

**LEGAZPI CITY**  
**INVESTMENT INCENTIVE CODE**  
**(SP Ordinance No. 96-016, as amended by SP**  
**Ordinance No. 0011-2006)**

**Section 11. Priority Development Areas.**

The prospective investor's place of operation or production be located within the identified Priority Development Areas (PDAs) as follows:

Southern Barangays:

- |                  |               |
|------------------|---------------|
| 1. Taysan        | 6. Cagbacong  |
| 2. Homapon       | 7. Buenavista |
| 3. Banquerohan   | 8. Bagacay    |
| 4. San Francisco | 9. Estanza    |
| 5. Bariis        | 10. Mariawa   |
|                  | 11. Imalnod   |

Southeastern Barangays:

- |         |          |           |
|---------|----------|-----------|
| 1. Puro | 2. Lamba | 3. Maslog |
|---------|----------|-----------|

Western Barangay: 1. Bogtong

Urban Barangays

**Section 12. Priority Investment Areas.**

The following are the Priority Investment Areas (PIAs):

1. Manufacturing
2. Agribusiness
3. Forestry
4. Fishing
5. Mining
6. Tourism-Related Projects
7. Infrastructure
8. Information & Communication Technology (ICT) Enabled Services
9. Other ICT-Related Services.

**Section 13. Qualification of New Enterprises.**

New investors who intend to avail of the incentives provided in this Code must meet the following qualifications:

1. That the business enterprise must have complied with all the requirements mandated under existing local and national laws and the Constitution;
2. That the prospective investor's place of operation or production be located within the PDAs of Legazpi City;
3. That the prospective investment must engage in activities in PIAs;
4. The new enterprise must have the following capitalization:

Small enterprise	- ₱3.001M - ₱15M
Medium enterprise	- ₱15.001M - ₱100M
Large enterprise	- ₱100.001M & above

Provided, that the amount of capitalization shall be based on the total project cost, as stated in the investor's study submitted to the approved by the Board.

**Section 14. Qualifications of Existing Enterprises.**

An existing enterprise may avail of the incentives under this Code, provided that it meets the following qualifications:

1. That the business enterprise must have complied with all the requirements mandated under existing local and national laws and the Constitution;
2. That the existing business enterprise must engage in PIAs and in the PDAs;

3. That the business enterprises shall have the following capitalization:

Small enterprise	- ₱3.001M - ₱15M
Medium enterprise	- ₱15.001M - ₱100M
Large enterprise	- ₱100.001M & above

**Section 15. Application Requirements.**

Applications shall be filed with the Board, thru the IPC, recorded in a registration book and the date appearing therein and stamped on the application shall be considered the date of official receipt thereof.

A non-refundable filing fee of One Thousand Pesos (₱1,000.00) shall be paid, together with the following documents for registration:

1. Copies of completed application form to be provided by the Board, thru the IPC, in accordance with the provisions of this Code;
2. A copy of the complete project study of the proposed investment showing that the project is economically, technically, and financially feasible and viable;
3. A copy of its Articles of Incorporation and By-laws as approved by the Securities and Exchange Commission;
4. A certified true copy of its Certificate of Registration with the Securities and Exchange Commission, the Department of Trade and Industry, as the case may be;
5. Board resolution authorizing an officer to transact, execute and sign in behalf of the applicant's firm, and

6. Audited Financial Statement and Income Tax Return for the past three (3) years or for the period the applicant has been in operation if less than three (3) years (for existing firms) or sworn statement of assets and liabilities of majority stockholders (for new corporations).

**Section 21. Tax Incentives to Registered Enterprises.**

In addition to the incentives provided by law and by the Local Government Code of 1991, a registered enterprise qualified under this Code shall enjoy the following tax incentives:

a. Exemption from the Mayor's Permit Fees, Building Permit Fees, Business Sales Taxes, and other fees and charges imposed under existing city ordinances, with period of exemptions subject to the following qualifications:

- Small enterprises - 3 years
- Medium enterprises - 4 years
- Large enterprises - 5 years

b. Exemption from the basic Real Property Tax on property improvements, buildings and machineries under the Tax Code of Legazpi City. The period of tax exemptions is subject to the following qualifications:

- Small enterprises - 3 years
- Medium enterprises - 4 years
- Large enterprises - 5 years

c. Should they locate during the first year of implementation of this amended Code, the above period of exemption shall be extended by two (2) years.

- Small enterprises - 5 years
- Medium enterprises - 6 years
- Large enterprises - 7 years

d. Tax reduction or tax credits for expenditures on construction of "public infrastructure" (such as roads, bridges, etc.) accessible to public use as determined by the Board;

e. Skills trainings.

**Section 22. Additional Tax Incentives to Existing Enterprises.**

Existing enterprises which do not qualify under Section 14 of this Code shall enjoy the following tax reductions or tax credits under Section 22 for undertaking the following:

1. Construction of public infrastructure (such as roads, bridges, etc.);
2. Aesthetic improvements on buildings and other structures for business use located in existing commercial centers; wherein said improvements are socially acceptable, environment-friendly and contribute positive values to the benefit of the City government and its residents;
3. Clean and green projects such as, tree planting at the designated areas by Legazpi City Government.

**CONTACT DETAILS**

**Investment Promotion Center (IPC)**

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