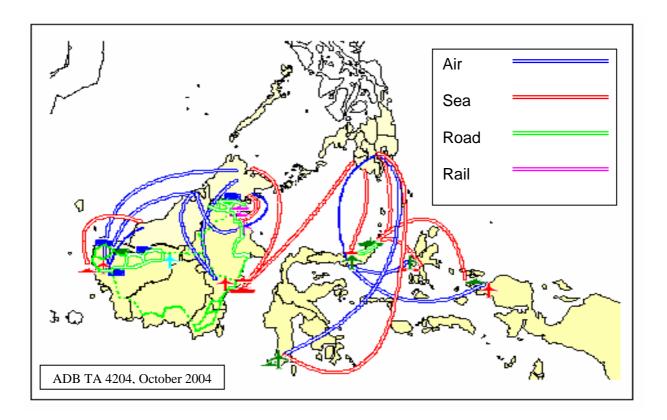


Figure 3. BIMP-EAGA Linkages

3.3 Subregional Cross Border Issues and Concerns

3.3.1 CIQS Cross Border Issues

The principal cross border issues pertain to the procedures in Customs, Immigration, Quarantine, and Security (CIQS) and transportation, which are closely related. Furthermore, as also pointed out earlier, these issues can be summed up to how to attain seamless movement of people and goods at cross-borders. In particular, harmonizing the regulatory and procedural requirements at the BIMP-EAGA subregion is a key factor towards this end.

The following are among the main issues related to customs procedures: a) each country has its own customs procedures at cross borders, notably in customs valuation and clearance, and b) the countries have varying documentation and forms at cross borders. These issues are partly because difficulties in the implementation and compliance of the conditions of the agreement.² It is therefore imperative that a possible policy direction to address such issues is come up with an institutional mechanism whereby the respective member countries could discuss standardized implementing guidelines on how to enforce common tariff rates at EAGA ports.

On the other hand, the key concerns in immigration are: a) the lack of a standardized system for information sharing and exchange among the subregion member countries, and b) growing

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² For example: (i) non-compliance of the Philippines ports in General Santos City and Davao City on common or standardized port fees and tariff as stipulated in the AFTA or BIMP-EAGA agreements, (ii) issuance of certificate of accreditation or certification to vessels operating under the BIMP-EAGA by their respective authorized government agencies for purposes of availing the special rated.

concern on regional security and continuous terrorism threat in the subregion. The critical issue with respect to quarantine at cross-borders is the lack of a standardized and efficient the procedure for securing clearances and facilitation of the importation and exportation of agricultural and aquamarine produce in the BIMP-EAGA subregion. With the growing concern on regional security, especially with the increase threat of international terrorism, combating transnational crimes, illegal movements of arms and terrorism are the main issues related to security. With the advent of information and communications technology (ICT) and the development of intelligent transport systems (ITS), the above cross-border issues could be addressed. It is therefore appropriate that cross-border procedures be standardized and the development of databases for this purpose be initiated so suitable ICT systems could be in place.

3.3.2 Transport Cross Border Concerns

The transport issues on cross border can be categorized into procedural and system-related. The procedural concerns are those involving institutional, documentation and transport facilitation. On the other hand, the system-related matters pertain to the standards of transport facilities, infrastructure and disintegration of transport networks. Likewise, utilization of containers for transshipment of cargoes could enhance efficiency. Furthermore, there is the perception that the following concerns are present in the subregion: a) lack of handling facilities at cross borders, notably at ports and airports, b) existence of cabotage policies, except Brunei Darussalam, c) lack of efficient intermodal transfer practices, systems and facilities, and d) existence of informal maritime transport services. At land cross borders, the imbalance in the standards, quality of infrastructure and services further contribute to the impedance on transport facilitation.

