Republic of the Philippines **PROVINCE OF LEYTE** Palo, Leyte



SANGGUMIANG PANEALANDGAN PROVINCIAL LEGAL OFFICE 2nd INDORSEMENT August 30, 2023



Respectfully returned to the Sangguniang Panlalawigan of Leyte, through the SP Secretary, the attached Ordinance No. 36 S. 2023-2025 of the Municipality of Villaba, Leyte, recommending for the declaration of its validity, pursuant to its power under Section 56 (C) of R.A. 7160.

The Provincial Legal Office is of the opinion that the ordinance is in line with Section 447 (2) Local Government Code which enhances and maximizes revenues and resources for development plans, program objectives and priorities of the municipality as provided for under Section 18 of the same Code.

> JOSE RAYMUND A. ACOL Provincial Legal Officer

Republic of the Philippines PROVINCE OF LEYTE Palo, Leyte



OFFICE OF THE SANGGUNIANG PANLALAWIGAN

1st INDORSEMENT 25 August 2023

The Provincial Legal Office is respectfully requested to review and submit recommendations on the herein enclosed MUNICIPAL ORDINANCE NO. 36, S. 2023-2025 of the MUNICIPALITY OF VILLABA, LEYTE, entitled: THE MUNICIPAL INVESTMENTS AND INCENTIVES CODE OF THE MUNICIPALITY OF VILLABA, LEYTE.

FLORINDA JILLA. YYVICO Secretary to the Sanggunian



August 24, 2023

THE SANGGUNIANG PANLALAWIGAN MEMBERS
New Provincial Government Complex
Campetic, Palo, Leyte



Thru:

LEONARDO M. JAVIER, JR. Vice Governor/Presiding Officer

Hon. Sangguniang Panlalawigan Members:

We respectfully transmit herewith Fifteen (15) copies of:

Municipal Ordinance No. 36, S-2023-2025 "THE MUNICIPAL INVESTMENTS AND INCENTIVES CODE OF THE MUNICIPALITY OF VILLABA, LEYTE,"

for your review and approval.

Best regards.

Very truly yours,

MC QUIRIE P/UMPAD
Secretary to the Sanggunian

Copy furnished:

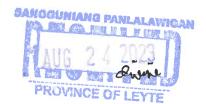
THE LOCAL CHIEF EXECUTIVE OFFICE MUNICIPAL ACCOUNTING OFFICE MUNICIPAL TREASURY OFFICE Local Government Unit Villaba, Leyte



MUNICIPAL ORDINANCE NO. 36, S-2023-2025

THE MUNICIPAL INVESTMENTS AND INCENTIVES CODE OF THE MUNICIPALITY OF VILLABA, LEYTE

Authored by: Meriam P. Umpad Sangguniang Bayan Member



EXPLANATORY NOTE

WHEREAS, Executive Order 226, "The Omnibus Investment Code of 1991", provides for the preferred areas of investments and pioneering enterprises that will be provided tax exemptions, incentives and technical support including Local Government Units (LGU);

WHEREAS, Section 2 of Republic Act 7160 provides that, it is a declared state policy that the territorial and political subdivision of the State shall enjoy genuine and meaningful local autonomy and enable them to attain their fullest development and self-reliant communities and make them more effective partners in the attainment of national goals;

WHEREAS, Section 109 of the same Republic Act also provides that the Local Development Councils functions in the formulation of socio-economic development, investment plan, and incentives for inflow of private investments;

WHEREAS, the DILG issued Memorandum Circular No. 113-2010 encouraging the creation of a Local Economic Development and Investments Promotions Office and a designation of Local Economic and Investment Promotion Officer (LEIPO) in every Local Government;

NOW THEREFORE, the approval is moved by Sangguniang Bayan Member Meriam P. Umpad, duly seconded by all members of the Sangguniang Bayan, to enact in its Regular Session duly assembled that;

ARTICLE I

TITLE

SECTION 1. TITLE – This ordinance shall be known as the **Municipal Investment and Incentives Code** of the Municipality of Villaba, Leyte.

ARTICLE II

DECLARATION OF INVESTMENT POLICY

SECTION 2. DECLARATION OF POLICIES - It is hereby declared as official policy of the Municipality to actively encourage the participation of the private sector in the promotion of economic growth, prosperity, and local economic development in the Municipality. For the purpose, it shall create environment conducive to business that shall encourage and attract new investors. It shall enjoin the participation of all stakeholders to support endeavors to accelerate economic progress, generate employment opportunities, increase local revenue and income, reduce poverty, and improve the over-all quality of life of the people of the Municipality.

SECTION 3. OBJECTIVES - This code has the following objectives:

- a. To harmonize national and local investment policies:
- b. To establish organizational structures to guide the efficient and effective implementation of this code;
- c. To set the guidelines, procedures and standards for identifying Investment Priority Areas (IPA's);
- d. To identify the Medium-Term Investment Priority Areas (IPA's) of the Municipality;
- e. To provide the guidelines and procedures for the registration and how to avail the Municipal incentives:
- f. To define the scope of incentives that the Municipality may grant to attract and retain investments:
- g. To specify the conditions and rules for the grant and continued enjoyment of incentives:
- h. To promote the development of Micro-Small Medium Enterprises (MSME's), utilization of Municipal resources and market for Municipal products and ignite the ingenuity of the entrepreneurs and other stakeholders; and
- To encourage the participation of all Filipinos including the Overseas Filipino Workers (OFW's), Balikbayans and other community stakeholders in investment undertakings.

SECTION 4. SCOPE OF APPLICATION - This code shall apply to all persons, natural or juridical entities or enterprises, government and non-government organizations and instrumentalities to the extent provided in this Code.

SECTION 5. RULES OF INTERPRETATION - Any conflict or controversy arising under the Code shall be resolved primarily on the basic of applicable legal provisions or jurisprudence and in the absence thereof, the customs and traditions in so far as they are applicable to the conflict or controversy may be resorted to.

