## MULTIMODAL TRANSPORT AND TRANSIT SOLUTIONS



## Experience from Chile

Ashgabat, Turkmenistan 26 – 27 november 2016

## **MULTIMODALITY**

Multimodal Transport takes us to address the following issues:

- 1.- Transport costs
- 2.- Technology
- 3.- Facilitation
- 4.- Market access
- 5.- Legal framework





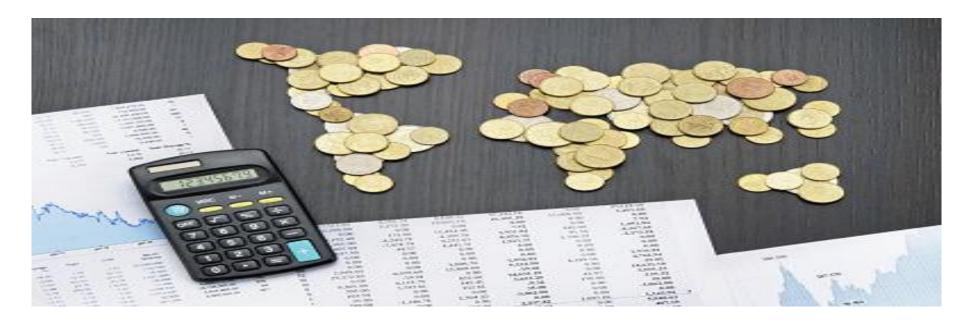




#### 1.- TRANSPORT COSTS

The introduction of multimodal transport and logistics is seen as a powerful tool to reduce transaction costs.

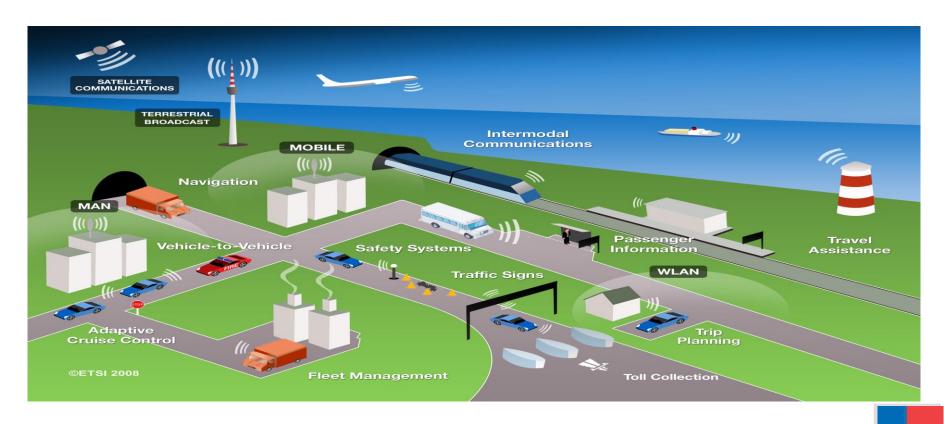
Reducing transaction costs is largely related to actions at national level and requires political will and government support.



#### 2.- TECHNOLOGY

The use of new technologies increases the capacity of transport infrastructure and figures prominently in development plans.

The improved coordination of the supply chain can improve the productivity of facilities and thus increase the capacity of transport infrastructure



### 3.- FACILITATION

Trade facilitation is key to reduce costs and delays.

In the scope of facilitation the concessions to operate transport infrastructure in some countries have contributed to overcoming operational inefficiencies and redressed investment shortcomings in terms of increased throughput, ship size and frequency of shipping services.



# WTO trade Facilitation Agreement has potential to bring concrete benefits to LLDCs

 Potential trade cost reduction for developing countries from TFA -> 13-15.5%

**Source:** Ms. Dagmar Hertova, UN-OHRLLS, 15-16 junio 2015, WCO Regional Integration Conference

Chile ratified the WTO Agreement on Trade Facilitation

## **Vienna Programme of Action (VPoA)**

## III. Renewed and strengthened partnerships for development

**20.** The **private sector** and civil society are important stakeholders, whose contribution will be critical to the implementation of the Vienna Programme of Action, including through transparent, effective and accountable public-private partnerships.

Chile makes full use of private sector and public-private partnerships in the administration of many national ports

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Government of Chile 7

#### 4.- MARKET ACCESS

Market access is a critical issue for developing countries.

The abolition of cargo reservation regimes would clearly be to the benefit of transport users and the population of developing countries as a whole.

The competition in transport services should be encouraged in order to reduce costs and promote the development of logistics providers



### **5.- LEGAL FRAMEWORK**

At the international level, there is no uniform legal regime to govern liability arising from multimodal transportation, but rather a multiplicity of national and regional systems (supranational systems).



### **LEGAL FRAMEWORK IN SOUTH AMERICA**

In South America exists the "Agreement on International Land Transport" (ATIT) suscribed by the following countries in 1991:

- -Argentina
- -Brasil
- -Bolivia
- -Chile
- -Paraguay
- -Perú
- -Uruguay



### **TRANSIT TO THIRD PARTIES - ATIT**

The "Agreement on international land transport" precisely contains a regulation on *land and rail transport*.

One of the regulated operations refers to the *transit* through the territory of the subscribing countries to third countries, using land, rail or maritime modes.

The agreement includes regulations on permits and customs formalities, but the same agreement allows to improve through bilateral or multilateral agreements.

