

Project "Urban regeneration of the Eloy Alfaro avenue in Chone-Ecuador"



PROJECT INFORMATION



OBJECTIVE

To impulse the social, tourist and commercial development of the city, improving the formality and functionality of the localities.



MANAGEMENT MODEL

Public-private Alliance:

The project will be developed through a public tender

Payment procedure

- The investment will be recovered by the delegated manager through the collection of toll rates

Type of vehicle	Rate
Cars, urban busses or vans	\$ 1,00

As the route is urban, the road traffic will be mainly for light vehicles and urban busses; therefore, there will be an only fee for all type of vehicle.



BENEFITS FOR THE INVESTOR

- Income tax exemption for 10 years
- Exemption of exit tax on the importation of goods, acquisition of services, financing, dividends or profits, payments for acquisition of shares rights or participations
- Legal stability regarding the rules of the granting contract



INVESTMENT

CAPEX: 10 MM USD
OPEX: 2 MM USD
TOTAL INVESTMENT: 12 MM USD



FINANCIAL INDICATORS

- IRR: 15,31%
- Recovery time: 10 years



MARKET

ADT: 3.700 vehicles (entrance to the city)

Project Benefits

- Urban regeneration that will boost tourism development in the territory
- Improve the functionality and accessibility of the city
- Decrease of travel time
- Decrease in vehicles expenditures



PROJECT DETAILS

The project consists of the resurfacing of the Eloy Alfaro avenue in the city of Chone (a landmark with high nodal circulation), consisting of a linear park and the construction of a reinforced concrete bridge, so that this local planning will contribute to tourism development.



TECHNICAL DESCRIPTION OF THE PROJECT

- Studies of pre-feasibility and feasibility made by the technical team of Chone Municipality
- Environmental studies in making process
- The main objectives of this project is the road resurfacing, the construction of a linear park along the 2.400m, and the construction of a reinforced concrete bridge of 38m long by a useful width of 12,20m, distributed in 3 sections: vehicular, cycling and pedestrian
- Change of structure of road and rigid pavement, including signs, sidewalks and curbs, cycle paths
- A compulsory traffic toll will be implemented, it will cost \$1 USD



REGULATORY FRAMEWORK

- Organic Code of Territorial Organization, Autonomy and Decentralization (COOTAD, Spanish acronym)
- Production, Trade and Investment Organic Code (COPCI, Spanish acronym)
- Environment Organic Code
- Public – Private Partnerships and Foreign Investment Organic Incentive Law.
- Executive Order No. 810
- Financing Program of Public-Private Partnership Projects of Banco de Desarrollo del Ecuador B.P



LOCATION

- Province: Manabí
- City: Chone

Ecuador
Destination of INVESTMENTS