

**LOCAL INVESTMENT AND INCENTIVE CODE**

LGU	<b>SAN RAFAEL</b>
LIIC Reference No. / Title	<b>Municipal Resolution No. 2019-60 A Resolution Amending the Municipal Resolution No. 2014-173 “The Municipal Investment Incentive Code of San Rafael, Bulacan”</b>

**INVESTMENT PRIORITY AREAS / ACTIVITIES**

<b>Investment Priority Areas</b>	<b>Investment Priority Activities</b>
<p>1. Agri business sector such as but not limited to:</p> <ul style="list-style-type: none"> <li>a) Vacuum, dehydrated and spray-dried fruit processing</li> <li>b) Rice mills</li> <li>c) Rice/corn production</li> <li>d) Organic fertilizer</li> <li>e) Meat, vegetables and fruit processing</li> <li>f) Extruded snack food</li> <li>g) Cut flower production</li> <li>h) Fish processing</li> <li>i) Feed Mills</li> </ul> <p>2. Tourism facilities such as but not limited to:</p> <ul style="list-style-type: none"> <li>a) Water parks</li> <li>b) Man-made resort</li> <li>c) Mid-range business hotel</li> <li>d) Parks and restaurant</li> <li>e) Golf course</li> <li>f) Amusement and Recreation Center</li> <li>g) Medical Tourism</li> <li>h) Health and Wellness</li> <li>i) Retirement Village</li> </ul> <p>3. Warehouse facilities but not limited to:</p> <ul style="list-style-type: none"> <li>a) Common Bonded Warehouse</li> <li>b) Other type of warehouse</li> </ul> <p>4. Miscellaneous manufacturing activities such as but not limited to:</p> <ul style="list-style-type: none"> <li>a) Garments</li> <li>b) Fashion accessories and leather goods</li> <li>c) Furniture</li> <li>d) Gift, toys and houseware</li> <li>e) Metal craft</li> </ul>	

<ul style="list-style-type: none"> <li>f) Footwear</li> <li>g) Food and food preparation</li> <li>h) Home appliances</li> <li>i) Wire products</li> <li>j) Handicrafts</li> <li>k) Other consumer goods manufacturer</li> </ul> <p>5. Property Development but not limited to:</p> <ul style="list-style-type: none"> <li>a) Commercial Center Mall</li> <li>b) Private Industrial Estate</li> <li>c) Subdivisions/Housing project</li> <li>d) Commercial/Office Buildings</li> <li>e) Convention Center Establishment</li> <li>f) Memorial parks/parlor</li> <li>g) Central Transportation Terminal</li> </ul> <p>6. Manufacture of pyrotechnic related products</p> <ul style="list-style-type: none"> <li>a) Any pyrotechnic materials and supplies as per RA 7183 (Fireworks Law)</li> </ul> <p>7. Telecommunications</p> <p>8. Environmental protection and enhancement projects</p> <p>9. Establishment of medical, education, training, pharmaceutical laboratories and manufacturer</p> <p>10. The Board of Investment (BOI) calls this Export service - oriented Enterprise</p> <ul style="list-style-type: none"> <li>a) Contact Center or Call Center</li> <li>b) Business process Outsourcing (BPO)</li> <li>c) Software Development</li> <li>d) Data Transcription</li> <li>e) Animation and Game Development</li> </ul> <p>11. Electronic industries</p>	
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### QUALIFICATION FOR REGISTRATION

NEW
<p>A new Enterprise which intends to avail of appropriate incentives and support measures as provided for in the Code must meet the following qualifications:</p> <ol style="list-style-type: none"> <li>1. The new business enterprise must have complied with all the requirements mandated under the existing local and national laws and Constitution, by and through refer to presentation of certification issued by either the Securities and Exchange Commission (SEC), Department of Trade and Industry (DTI) and other national Government accrediting agencies, as the case maybe;</li> <li>2. The prospective investor's place of operation or production must be located within the territorial jurisdiction of the Municipality;</li> </ol>