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ELLY MARYAYI. EMEVOLDSEN langguniang Bayan Member

SAS, SR FELLPE ing Bayan Member SK Federation Vice President

HULCANAMINAY. CON-UI

n Member

ROQUE M. COMPRA

Janualin Sangguaiang Bayan Member

Sangguriang Bayan Member

ROGELO J. BAAY

ERALYNID, ARAGON

MARIANO V. DE CLARO LNB President

Temporary Secretary to the Sangguniang Bayan

ARTICLE III

DEFINITON OF TERMS

SECTION 6. DEFINITION OF TERMS – For purposes of this Code, the following words and phrases shall mean as herein defined unless their context provide otherwise, to wit;

- (a) BARANGAY MICRO BUSINESS ENTERPRISES (BMBE)- shall be any business entity or enterprise engaged in the production, processing or manufacturing of products or commodities, including agro-processing, trading and services, whose total assets including those arising from loans but exclusive of the land on which the particular business entity's office, plant and equipment are situated, shall not be more than Three Million Pesos (P3,000,000.00);
- (b) **BOARD-** the Municipal Investment and Incentives Board created under this Code, the powers and composition of which shall be as provided under Article IV;
- (c) **BOARD OF INVESTMENT (BOI)-** shall refer to the implementing agency for Books One to Five of the Omnibus Investment Code (EO No. 226 dated 27 February 1987) as created under the latter;
- (d) **BONAFIDE RESIDENT-** a person who is at least eighteen (18) years old and above and in case of a minor, his parents or guardians, a registered voter and/or a holder of Community Tax Certificate and is actually residing in any barangay of the Municipality;
- (e) CAPITALIZATION- refers to the total project cost which includes land, buildings, machineries, equipment, tools and working capital except where it pertains to BMBE, in which case, the same shall be exclusive of the cost of the land; provided that in case of corporations, capitalization shall refer to its paid-up capital;
- (f) **CODE-** shall refer to the Municipality of Villaba, Leyte Municipal Investments and Incentives Code promulgated pursuant to this Ordinance.
- (g) **DATE OF OFFICIAL ACCEPTANCE-** refers to the date the application for registration was received by the receiving personnel of the MEEDIPO and recorded in a logbook for the purpose.
- (h) DATE OF REGISTRATION- refers to the date when the Certificate of Registration is issued by the Board, which information shall be recorded in a Registration Logbook to be maintained by the Board.

(i) DIVERSIFICATION- refers to the introduction and production of a district line of products or services by an Existing Business, whether or not a Registered Enterprise; Provided that, to be considered distinct, it should require new investments in terms of machinery or equipment or would

MERIAM P/MPAD Sangguniang Bayan Member VIOLETA T. SUMAPIG ROGELIA J. BAAY Sangguniang Bayan Member/ Sanggunlang Bayah Member Sangguniang B Temporary Presididing Officer NIEL ALBERT B. INOPIQUEZ MARIANO . DE CLARO CASAS, SR FELLIN ROQUE M. COMPA angguniang Bayan Member ang Bayan Member LNB President Sanggunang Bayan Member ELLY MARIA N. ENEVOLDSEN anggumang Bayan Member ERALYN D. ARAGON K Regeration Victo President Temporary Secretary to the Sangguniang Bayan ENGR. CARLOS G. VELOSO Municipal Mayor Date

involve the use of new skills set not currently used in the existing product or services; Provided further, that a new service or product may constitute a diversification even if such service or product is already within the scope of its original or existing business purposes.

- (j) ECOZONE- those defined under the Special Economic Zone Act of 1995 (PEZA Law, Republic Act No. 7916), i.e., selected areas with highly developed or which have the potential to be developed into agroindustrial, industrial, tourist/recreational, commercial, banking, investment and financial centers.
- (k) INCENTIVE LAW- shall refer to a law, such as Omnibus Investment Code, granting incentives to specific businesses at both the national and local levels, by virtue of the nature of their business activity pursued or the location where such business is going to be pursued or undertaken, as administered by a designated government agency or office (Registering Agency), such as the BOI.
- (I) INVESTMENT PRIORITY PLAN/IPP- the annual listing of specific activities that have been identified as priority investment as areas and thus encourage by granting those engaging in the activities in the list the incentives under the Omnibus Incentives Code, approved by the President of the Philippines, subject to the recommendation of the BOI.
- (m) INVESTMENT PRIORITY AREAS- the business activities which are entitled to incentives granted by the Municipality, which investment area or business activity is specifically included in the Mandatory Investment Priority Areas (MIPAs) or Local Investment Priority Areas (LIPAs), and summarized in an Investment Priority Areas List (IPA List) which shall be amended, as necessary, once every two (2) years.
- (n) LOCAL INVESTMENT PRIORITY AREAS/LIPAs- are investment areas/business activities identified by the Board to be priority investment areas specifically in the Municipality which are not yet among the Mandatory Investment Priority Areas and are encouraged to be pursued within the Municipality by granting to them incentives in accordance with the policy in the grant of incentives provided under Section 6A below.
- (o) LOCAL APPLICANTS- applicants for incentives under this Code which have no outstanding registration with a Registering Agency under the Incentive Law, provided that its proposed business is under the IPA List.
- (p) LOCAL STAFF- a worker or personnel who is a bonafide resident of the Municipality for at least six (6) months where proof of residency consists of the presentation of voter's Identification Card/Registration and a Barangay Clearance from the barangay where he resides. Where the eligibility of an applicant to avail of incentives is anchored on its ability to generate employment, it should meet the minimum ratio of Local Staff to non-Local Staff, as the Board may prescribe.

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- (q) **MEEDIPO** refers to the Municipal Economic Enterprises Development and Investments Promotions Office with the responsibilities and functions provided under Article V of this Code.
- (r) MANDATORY INVESTMENT PRIORITY AREAS/MIPA- are investment areas/business activities identified by the National Government as priority areas of investment and thus encouraged through the extension of incentives not only at the national but also at the local level pursuant to applicable Incentive Law, such as those included in the Annual Investment Priorities Plan.
- (s) MICRO, SMALL, AND MEDIUM ENTERPRISES/MSME- businesses that meet the criteria below and which are to engage in a business activity included in the IPA List:

By Asset Size:

Micro Enterprise Up to Php 3,000,000.00

Small Enterprise Over Php 3,000,000.00 – Php 15,000,000.00 Medium Enterprise Over Php 15,000,000.00 – Php 100,000,000.00

Provide that, in the case of Micro Enterprise, including BMBEs, land which is not officially contribute into the business as capital or purchased by the business shall not form of the assets of the business for the purposes of determining the asset size above.