Hence, if the above-mentioned barriers are addressed, then cross border procedures would improve and thereby contribute to enhancing the level of service of subregional and international logistics networks which are essential for freight distribution in the BIMP-EAGA subregion. The integration of the subregion's intermodal transportation system coupled with the relaxation of measures for transshipment operations in the subregion could improve the movement of goods and people.

4 POLICY RECOMMENDATIONS

4.1 General Approach

Various transport-related measures to address the issues and concerns, specifically the gaps or disparities as compared to international standards and ideal/innovative approaches, can be grouped into four classes of measures: a) regulatory measures, b) trade and transport facilitation measures, c) development policy measures, and d) subregional coordination measures (Carlos T. de Castro, Trade and Transport Logistics Facilitation, 1993). Regulatory measures are aimed at harmonizing transport liability and providing appropriate legal framework for the development of intermodal transport operators in the subregion. On the other hand, trade and transport facilitation measures are intended to harmonize and simplify documentation and facilitation of cross border flow of freight and people. The application of ICT in standardizing documentation and the establishment of database are typical of such innovative measures. To ensure the smooth development of transport services and efficiency of the subregional transport system, formulation of development policy measures, like promotion of an integrated transport system in the subregions, provision of transport infrastructure facilities such as container and handling facilities and application of ICT and

ITS systems, are essential. Furthermore, to have proper and economic harmonization and integration of the various required actions at the national level subregional cooperation measures are needed. Finally, the involvement and participation of the private sector for fruitful and viable subregional cooperation, notably in the transport and logistics sectors, are essential and should not be ignored.

4.2 Improvement of Cross-Border Procedures

4.2.1 CIQS Procedures

To address the concerns on customs cross border procedures, it is essential that a policy towards the simplification and standardization of procedures be established. Such a policy would introduce reforms on how to minimize the impedance of non-physical barriers at cross borders in the subregion. For efficient movement of people within the subregion and improve immigration procedures at the cross borders the subregion needs to formulate a policy of open access information. To improve quarantine procedures at cross borders, a policy recommendation is towards the standardization of procedures for securing clearances and facilitation of the importation and exportation of agricultural and aquamarine produce in the subregion. In response to the growing concern on regional security and especially with the increase threat of international terrorism, combating transnational crimes, illegal movements of arms and terrorism the following policy measures need to be formulated: a) development of standardized tracking and monitoring devices and b) development of databases.

4.2.2 Transport Procedures

To address the issues related to the intermodal transport system's effects on cross border procedures, applications of ICT and intelligent ITS systems have to be explored. The member countries of the BIMP-EAGA subregion have to formulate policies toward the introduction of the ICT and ITS systems in promoting and improving the efficiency of subregion's intermodal transport system and cross border procedures. Similarly, there is a need to provide standardized intermodal facilities at cross borders, including container facilities conforming to international standards and meet requirements for intermodal transport systems. Moreover, institutional measures need to be identified in support of the above policy recommendations. The promotion of intermodal transport system as a policy for the BIMP-EAGA subregion is anchored more on developing the inter-island transport system and establishing the necessary facilities toward attaining this policy.

4.3 Proposed Policy Actions

In support of the policies presented in the previous section, policy actions given in Table 3 are being proposed. The policy recommendations for improving cross border procedures in support of the transport sector can be further grouped as follows: a) harmonization and simplification, through standardization of the CIQS procedures, b) promotion of intermodal transport system, and c) application of ICT and ITS in support of the above policy recommendations.

In addition, a crucial program that must support the policy recommendations is a responsive capacity-building program to ensure the concerned institutions, government agencies and the private sector would be equipped with the necessary knowledge on best practices in harmonizing cross border procedures. Another important recommendation is the development

of subregional transport database, which is vital in all aspects of transport planning, logistics, physical distribution, and transport and cross border facilitation procedures.

