

LOCAL INVESTMENT AND INCENTIVE CODE

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| LGU | BALAGTAS |
| LIIC Reference No. / Title | Ordinance No. 113 S. 2017 Local Investment and Incentive Code of 2017 of the Municipality of Balagtas |

INVESTMENT PRIORITY AREAS / ACTIVITIES

| Investment Priority Areas | Investment Priority Activities |
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| <ol style="list-style-type: none"> 1. Agro processing such as but not limited to the following activities: <ol style="list-style-type: none"> a) Commercial Production for local and foreign consumption, b) Animal Aqua Feeds c) Meat Processing, d) Post-Harvest Facility. 2. Tourism related facilities, products and services such as but not limited to the following: <ol style="list-style-type: none"> a) Hotels (5-star, 4-star category) b) Restaurants which offer international cuisine and local delicacies c) Resorts (Class AAA) d) Sports, Theme parks and Recreation Centers e) River Tourism f) Health & wellness Facilities g) Historical Sites/Destinations h) Agro-tourism 3. Property Development <ol style="list-style-type: none"> a) Industrial & Business parks/estates b) Socialized Housing Projects (total area for development should not be less than 1.0 hectares; price per housing unit at not more than P400,000.00; subject to the compliance to R.A. 7279) c) Low-cost Mass Housing Projects (total area for development should not be less than 1.0 hectares; price per house and lot unit at more than P400,000.00 but not exceeding ₱3,000,000.00; subject to compliance of applicable provisions under R.A 7279) | <ol style="list-style-type: none"> 1. Agro-processing (food processing) 2. Tourism (destination of choice)/Agro-tourism 3. Property Development (maximization of land use in accordance with the comprehensive land use plan) 4. Health Service Facilities (promote health and wellness) 5. Manufacturing (promote export) 6. Infrastructure Projects through PPP (mass transport terminal) 7. Microfinance (affordable financing for Micro Small and Medium Enterprises). |

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| <p>4. Health Service facilities</p> <ul style="list-style-type: none"> a) Hospitals b) Diagnostic Centers c) Therapy Centers d) Clinical Laboratories e) Ambulatory Health Care Facilities f) Other healthcare facilities recommended by the Department of Health in line with the promotion of tourism <p>5. Manufacturing for export utilizing locally produced materials</p> <p>6. Infrastructure Project through PPP</p> <p>7. Microfinance</p> | |
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QUALIFICATION FOR REGISTRATION

| NEW |
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| <p>All new enterprises intending to avail themselves of the incentives as provided in this Code must be able to satisfy all of the following general requirements:</p> <ul style="list-style-type: none"> 1) The business enterprise must have complied with all the requirements mandated under existing local and national laws and the Philippine Constitution; 2) The enterprise must show proof of financial capacity and capability to undertake the establishment and operation of the intended project; 3) The prospective investment must engage in any of the areas or activities cited in the Investment Development Plan as may hereafter be declared by the Board and hereafter approved by the municipal mayor; 4) The initial or additional capital infusion thresholds vis-a-viz the corresponding fiscal or non-fiscal incentives shall be recommended by the Board for enactment into an Ordinance by the Sangguniang Bayan; 5) The new enterprise shall provide to bona fide residents of the municipality full-time or regular jobs of not less than 20% of the job opportunities it generates; otherwise, it shall provide not less than 30% of the contractual job opportunities it generates. Provided that the Board may provide for additional specific requirements for each preferred investment area and/or activity in the Investment Development Plan. |

EXPANDING

Any existing enterprise who wishes to expand may avail itself of the incentives under this Code provided that the following qualifications are met:

- 1) The business enterprise must have complied with all the requirements mandated under existing local and national laws and the Philippine Constitution;
- 2) The intended expansion or diversification of the enterprise must engage in any of the specifically identified preferred or priority investment areas as may hereafter be declared by the Board;
- 3) The enterprise must show proof of financial capacity and capability to undertake the expansion or diversification project and its operation;
- 4) The existing enterprise whose place of operation or production is already located within the territorial confines of the municipality, but which intends to undertake any of the following:
 - Relocate its principal office from other places in the country to Balagtas;
 - Or expand its existing production capacity or construct new buildings and other civil works for the installation of new machinery and equipment or improvements thereof which result in an increase in production capacity.
- 5) The expansion or diversification shall have a project cost which may later on be recommended by the Board and enacted by the Sangguniang Bayan with reference to Chapter VIII of this Code, provided, that the amount of capitalization shall be based on the total project cost of such expansion or diversification as stated in the investor's project study submitted to and approved by the Board;
- 6) The expansion or diversification project will provide employment to bona fide residents of the Municipality in accordance with the numbers and scale as provided for under Section 10, Chapter VIII of this Code.

REQUIREMENTS FOR REGISTRATION

FILING FEE

The applicant pays to the Municipal Treasurer a non-refundable application fee in the amount of (₱1,500.00) and attach a photocopy of the official receipt to the documents submitted to the Board under item No. 1 of this section.

INCENTIVES

FISCAL

- 1) For new or pioneering investments:
 - At least P15M capitalization with exemption from payment of business tax for a period of 3 years
 - Not less than P50M with exemption from payment of business tax for a period of 5 years
- 2) For expanding enterprises as defined under this code with minimum additional investment of ₱15M

NON-FISCAL