Provided further, that, for purposes of securing incentives, in lieu of meeting the foregoing criteria, an enterprise may qualify as an MSME using the following criteria:

By Number of Employees:

Micro Enterprise 1-9 Employees
Small Enterprise 10-50 Employees
Medium Enterprise 51-199 Employees

In the event that an enterprise falls under different classifications foregoing categories, the classification that will entitle it to more incentives shall be controlling.

The foregoing categories may be amended, from time to time, to render the definitions consistent with the national laws and other issuances pertaining to MSMEs.

- (a) At least twenty percent (20%) reduction in production cost, which if sold in the Philippines should result in the reduction of the selling price of the product; or
- (b) Significant increase in productive efficiency including debottlenecking; or

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Sanacunian Sayan Member

JULIS ATRINA L. CON-UI

ang Bayan Member

ration Vice President

ROGELIOJ. BANY Sangguniang Bayan Member

ROQUE M. COMPRA Sangguniang Bayan Member MERIAM P. MPAD Sangguniang Bayan Member

MARIANOV. DE CLARO LNB President

ERALYN D AFAGON
Temporary Secretary to the Sangguniang Bayan

ENGR. CARLOS G VELOSO Municipal Mayor Date

- (c) Meaningful upgrading of production quality; or
- (d) Upgrade in the technology used in the production to bring it at par with the technology used by leading manufacturers of the product manufactured by the Registered Enterprise.

The modernization or rehabilitation contemplated may or may not result in increase in operating capacity/actual production output to be eligible for registration.

- (t) **MUNICIPALITY-** the Municipality of Villaba in the Province of Leyte, covering in the areas within its territorial jurisdiction now existing or hereinafter acquired, as provided by the law and its charter.
- (u) **NEW PROJECTS-** the projects or activities in the IPA List that have not started commercial operation, undertaken by a newly organized/formed enterprise; or an Existing Business that proposes to engage in an entirely distinct activity from its existing business as would qualify as a Diversification.
- (v) **PEZA-** the Philippine Economic Zone Authority, as created under the PEZA Law.
- (w) PROJECT STUDY- a project profile which presents, among others, highlights of the projected financial viability and environmental and socio-economic impact of the proposed business.
- (x) **REGISTERED ENTERPRISE-** any individual, partnership, cooperative, or corporation, whether or a domestic foreign corporation licensed to do business in the Philippines that has been issued a Certificate of Registration by the Board pursuant to this Code.
- (y) **REGISTERING AGENCY-** any other government agency/office/instrumentality that is authorized to administer incentives under an Incentive Law and register and regulate corporations that are enjoying incentives at the national level pursuant to an applicable Incentive Law, such as but not limited to the BOI and the PEZA.

ARTICLE IV

MUNICIPAL INVESTMENTS AND INCENTIVES BOARD (MIIB)

SECTION 7. CREATION OF MUNICIPAL INVESTMENTS AND INCENTIVES BOARD – The Municipal Investment and Incentives Board (MIIB) is hereby created to implement the provisions of this Code and to provide policy and operational directions of the Municipal Economic Enterprises Development and Investments Promotions Office (MEEDIPO).

MPAD ngguniang Bayan Member/ Bayan Member Temporary Presididng Officer NIEL ALBERT B. INOPIQUEZ DE CLARO MARIANI ngguniang Bayan Member Hang Bayan Member ng Bayan Member LNB President ELL MARIA A ENEVOLDSEN Singgunian Bayan Member FEDERICG ENSOY ERALYNID, ARAGON Sk congration Vice President Temporary Secretary to the Sangguniang Bayan ENGR. CARLOS G. VELOSO Municipal Mayor JUL 2 4 2023

SECTION 8. COMPOSITION OF THE MUNICIPAL INVESTMENTS AND INCENTIVES BOARD (MIIB) - The Board shall be composed of fourteen (14) members as follows:

Chairman:

Municipal Mayor

Co-Chairman:

Municipal Vice Mayor

Vice Chairman:

Bayan Chairman,

Committee on

Business **Development**

Sangguniang

and

Economic

Members:

- 1. Sangguniang Bayan Chairman, Committee on Tourism
- Sangguniang Bayan Chairman, Committee on Ways and Means:
- 3. Municipal Planning and Development Coordinator;
- 4. Municipal Tourism Officer:
- 5. Municipal Agriculturist:
- 6. Municipal Assessor:
- 7. Business Permit and Licensing Officer or its designate:
- 8. Municipal Economic Enterprises Development and Investments Promotions Officer:
- 9. Two (2) Private Sector Representatives from significant business/Industry sector in the locality to be appointed by the Municipal Mayor for a term of three (3) years and confirmed by the Sangguniang Bayan:
- 10. Academe Sector Representative

The Board may likewise invite, from time to time, representatives from pertinent National Government Agencies (NGA's), including but not limited to, Regional/Provincial Officers of the BOI/Department of Trade and Industry (DTI), and other relevant stakeholders for advice or consultation in their areas of expertise.

SECTION 9. MEETING AND QUORUM OF THE BOARD - The board shall once every quarter or as necessary, on such day and time as it may fix, conduct a meeting. The presence of a majority of the members shall constitute a quorum to do business. All decisions and policies acted upon by at least the majority of the members present during the meeting, there being a quorum shall be considered valid.