Table 3. Proposed Programs and Projects to Improve Cross Border Procedures

Table 3. Proposed Programs and Projects to Improve Cross Border Procedures				
Policy Recommendations	Programs and Projects			
A. Customs Procedures				
Simplification and standardization of customs procedures B. Cross Border Movement and Imm	 Adoption of a simplified and standardized customs procedures and installation of a single window system for all customs procedures including cross border clearance, quarantine, etc. Adoption of a standardized, common and single customs valuation Development of standardized and simplified documentation process, particularly customs and related forms, etc. Implement standardized pre-arrival procedures Introduce appropriate ICT system to simplify and standardized cross border documentation 			
Formulation of open	Development of an information system, which is full-proof, for			
access information	 sharing and exchange of information among the EAGA member countries Development of a website solely for the above purpose can facilitate the sharing and exchange of standardized information in the sub region Establishment of a single entry visa within the sub region, which would lead to the ASEAN single entry visa Development of a Smart Card that would harmonize movement of people within the region The development of the Smart Card might require bilateral basis for its smooth implementation This would also contribute in containing or combating human trafficking in the sub region and as deterrence to regional terrorism 			
C. Quarantine				
 Standardization of procedures for quarantine clearance and facilitation of importation and exportation of agricultural and aquamarine produce 	 Develop a standardized procedures with the aid of ICT for quarantine applications Establishment of tracking and monitoring device for importation and exportation of agricultural and aquamarine produce 			
D. Regional Security				
Standardizing monitoring and tracking systems and development of databases	 Development of an ICT and ITS-based tracking and monitoring system that are placed preferably at intermodal transport modes and facilities, which are connected to the member countries' cross border facilities Development of databases that are standardized in form and hardware and software facilities and equipment 			
E. Intermodal Transport System				
 Promotion of ICT and ITS systems and standardized intermodal facilities 	 Applications of ICT and ITS systems have to be explored Provision of standardized intermodal facilities at cross borders, including container facilities conforming to international standards and meet requirements for intermodal transport systems 			
Transport System	 Need to further assess transport system Upgrade intermodal transport system with emphasis on maritime transport, e.g., roll-on and roll-off ferry facilities 			

(Continuation of Table 3)	
Handling facilities	 Need to assess existing handling facilities at cross border ports Upgrade handling facilities to conform to international standards
Use of ports and shipping services	 Review the cabotage policy being imposed by member countries and if possible abolish or amend such policy
Containerization	 Need to assess existing container facilities at cross border ports and airport Upgrade or develop container facilities conforming to international standards
Intermodal transfer	 Assess existing transfer systems Review freight forwarding tariffs, scope of operations, etc. Review loading and unloading practices at transfer nodes Review of transit management practices of carriers Upgrade intermodal transfer facilities Identify appropriate ICT and ITS systems
Monitor informal transport services, particularly maritime transport	 Ascertain and determine existence of informal maritime transport services and their statistics Conduct strict inspection of informal maritime transport Application of ICT and ITS for monitoring and control of informal transport services at cross borders

5. CONCLUSION

This paper provided an overview of the existing cross border procedures and the characteristics of the intermodal transport systems, and how they affect cross border procedures in the BIMP-EAGA. It could be surmised that the key issues assessed, notably on CIQS cross border procedures, focused on the need to standardize and simplify the procedures. With the advent of information and communications (ICT) systems, the measures to address the disparities or gaps in the CIQS cross border procedures can be developed or formulated with the aid of these systems. It is therefore imperative that the suitable and viable ICT systems are identified and developed to attain standardization and simplification of the cross border procedures. On the transport-related cross border procedures, the primary issues focused on how the impedances cause seam on the cross border movement of people and freight in the two subregions. The geographical patterns of the subregion define its intermodal transport systems and it was found that the issues and concerns are related to the intermodal characteristics of the transport systems.

The BIMP-EAGA countries have to carefully assess and validate the issues and concerns on its cross border procedures and components highlighted by this paper. Similarly, the policy recommendations and their corresponding measures to address the cross border issues and concerns should be studied by the member countries of the subregion and consider in formulating their subregional cross border policies, measures, programs and projects.

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