3. The investment must be among the approved "preferred" / priority areas of investment;
4. The investment must provide employment among bonafide residents of the Municipality for which additional incentives are provided under Sec. 18 (2) (a) of this Code;
5. The new enterprises must have a capitalization of:
  - at least P5M but not more than P10M
  - over P10M but not more than or equal to P49M
  - over P49M
6. That the investor does not intentionally change its business name and management just to avail of the incentive of this Code
7. In case the applicant is only leasing the land and/or building for its project, the minimum lease contract must be 10 years to qualify for incentive

### EXPANDING

#### Qualifications of an Existing Enterprise:

1. It must have complied all the requirements mandated under existing local and national laws and the Constitution, by and through the presentation of certified true copy of certificates of registration issued by either the SEC, DTI and other national government accrediting agencies, as the case may be;
2. The expansion or diversification must be among the approved "preferred/priority areas of investments";
3. The existing enterprise, whose place of operation or production is already located within the territorial jurisdiction of the Municipality, will undertake the following activities/projects:
  - Relocate its principal office from other places in the Philippines to Santa Maria; or
  - Expand its existing production capacity or construct new buildings or infrastructures and other civil works for the installation of new machinery and equipment or improvements thereof which will result in an increase in production capacity or for diversification project.
4. That the expansion/diversification shall have a capitalization of:
  - At least One (1) Million Pesos but not more than Ten (10) Million Pesos, in case of a small
    - scale enterprise;
  - Over Ten (10) Million Pesos but not more than or equal to Fifty (50) Million Pesos, in case
    - of a medium scale enterprise;
  - And more than Fifty (50) Million Pesos in case of a large scales industry.
5. That the expansion/diversification shall provide out of the labor force an employment of ten percent (10%) to one hundred percent (100%) depending on the needs of the enterprise and the available skills of the local labor force.

## REQUIREMENTS FOR REGISTRATION

### **For Single Proprietorship:**

Three (3) copies of completed application form, which can be secured by the center;

1. A copy of the project study of the proposed investment indicating the financial and socio-economic impact of the project.
2. A certified true copy of its Certificate of Business Name Registration from the Department of Trade and Industry

### **For Partnership and Corporations:**

1. Three (3) copies of completed application form, which can be secured by the center;
2. Copy of the project study of the proposed investment indicating the financial and socio-economic impact of the project.
3. Copy of the company's articles and partnership/incorporation and By-Laws as approved by the Securities and Exchange Commission.
4. Authority from the partners or the Board of Directors, as the case may be, to file the application.
5. Certified true copy of its Certificate of Registration with SEC.

### **For Cooperatives:**

1. Three (3) copies of completed application form, which can be secured by the center;
2. Copy of the project study of the proposed investment indicating the financial and socio-economic impact of the project.
3. Copy of Certificate of Registration from the Cooperative Development Authority
4. Authority from the Board of Directors to file the application.

## FILING FEE

A non-refundable fee of ₱5,000.00 shall be paid by the applicant to the Municipal Treasurer's Office.

## INCENTIVES

### FISCAL

Under the Ordinance, all registered enterprises with a capitalization of not less than P5M and an existing enterprise with an additional capitalization of ₱5M and above shall be granted the following incentives:

- Full exemption from payments of permits such as Mayor's permit, business, sanitary, electrical, occupancy and locational clearances for one (1) year
- Exemption from payment of business tax for a period of one (1) year

Incentives granted to existing enterprises shall apply only to additional capitalization and shall not apply to previous investment. In no case, however, shall right to incentives be transferred from legal guarantee to another and shall be enjoyed on one occasion only

#### **NON-FISCAL**

All registered and qualified enterprises can avail of the Municipal Investment Promotion Center's assistance like the following:

1. Assistance in hiring local skills qualified for business enterprise needs.
2. Assistance in sourcing available local materials needed by the business enterprise.
3. Availment of the Center's facilitation for their business permits, locational clearance, building permits and other local licenses/permits.