SECTION 10. POWERS AND FUNCTIONS OF THE BOARD - The primary function of the Board shall establish a favorable and stable policy on business climate which shall encourage and support private sector investment in the operation of business activities consistent with the development needs of the municipality. The Board is hereby vested the following powers and functions:

- (a) Promulgate the rules and regulations to implement the intent of this Municipal Investment and Incentives Code;
- (b) Periodically review the Investment Priority Areas (IPA's) eligible for Incentives after considering the municipal development needs,

ngguniang Bayan Member/ mporary Presididng Officer NIEL ALBERT B. INOPIQUEZ

ng Bayan Member MAN ENEVOLDSEN

ayan Member

CASAS, SR Sangguriang Bayan Member

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JU CAKATRINA L. CON-UI

Sangguniong Bayar Member

ROGELIO J. BAAY Sangguniang Bayan Member

ROQUE M. COMPRA Singguniang Bayan Member

g Bayan Member

. DE CLARO MARIAN LNB President

ERALYN D. ARAGON Temporary Secretary to the Sangguniang Bayan

ENGR. CARLOS G. VELOSQ Municipal Mayor & Date: JUL 2 4 2023 economic and technical conditions, available resources and prospects of an industry;

- (c) Adopt an Investment Promotion Program;
- (d) Act on applications for registration of projects and availment of incentives;
- (e) Decide on issues and controversies concerning the implementation of this Code;
- (f) Recommend to the Sangguniang Bayan any amendments to the Code;
- (g) Supervise the operations of the Municipal Economic Enterprises Development and Investments Promotions Office (MEEDIPO):
- (h) Establish cooperative undertakings with other Local Government Units (LGU's), the private sector, Non-Government Organizations (NGO's) or other institutions as may be necessary;
- (i) Coordinate and consult with the Municipal Development Council (MDC) in the identification of LIPAS and the formulation of municipal incentives;
- (j) Recommend to the Chairman of the Board the suspension, cancellation and revocation and even the refund of incentives already extended to investors under the Code of blatant and notorious violation of any provisions of this Code after due hearing on the matter;
- (k) Exercise such other power, duties, and functions as may be necessary or incidental to the attainment of the intent and purpose of the Code.

SECTION 11. DUTIES OF THE MUNICIPAL INVESTMENTS AND INCENTIVES BOARD CHAIRMAN/CO-CHAIRMAN — The Chairman of the Board shall have the following powers and duties:

- (a) Preside over the regular and special meetings of the Board;
- (b) Sign the Certificate of Registration in accordance with the rules and regulations of the Code;

(c) Submit a semi-annual report to the Governor and to the Sangguniang Panlalawigan on the accomplishments of the MEEDIPO and the Board and its impact to the municipal investment environment; and

VIGLETA T. SUMAPIG
Sangguniang Bayan Member/
Temporary Presididng Officer

NIEL ALBERT B. INOPPOLIEZ
Sangguniang Bayan Member

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Sanggunang Sayan Member FELLINE SPASAS, SR

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Sanggunlang Bayan Member

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ENGR. CARLOS G. VELOSO

(d) Exercise such other power and perform such other duties as the Board may direct it to perform to carry out the objectives of this Code.

SECTION 12. POWERS AND FUNCTIONS OF THE VICE CHAIRMAN – The Vice Chairman shall have the following powers and duties:

- (a) To preside over the regular and special meetings of the Board in the absence of the Chairman/Co-Chairman; and
- (b) To perform such other duties and functions as may be delegated by the Chairman/Co-Chairman or by the Board.

SECTION 13. SECRETARIAT – The Secretary of the Board shall be provided either by the Municipal Tourism Officer and Municipal Planning and Development Coordinator.

SECTION 14. VISITORIAL POWERS OF THE BOARD – The board or any duly authorized representatives thereof, shall be empowered to conduct ocular inspection of the premises or examination of the business activity of any enterprise, registered and applying for registration, at any reasonable time of the day, during office hours, for verification or ascertaining the enterprise's compliance with the provisions of the Code, or when the Board deems it necessary or incidental to the effective exercise and performance of their respective powers and functions.

ARTICLE V

MUNICIPAL ECONOMIC ENTERPRISES DEVELOPMENT AND INVESTMENTS PROMOTIONS OFFICE (MEEDIPO)

SECTION 15. CREATION OF MUNICIPAL ECONOMIC ENTERPRISES DEVELOPMENT AND INVESTMENTS PROMOTIONS OFFICE (MEEDIPO) – Working under policy guidance from the Municipal Mayor and the Board, the Municipal Economic Enterprises Development and Investment Promotion Office (MEEDIPO) is hereby created to be the lead office on investments promotions and in carrying out the objectives of the Code. The MEEDIPO shall be a division office under the Office of the Municipal Mayor and shall be created as a regular Department afterwards.

SECTION 16. FUNCTIONS OF THE MUNICIPAL ECONOMIC ENTERPRISES DEVELOPMENT AND INVESTMENTS PROMOTIONS OFFICE (MEEDIPO) — The MEEDIPO shall function as a One-Stop-Shop for investors and shall serve as the technical secretariat of the Board. In addition, it shall have the following specific duties and responsibilities:

(a) Develop a Medium – Term and Long – Term Investment Promotions and Retention Plan to be approved by the Board in coordination with the Municipal Development Council (MDC) and consistent with National Investment Policies. The Plan shall be broken down into Annual Investment Programs to be integrated into the Municipal Priorities for implementations;

(b) Facilitate the efficient and effective operations of MEEDIPO through:

LETA T. SUMAPIG WHEA KATRINA L. ON-UI MERIAM PUMPAD ROGELIO J. BAAY ngguniang Bayan Member/ Sangguniang Bayan Member Bayan Member anggunia Temporary Presididng Officer NIEL ALBERT B. INOPIQUEZ ASAS, SR ROQUE M. COMPRA MARIAN DE CLARO MA (I) N. EV VOLDSEN anggun og Bayan Member ngguriang Bayan Member g Bayan Member LNB Preddent ERALYN D. ARAGON PEDERICO ERSEST SK Pener Hom Vica President Temporary Secretary to the Sangguniang Bayan ENGR. CARLOS G. VELOSO 4 2023