## TRANSIT TRANSPORT FACILITATION: Consolidated ports

Chile offers 10 maritime consolidated ports for the use of international high capacity cargo:

- -Arica
- -Iquique
- -Antofagasta/Mejillones
- -Coquimbo
- -Valparaíso
- -San Antonio
- -Talcahuano/San Vicente
- -Puerto Montt
- -Chacabuco
- -Punta Arenas

Ubicación Geográfica de Empresas Portuarias Estatales



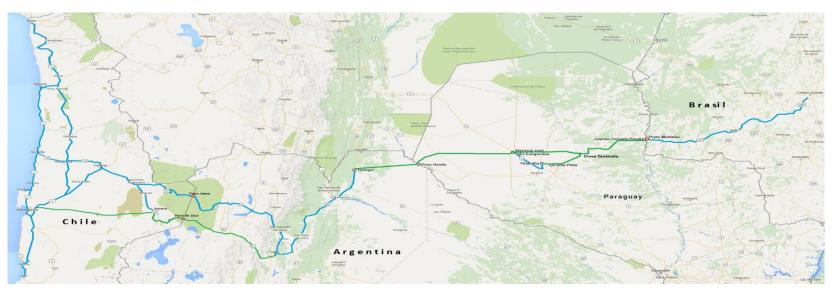


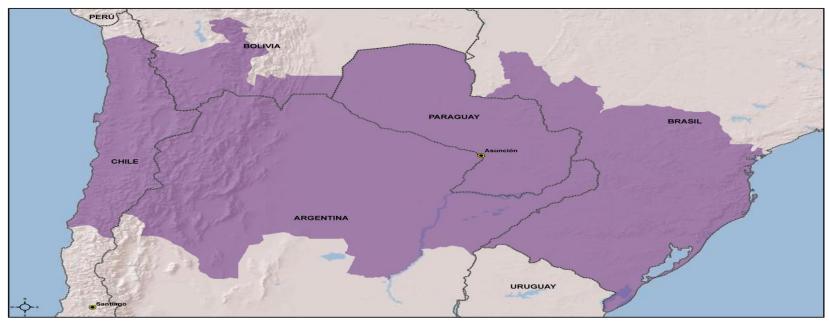
## PHYSICAL INTEGRATION PROJECTS



- 1.- Brazil -Paraguay Argentina and Chile Corridor, which will connect the ports of Santos in the Atlantic Ocean (Brasil) and Antofagasta in the Pacific Ocean (Chile).
- 2.- Agua Negra Tunnel
- 3.- Las Leñas Tunnel

## 1.- BRAZIL - PARAGUAY - ARGENTINA AND CHI CORRIDOR





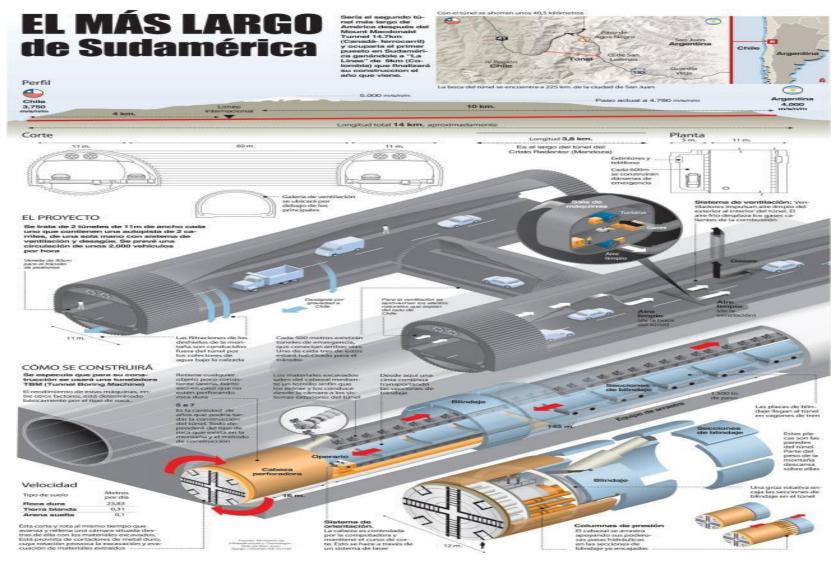
## 2.- AGUA NEGRA TUNNEL

1.- Two main tunnels

2.- Length of approximately 13.9 km



## **AGUA NEGRA TUNNEL** (The longest in **Southamerica**)



## 3.- LAS LEÑAS TUNNEL

- Length of 11.6 kms.
- Alternative connectivity: Chile and trade from the Mercosur countries (Argentina, Brasil, Paraguay, Uruguay and Bolivia).



### TRANSIT TRANSPORT FACILITATION

# Making Sustainable Transport happens at Regional Level

# CHILE AS A TRANSIT COUNTRY APPLIES THE INTERNATIONAL LAW

The International law **and the Chilean Law** provide an international legal framework that is fully consistent with the Sustainable Transport of the 2030 Agenda on Sustainable Development in vital matters such as:

- a) Road Safety
- b) Respect for the environment



## ROAD SAFETY ONE OF THE MAJOR CHALLENGES IN INTERNATIONAL TRANSIT TRANSPORT

It is essential that road safety be supported through education and the establishment of efficient control measures.

<u>SDG 3.6</u>: By 2020, halve the number of global deaths and injuries from road traffic accidents

**SDG 11.2**: By 2030, provide access to safe, affordable, accessible and sustainable transport systems for all, improving road safety



### **ROAD SAFETY**

Poor technical conditions of vehicles and speeding, two challenges for national authorities





### RESPECT FOR THE ENVIROMENT

## International transit has an impact on the environment.

**SDG 15.** Protect, restore and promote sustainable use of terrestrial ecosystems, sustainably manage forests, combat desertification, and halt and reverse land degradation and halt biodiversity loss







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