

LOCAL INVESTMENT AND INCENTIVE CODE

LGU	MEYCAUAYAN
LIIC Reference No. / Title	City Ordinance No. 235 “An Ordinance enacting the City of Meycauayan Investment and Incentive Code of 2019”

INVESTMENT PRIORITY AREAS / ACTIVITIES

Investment Priority Areas	Investment Priority Activities
<ol style="list-style-type: none"> 1) Manufacturing <ol style="list-style-type: none"> a) Electronic Precision Assembly b) Furniture/Furnishing c) Food Processing (excluding beverages-soft and hard drinks) d) Garments and Textile e) Gift and Holiday decors f) Agricultural and Aqua-Culture Machineries and Implements g) Pharmaceutical 2) Services <ol style="list-style-type: none"> a) Health and Wellness b) Retirement Village c) Spa d) Medical Service/facilities e) Information Communication Technology (ICT) f) Financial Services g) Engineering/Architectural h) Contact Centers i) Medical Transcription j) Animation k) Knowledge Process Outsourcing l) Human Resource Development 3) Industrial Estate <ol style="list-style-type: none"> a) Light Industries (such as but not limited to IT Parks Development) 4) Agri-Business <ol style="list-style-type: none"> a) Post - harvest facilities b) Trading and Marketing facilities c) High value crop production d) Feed Mills e) Aquaculture f) Organic Fertilizer Production 	

<p>5) Heritage Site and Eco-Tourism</p> <ul style="list-style-type: none"> a) Hotel and Convention Facilities b) Restaurants c) Nature parks and resort d) Heritage and Tourism Sites Development for Business Tourism e) Local Travel/Tours Operators <p>6) Waste Management Facilities</p> <ul style="list-style-type: none"> a) Material Recovery and Recycling Facilities b) Biodegradable Waste Processing facilities <p>7) Any Business Enterprises that produce and develop renewable and sustainable energy; engage in the production, manufacturing and/or marketing or sale of equipment and hardware; and construction of facilities buildings, commercial establishments and residences that will promote the use of sustainable energy.</p> <p>8) New and Expanding Labor Intensive Business Enterprises, included as Investment Priority Areas in Sec 15 Chapter V, with the capitalization of less than P30 Million and employing at least 200 employees of which 70% are Meycauaños</p>	
--	--

QUALIFICATION FOR REGISTRATION

NEW
<p>A new enterprise which intent to avail of the incentives provided for in this Code must satisfy the following qualifications:</p> <ul style="list-style-type: none"> 1) The business enterprise must be qualified to do business and must have complied with all the requirements mandated under existing local and national laws and the Constitution and through presentation of certificates of registration issued by the Securities and Exchange Commission (SEC), Department of Trade and Industry (DTI) or Cooperative Development Authority (CDA) and other national government accrediting agencies, as the case may be; 2) The prospective investor's place of operation or production must be located within the territorial jurisdiction of the City of Meycauayan; 3) The investment must be among the approved "preferred/priority areas of investments"; 4) The investment must provide employment amongst bonafide residents of the City of Meycauayan;

- 5) The new enterprise must have a capitalization of:
- a) at least ₱30M but not more than ₱50M, in case of small-scale enterprise;
 - b) Over ₱50M but not more than ₱100M, in case of medium scale enterprises;
 - c) more than ₱100M, in case of large scale enterprises

EXPANDING

REQUIREMENTS FOR REGISTRATION

General Requirements:

- 1) Duly accomplished and notarized application form
- 2) Certified true copy of the primary registration of the applicant to do business as issued by DTI, SEC or CDA.
- 3) If the applicant has already commenced operation, its latest available comparative
 - a) audited financial statements acknowledged received by the BIR and the SEC (in case of corporations); and
- 4) Proof of proposed place of business which will show it is located within the territorial jurisdiction of the city.

Additional Requirements for those registered under an Incentive Law in general, no additional requirements or conditions shall be imposed on those whose activities are under the MIIPA list and have subsisting registration with a Registering Agency under an Incentive Law as would diminish their right to the local incentives granted them by virtue of their registration under said incentive law. Nonetheless, in addition to the general requirements in the immediately preceding provision, the following requirements are required to be submitted.

- a) Certified true copy of its Certificate of Registration with the appropriate Registering Agency pursuant to the applicable incentive law granting applicant's business investment incentives, including the terms and conditions of the same;
- b) Proof of commencement of commercial operation., if commercial operation has commenced; and
- c) Copy of the feasibility study/project study submitted to the registering agency.

For Local Registrants:

- 1) Project Study
- 2) Proof that the applicant meets the criteria pursuant for eligibility for incentives
- 3) Other permits by virtue of its location or the nature of its activity.

FILING FEE

Applications shall be filed with the Business and Permit Licensing Office (BPLO), recorded in a registration book; and the date appearing therein and stamped on the application shall be considered the date of official acceptance. Applicants shall be required to pay one-time non-refundable filing fee of:

₱ 30 M to ₱ 50M	(₱ 5,000.00)
₱ 50M to ₱ 100M	(P 8,000.00)
₱ 100M and above	(₱ 10,000.00)

INCENTIVES

FISCAL

Under the Ordinance all registered enterprises with the following capitalization shall be granted fiscal incentives in terms of business taxes to wit:

For New Enterprises:

- 1) Labor incentive - less than ₱3M/ 5yrs / 50%
- 2) Small - ₱30M to ₱50M 5yrs/ 50%
- 3) Medium ₱50.001M to ₱100M 5yrs / 75%
- 4) Large ₱100,000,001 and above 5yrs / 100%

NON-FISCAL