- Compilation and processing of information, studies, and reports relevant to the municipal economic environment and the identified Investment Priority Areas (IPA's);
- (2) Establishment and update of a data bank general business information and a web-based information system to disseminate key message, procedures, and information necessary to attract and retain investments;
- (3) Preparation and updating of an Operations Manual specifying processes, activities, roles and responsibilities for the administration of investment promotion and retention. The Operations Manual should include a client/citizen's charter specifying accountability and maximum periods for the processing of documents for investments and Code of Conduct for MEEDIPO Management and Staff;
- (c) Assist in securing licenses and permits; identifying business or joint venture partners, raw materials suppliers and possible business sites; sourcing skilled manpower and service providers; and facilitating the resolution of issues and concerns encountered by business enterprises;
- (d) Undertake investment promotion activities based on value added in relation to costs:
 - (1) Develop and disseminate investments promotion collaterals like brochures, industry and project profiles, cost of doing business in the Municipality;
 - (2) Respond to information needs of investors;
 - (3) Conduct of marketing and investment targeting strategies such as investment meetings, fairs, and missions;
 - (4) Conduct briefings of potential investors whenever necessary;
 - (5) Conduct follow through activities to convert potential investors to actual locators in the Municipality;
- (e) Receive, process and evaluate applications for registration and grant of municipal incentives for approval of the Board;
- (f) Render after-care services to all investment/business locators particularly the registered enterprises;
- (g) Recommend to the Board any modifications/amendments to existing legislation and procedures on municipal investments for its appropriate action;
- (h) Establish cooperative undertakings with other Local Government Units (LGU's), private sector, Non-Government Organizations (NGO's), National Government

- Agencies (NGA's) and other institutions as may be necessary, useful and incidental to the effective and efficient implementation of the MIIC:
- (i) Monitor and supervise project implementation of registered enterprise;
- (j) Represent the Municipality in trade and investments meetings, conferences, conventions and other similar gatherings as maybe directed by the Board;
- (k) Perform such other functions as may be necessary to implement the intent of the Code.

SECTION 17. MUNICIPAL ECONOMIC ENTERPERISES DEVELOPMENT AND INVESTMENTS PROMOTIONS OFFICER (MEEDIPOr) — The MEEDIPO shall be headed by a Municipal Economic Enterprises Development and Investments Promotions Officer (MEEDIPOr) who shall be recommended by the Board for appointment by the Municipal Mayor. The MEEDIPOr shall be at least a holder of a degree in law/accountancy/business and economics and other relevant disciplines. Experience in marketing, business development, and management of business is desirable. The position of Economist III with Salary Grade 18 shall be created for the purpose.

The hiring of the said position shall be subject to availability of funds.

ARTICLE VI

INVESTMENT PRIORITY AREAS

SECTION 18. POLICIES IN THE IDENTIFICATION OF INVESTMENT PRIORITY AREAS (IPA'S) – The Board through the MEEDIPO shall formulate the IPA's consistent with the IPP, the Comprehensive Development Plan (CDP), and Comprehensive Land Use Plan (CLUP), and such other criteria to ensure sustainability and equitable economic and social development. The following criteria shall be considered in determining the IPA's of the Municipality:

- (a) Investment activities that are aligned to the national development thrusts and the development vision of the Municipality;
- (b) Significant potential contribution to the growth of a sizable number of existing businesses or a vital industry in the Municipality;
- (c) Capacity to generate employment, whether direct or indirect, particularly for those within the Municipality;
- (d) Use of locally available materials and resources;

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- (e) Ability to promote the dispersal of business/commercial activities to less developed areas within the Municipality;
- (f) Ability to improve environmental conditions within the Municipality including biodiversity, or involve activities that promote sustainability of existing natural resources of the Municipality;
- (g) Contribution to the infrastructure in the Municipality through Public Private Partnership (PPP);
- (h) Agriculture and Eco-Tourism Organic agriculture, including the production of organic fertilizers of plant and animal origin, production of microbial fertilizer with nitrogen fixing organism and the like which are considered bio-diversity friendly businesses in accordance with the three (3) E's of sustainable development: Ecology, Economy, and Equity.

SECTION 19. CATEGORIES OF THE INVESTMENT PRIORITY AREA LIST - The Investment Priority Areas (IPA's) to be considered by the Board shall consists of the Mandatory Investment Priority Areas (MIPA) List which are investment areas listed and granted incentives under the Investment Priority Plan (IPP) and other Incentives Law and the LIPA List which are determined by the Board based on the criteria provided hereof.

SECTION 20. INCLUSION IN THE INVESTMENT PRIORITY AREA LIST THE BASIS FOR GRANT OF INCENTIVES - The investment activities listed in the Mandatory Investment Priority Areas (MIPA) and the Local Investment Priority Areas (LIPA) shall be the basis for the grant of incentives. The MIPA list shall be limited to those granted and subject to the terms and conditions under the relevant Incentive Law while the LIPA shall be determined by the Municipality and be limited to those industry, project or activity that satisfies the criteria set under this Ordinance. LIPA List shall be subject to approval by the Sangguniang Bayan.

SECTION 21. PERIODIC REVIEW OF THE IPA LIST - The MIPA List shall be automatically amended upon the issuance of the Revised Investment Priorities Plan (IPP) and/or the issuance of any other law granting incentives, fiscal or otherwise, at the national level. Investment activities in the MIPA list shall be dropped in accordance with applicable provisions or national law or the repeal of the law that granted local incentives to a particular business activity. No addition or deletion from the MIPA List shall be made in the absence of a corresponding statutory or other basis issued by the national government. The entitlement of incentives of applicants for registration whose business activity belong to the MIPA List shall be mainly governed by the national law or other issuance pursuant to such law.

The Board shall undertake review of the LIPA List at least once every two (2) years taking into consideration the Socio-Economic Development Plan and Public Investment Plans formulated by the Municipal development Council (MDC) of the Municipality and the preferred areas of investments as provided under pertinent national laws. The following factors shall be considered for inclusions to the LIPA:

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NIEL ALBERT B. INOPIQUEZ

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- (a) Number of local residents to be employed by the enterprise;
- (b) Use of local/indigenous raw materials;
- (c) High degree of value added features;
- (d) Creation of linkages with local industries such as joint ventures with local investors; and
- (e) Projects of historical or cultural value such as restoration of historical buildings, cultural revivals, among others, in accordance with the program for historical or cultural revival of the Municipality.

