

[PRESIDENTIAL DECREE NO. 1189, August 30, 1977]

IMPLEMENTING THE CAGAYAN INTEGRATED AGRICULTURAL DEVELOPMENT PROJECT, PROVIDING FUNDS THEREFORE AND FOR OTHER PURPOSES.

WHEREAS, it is the policy of the Government to promote and accelerate the integrated development of agriculture, natural resources, infrastructure and social services in underdeveloped areas in order to improve the existing physical, economic and social structure of Philippine society;

WHEREAS, a Cabinet Coordinating Committee on Integrated Rural Development Projects of the National Economic and Development Authority was organized under Letter of Instructions No. 99 later reconstituted under Presidential Decree No. 805 to act as the policy making and governing body of all integrated rural development projects;

WHEREAS, as integrated rural development project has been adopted for the Cagayan Province as the third integrated rural development project of the Philippines under the direct supervision of the Cabinet Coordinating Committee on Integrated Rural Development Projects;

WHEREAS, there is a need to create the machinery that will implement the Cagayan Integrated Agricultural Development Project;

NOW, THEREFORE, I, FERDINAND E. MARCOS, President of the Philippines, by virtue of the powers vested in me by the Constitution, in order to ensure the success of this project, do hereby order and decree the following:

SECTION 1. *Declaration of Policy.*-The Cagayan Integrated Agricultural Development Project identified as the third integrated rural development project of the Philippines, hereinafter referred to as the Project, is hereby declared as a project of the national government under the direct supervision of the Cabinet Coordinating Committee on Integrated Rural Development Projects of the National Economic and Development Authority. The following policies are adopted for the effective implementation thereof: (a) to integrate national and local government agencies into a working team for the planning and implementation of rural development projects; (b) to decentralize the planning and implementation of rural development projects at the local level.

SEC. 2. *Cabinet Coordinator for the Project.*- The Cabinet Committee shall designate a member of the Cabinet to act as Cabinet Coordinator for the Project. He shall act for the Cabinet Committee in all administrative matters in accordance with the broad policies and guidelines established by the Cabinet Committee. As Cabinet Coordinator, he shall have the following powers and functions:

- a. Oversee the coordination of the planning and implementation of the project;
- b. Review the Project's consolidated plans, budget and work programs

and recommended approval by the Cabinet Committee;

c. Recommended to the Budget Commission through the Chairman of the Cabinet Committee approval of the requests of implementing departments and agencies for budget releases for projects in accordance with the consolidated plans, budget and work program approved by the Cabinet Committee;

d. Arrange and negotiate with local and foreign financing institutions, subject to the approval by the Cabinet Committee, for the funding of rural development projects in Cagayan province in addition to the loan granted by the Government of Japan through the Overseas Economic Cooperation Fund;

e. Call upon any department, bureau, office, instrumentality or any political subdivision of the government for such assistance that may be needed in achieving the objectives of the Project;

f. Bring to the attention of the Cabinet Committee matters requiring urgent consideration; and

g. Exercise such other related powers as may be delegated by the Cabinet Committee.

SEC. 3. Creation and Domicile of the Cagayan Integrated Agricultural Development Project Office, There is hereby created a Cagayan Integrated Agricultural Development Project Office, hereinafter referred to as the Project Office, which shall be under the supervision of the Cabinet Committee, through the Cabinet Coordinator, for the purpose of coordinating the planning and implementation of the projects by the implementing departments and agencies at the national and provincial levels. The Project Office shall have its principal office in Cagayan Province. It shall also have a Manila Liaison Office for the purpose of facilitating supportive actions at the national level and for coordinating activities with the Secretariat of the Cabinet Committee, and such sub-office as may be necessary in any municipality within the Project area. The Project Office shall be headed by a Project Director.

SEC. 4. *Powers and Functions of the Project Office.*-The Project Office shall have the following powers, duties and functions:

a. Serve as a coordinating center for inter-agency planning and implementation of the Project;

b. Identify rural development projects/sub-projects in Cagayan Valley for inclusion in the adopted integrated rural development program:

c. Prepare feasibility studies for identified projects for the Cagayan province as authorized by the Cabinet Committee;

d. Coordinate requests for budget releases and monitor the accounts and disbursements of loans proceeds received by the different implementing agencies;

- e. Monitor and evaluate the progress and effects of project implementation in the Project area;
- f. Maintain a feedback system with national agencies involved in integrated rural development projects in Cagayan;
- g. Call on the appropriate department, bureau, office, agency, or other government instrumentality for assistance in the discharge of its duties;
- h. Establish a quarterly reporting system to the Cabinet Committee for monitoring and evaluation purposes; and
- i. Perform such other related functions as may be necessary to attain the objectives of this Decree.

SEC. 5. *Powers and Functions of the Project Director.*-The Project Director shall exercise the following powers and duties;

- a. Execute and administer the policies, guidelines and decisions of the Cabinet Committee;
- b. Organize and manage the Project Office and adopt administrative rules and procedures for its internal operation and management;
- c. Directly coordinate the activities of all implementing departments and agencies in the planning and implementation of the Project;
- d. Call upon any department, agency, bureau, office, instrumentality or any political subdivision of the Government to assist in the planning and implementation of the Project;
- e. Consolidate requests for budget releases of projects of the implementing departments and agencies in accordance with the consolidated plans, budgets and programs of work approved by the Cabinet Committee;
- f. Collect and consolidate all project accounts under the Project maintained by the implementing departments and agencies;
- g. Ensure that all conditions contained in the loan agreement executed between the Philippine Government and the Government of Japan through the Overseas Economic Cooperation Fund (OECF) are faithfully complied with by all concerned in the implementation of the Project.
- h. Submit periodic financial and work accomplishment reports relating to project implementation to the Cabinet Committee, the Budget Commission, National Economic and Development Authority and other agencies concerned through the Cabinet within four (4) months at the close of each fiscal year;
- i. Submit audited project accounts containing the auditor's opinion to the