SECTION 22. AMENDMENT OF THE LIPA LIST – The Board shall recommend the amendment/removal of an investment activity from the LIPA List as soon as the sufficient investments in the area has been attained, continued extension of incentives is no longer to the interests and benefit of the Municipality and the investment area or activity cannot attract investors within a reasonable time, and the cost may result in unfavorable business climate.

Any such removal from the list of preferred areas of investments however shall not affect the existing rights and benefits granted prior to delisting.

SECTION 23. LIPA LIST FOR THE PERIOD 2023-2028 – Subject to the confirmation of the Board and the Sangguniang Bayan, the LIPA List shall include the following:

SECTOR	SPECIFIC PROJECTS/ACTIVITIES	
Economic 1.0 PRIMARY SECTOR	1. This covers commercial production and commercial processing of agricultural, herbal and fishery products including their by-products and wastes.	
1.1 Agricultural Crops1.2 Livestock	(a) Commercial production of agricultural crops, poultry, livestock, and fishery products — Crop production should involve new plantation to qualify for registration. Intercropping of high value crops should be identified by the Municipal Agricultural Office.	
1.3 Fisheries (Inland, Brackish, Marine)	This includes Mariculture Development such as Fish hatchery Complex, Pearl Farms, Mariculture Parks, Seaweeds Farm, an Sea Cucumber Farms; Integrated Agro/Marine Light Processing Center; commercial Livestock and Poultry Production; Integrated Beef Cattle Production; Light Commercial Meat Processing Operation; Operations of Cold Chain Process for agricultural products; Commercial Plantation (fruits, fruit trees and vegetable); Processing of pearls produced at Pearl Farms.	

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- (b) Extraction of higher value substances from agricultural and forest-based raw materials through bio-processing as endorsed by the concerned agency.
- (c) Processing of agricultural products should involve domestically produced raw or semi-processed agricultural products, unless the raw of semiprocessed raw materials are not locally produced (NLP) or not in sufficient quantity (NISQ). If using imported raw or semi-processed agricultural products that are locally produced (LP) or in sufficient quantity (ISQ), the project may qualify for registration, provided that the finished/final product is for export, or the project qualifies for pioneer status.
- (d) Harvesting Services This covers mechanized harvesting services, establishment and operation of ice plants, cold storage, freezing, bulk handling, packing house, storage facilities and establishment of trading centers.

2.0 SECONDARY SECTOR

2.1 Electricity, water, gas utilities

Renewable Energy/Sustainable Energy Development Waste to Energy; Solar Power; Hydro Power; Tidal Power; Wind Power; Biomass/Biogas; Natural Gas

Water System – Water system intended to render service to the commercial and residential houses to include water source development, reservoirs, filtration tanks, distribution lines and control mechanisms. The water shall be potable upon service the clienteles

3.0 TERTIARY SECTOR

3.1 Transportation and Communication

Tourist Transport Services/operators for land and sea (Land transport covers the operation of brand-new, world-class buses and or mini buses/coasters. The number of units of vehicles that shall be allowed shall be based on the number of tourist arrivals in the area or the ratio of hotel/resort facilities/rooms. Tourist transport operators shall have garage, hangar, or berthing/docking facilities); Electronic Tricycle Services/Operators with brand new units

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Temporary Presiding Officer

NIEL ALBERT B. MODI QUEZ
Sangguniang Bayan Member

FELIPE S. AS, SR
Sangguniang Bayan Member

ELY MARIA N. ENEVOLOSEN
Sangguniang Bayan Member

FERALY D. ARAGON
Temporary Secretary to the Sangguniang Bayan

ENGR. CARLOS G. VELOSO
Municipal Mayor

Date:

and shall have garage, hangar, or berthing/docking facilities; Information and Communication Technology Facilities to include Business Process Outsourcing and Call Centers. Tourism Facilities/Accommodation facilities Establishment 3.2 Tourism and Operation of primary establishments such as but not limited to hotels, resort, apartment hotels, tourist inn, pension houses, private homes for home stays, serviced apartments, and bed and breakfast facilities and similar structures; Secondary enterprises such as convention, cultural, and exhibition facilities; amusement parks, adventure and eco-tourism facilities; sports facilities and recreation centers; theme parks, marina, souvenir shops, bars; health and wellness such us but not limited to spas. medical tourism/tertiary hospital and ambulatory clinics. agri-tourism farms and facilities; tourism and trainings centers and institutes; development of retirement villages; and establishment of sea water sport activities such as but not limited to kayaking, kite boarding, surfing, and the like. **INFRASTRUCTURE** 1.0 ECONOMIC SUPPORT 1.1 Irrigation System Irrigation system primarily intended to render service to agricultural farms to include water source, distribution lines and control mechanism. The system may also include prime mover, pump, generator and transformer. System capacity is expressed in terms of cubic meter per year. 1.2 Power Generation Renewable energy/Sustainable Energy Development Waste to Energy; Solar Power; Hydro Power; Tidal Power; Wind Power; Biomass/Biogas; Natural Gas 1.3Roads, Bridges, Ports Concreting of roads and construction of ports and bridges of national standards. 1.4 Flood Control and Design and build of flood control and drainage system Drainage

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1.5 Telecommunications	Establishment of the telephone facilities and operation of cell sites	
2.0 SOCIAL SUPPORT		
2.1 Hospitals	Construction and operation of private hospitals and clinics	
2.2 Schools	Construction and operation of private elementary, secondary and tertiary schools	
2.3 Waterworks and sewerage	Design and build and operation of waterworks and sewerage	
3. Other Infrastructure	Green Building, Zero Carbon Building	
ENVIRONMENTAL AND NATURAL RESOURCES		
1.0 Parks, wildlife and other reservations	Establishment of Forest Park, Memorial Park, Eco-Park, Sanitary Landfill, Watersheds	

ARTICLE VII

REGISTRATION

SECTION 24. REGISTRATION REQUIREMENTS – For the purpose of effective management, all enterprise listed in the IPA's and wanting to avail of the municipal incentives shall be registered. Prior to registration the following requirements shall be complied with:

- (a) Must have complied with all the requirements mandated under existing local and national laws through presentation of Certificates of Registration issued by the Securities and Exchange Commission (SEC), Department of Trade and Industry (DTI) or the Cooperative Development Authority (CDA), Department of Health (DOH) approval for hospitals and Philhealth Corporation accreditation/affiliation, Environmental Compliance Certificate (ECC) and other national government accrediting agencies, as the case may be.
- (b) The activity engaged in by the enterprise must be listed in the IPA's of the Municipality;
- (c) The place of operation must be located within the territorial jurisdiction of the Municipality;
- (d) The investment operations provided at least 75% of direct employment preferably among the bonafide residents of the Municipality and ensures technology transfer by allowing local counter parts to understudy the technology for at least one year

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from initial operation as may be provided under pertinent laws, giving equal opportunities for men, women, the poor, the indigenous people and the physically handicap;

- (e) The activity engaged in must have safeguards against pollution and other environmental and health hazards;
- (f) The new existing enterprise must have at least a capitalization of:
 - (1) Three Million (P3,000,000.00) but not more than Fifteen Million Pesos (P15,000,000.00), in case of a small enterprise;
 - (2) Fifteen Million and One Peso (P15,000,001.00) but not more than Hundred Million Pesos (P100,000,000.00), in case of medium enterprise;
 - (3) More than One Hundred Million Pesos, in case of large enterprise;
 - (4) More than One Hundred Million Pesos in joint ventures with an investor residing in the Municipality with fifty (50%) percent equity.
- (g) The enterprise must secure from the Office of National Commission on Indigenous People a Free and Prior Informed Consent (FPIC) should the proposed site of investment be located within the ancestral domain claim of the indigenous people.

SECTION 25. TYPES OF PROJECT FOR REGISTRATION – The following are the types of investment projects eligible for registration, provided they involve business activities included in the IPA List:

- (a) New Projects;
- (b) Expansion Projects,
- (c) Modernization Projects and
- (d) Diversification Projects.

SECTION 26. DOCUMENTARY REQUIREMENTS – The following documents shall be submitted to the Board through the MEEDIPO for evaluation:

- (a) Single Proprietorship
 - (1) Copy of Business Name Registration issued by the Department of trade and Industry (DTI);
 - (2) Bank Certification; If existing
 - (3) Copy of completed application form for registration under the Code:

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- (4) Such other documents that may be required by the Municipality.
- (b) Partnership/Corporation
 - (1) Copy of the Articles of Partnership or Incorporation;
 - (2) Certified true copy of its Certificate of Registration issued by Securities and Exchange Commission (SEC);
 - (3) Certificate of Good Standing from SEC, if the business already exists;
 - (4) Resolution authorizing the filing of application by the applicant's Board of Directors;
 - (5) Bank Certification,
 - (6) Environmental Compliance Certificate (ECC) or Non-Coverade Certificate (NCC), if applicable;
 - (7) Copy of completed application form for registration under the MIIC;
 - (8) Such other documents, as may be required by the Municipality.
- (c) For enterprise registered under an existing incentive Laws
 - (1) Certified true copy of the BOI Certificate of Registration; and
 - (2) Copy of documents submitted to the appropriate Registration Agency pertaining to their registration.

However, for renewal of registration, the following documents shall be required for submission:

- (1) Certificate of Municipal Investments and Incentives Registration;
- (2) Audited Financial Statement;
- (3) Mayor's Permit.

SECTION 27. REGISTRATION PROCEDURES – The procedures for the processing of registration under this Code shall be as follows:

(a) Filing of Application – All applications shall be filed with the Municipal Economic Enterprise Development and Investment Promotions Office (MEEDIPO) together with all documents required above. The form for the purpose shall be issued by the same Office;

- (b) Check Listing/Assessment of Documents The MEEDIPO shall evaluate completeness and consistency of information and other documents. The applicant shall be immediately advised for any error, inconsistencies and missing documents in submission;
 - (c) Date of Official Acceptance Only complete application shall be officially accepted and registered in the Registration Book. The date stamped on the application shall be considered as the date of official acceptance of the application;
 - (d) **Notice of Filing Application** Notice of Filing of Application in the Municipal or Barangay shall suffice as a publication requirement;
 - (e) Filing Fee- The MEEDIPO shall issue a non-refundable filing fee in the amount equivalent to one-half percent (1/2%) of the capitalization for small and medium enterprises and one-half percent (1/2) of the capitalization for large enterprise but in no case be lower than P15,000.00. An order of Payment of the necessary fees shall then be issued by the MEEDIPO which shall be paid to the Municipal Treasurer's Office. Micro enterprises shall pay one-half (1/2) of the rate prescribed.
 - (f) Evaluation/Approval of Application Once an application is officially accepted, the project shall be evaluated by the MEEDIPO. Whenever necessary, the MEEDIPO shall conduct an ocular inspection at the premises of the business. The inspection shall be conducted during office hours at a time convenient for both the applicant and the MEEDIPO which should not be later than ten (10) working days after the official acceptance of the application. The evaluation of the application shall be submitted to the Board of action. If the application is approved, the MEEDIPO shall notify the applicant and inform the Municipal Treasurer and the Municipal Assessor of such approval for their guidance and appropriate action. If the application is denied, the MEEDIPO shall inform the applicant in writing. In both cases, a Board Resolution shall be entered in the minutes of the meeting of the Board.

Failure of the Board to approve or disapprove an application within thirty (30) calendar days shall be construed as an approval of the application.

- (g) Certificate of Registration Upon approval, an enterprise shall be issued a Certificate of Registration which shall state among others, the following:
 - (1) Name of the Registered Enterprise;
 - (2) The Investment Priority Area (IPA) in which the registered enterprise shall engage;
 - (3) The incentives granted and period of its availment; and
 - (4) Such other terms and conditions to be observed by virtue of its registration.

(h) BOI Registered MSME's shall be provided assistance as follows:

- (1) Preparation of simplified project application;
- (2) Identification of MSME's support companies;
- (3) Exemption/reduced payment of application and registration fees;
- (4) Exemption from 25% equity requirement;
- (5) Posting of Notice of Filing of application in the Municipal, or Barangay Hall in lieu of the publication in newspaper of general circulation;
- (6) Simplified documentary, reportorial requirements and applications for incentive

ARTICLE VIII

INCENTIVES (FISCAL AND NON-FISCAL)

SECTION 28. GENERAL POLICIES IN THE ADMINISTRATION OF MUNICIPAL INCENTIVES – Unless specifically provided under an applicable incentive law or the Local Government Code, the grant of incentives shall be governed by the following general policies:

- (a) Incentives shall be extended only to investments and investment activities specifically enumerated in the IPA list that support and promote the development vision of the Municipality, as expressed in its Municipal Development Plan and Comprehensive Land Use Plan and those which are included in the investment thrusts of the municipal, regional and national government;
- (b) Incentives to be established shall be fair, clear, time-bounded and ensure the level playing field for investors in the locality;
- (c) The incentives shall not extend to regulatory fees levied under the police power of the Municipality and on fees and charges imposed for services rendered by the same, such as garbage fees, sanitary inspection fees, electrical inspection fees, and other similar fees, as well as rental for use of public utilities owned and operated by the Municipal Government, such as charges for actual consumption of water, electric power and toll fees for use of public roads and bridges and the like, and those levied for the use of government facilities and properties;
- (d) The grant shall apply to all businesses similarly situated subject to the pertinent provisions of this Code;
- (e) The exemption granted shall take effect only during the next calendar year or a specified number of years;

(f) No double availment of incentives benefits under different laws and/or programs;

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FELIPE S. COSAS, SR Sunggurang Bayan Member

SK Federation Vice President

ROGELIO . BAAY Sangjuniang Bayan Member

ROQUE M. COMPTA Sangguniang Bayan Member MERIAM P. MPAD Sanggunian Bayan Member

MARIANO V. DE CLARO LNB President

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ENGR. CARLOS G. VELOSO Municipal Mayor Date

- (g) Amendments of IPAs resulting to changes in the incentive granted to registered enterprises shall take effect prospectively and shall not impair the incentives being enjoyed by registered enterprises pursuant to the Certificate of Registration;
 - (h) The withdrawal of incentives for violation of the conditions for the grant of the same under the relevant Incentive Law or the pertinent Certificate of Registration shall automatically result in the withdrawal of local incentives granted pursuant to such incentive law or by virtue of the issuance of the Certificate of Registration by a Registering Agency;

SECTION 29. LOCAL INCENTIVES GRANTED TO INVESTMENT UNDER MIPA LIST – Enterprises registered under the MIPA list shall enjoy incentives under the incentive law pursuant to its subsisting Certificate of Registration with a Registering Agency. They shall only enjoy the fiscal and non-fiscal incentives at the local level that are expressly granted under the Incentive Law under which it is registered and specifically included among the incentives in its Certificate of Registration with the Registering Agency.

Incentives granted shall take effect from the date of registration until the lapse of the term of such incentives.

In case of change of ownership of the enterprise, the local incentives which it is enjoying, shall continue to be enjoyed by the enterprise provided that the terms and conditions of the registration of the project are assumed by the new owner/s, Provided Further, that if a Registered Enterprise is enjoying local incentives pursuant to an Incentive Law, the Certificate of Registration issued by the Registering Agency remains valid despite the change of ownership. Any change in the controlling shareholders of Registered Enterprise shall be reported to the Board.

A Registered Enterprise which ceases to be registered with a registering agency or wishes to avail of local incentives other than those provided provided under the incentive law under which it is registered may apply for incentives under this code, subject to the registration procedure applicable to local applicants.

SECTION 30. REGULAR UPDATE OF CERTIFICATE OF REGISTRATION – Those enjoying incentives by virtue of their registration with a registering agency and pursuit of a business activity in the MIPA list shall submit annually to the MEEDIPO an original copy of a certification from the Registering Agency that is continues to be registered with said Registering Agency and that it remains in good standing as such and thus fully entitled to all the incentives granted under its Certificate of Registration. Failure to submit such certificate to MEEDIPO on or before every anniversary date of the Registered Enterprise's registration with the registering agency shall authorized the board to exercise its authority under this Code.

SECTION 31. LOCAL FISCAL INCENTIVES –

(1) The following fiscal incentives may be given to enterprises consistent with the Local Revenue Code and Book II of the Local Government Code (RA 7160):

(a) Business Taxes Incentive based on the following graduated scheme pursuant to Section 133(g) of the Local Government Code for the first renewal of the Mayor's Permit reckoned within three (3) years from the approval of the original IPA registration:

Number of Years	Small and Medium Enterprise	Large Enterprise	Joint Venture
First Year	100%	100%	100%
Second Year	75%	100%	100%
Third Year	50%	75%	100%
Fourth Year	25%	50%	75%

- (b) Tax Exemption Privileges through Ordinances duly approved pursuant to to Section 192 of the Local Government Code.
- (2) General Policies on Local Fiscal Incentives:
 - (a) The incentive shall be granted only to new, expanding and/or modernizing projects located in the Municipality:
 - (b) Exemption under Section 133(g) of the Local Government Code shall be for a period of four (4) years for pioneer from the date of registration. Exemptions under the MIIC shall be in addition to the incentives provided under Executive Order No. 226 or the "Omnibus Investment Code of 1987".
 - (c) Incentives to Regional or Area Headquarters (RHQ) or Regional Operating Headquarters under Article 66, Chapter IV of RA 8756. Regional or area headquarters and regional operating headquarters of multinational companies shall be exempt from all kinds of local taxes, fees, or charges imposed by the Municipality except real property tax on on land, improvements and equipment.
 - (d) The exemption shall not extend to regulatory fees levied under the police power of the Municipality as well as fees and charges imposed for services rendered by the same such as garbage fees, sanitary inspection fees, electrical inspection fees, and other similar fees, as well as rental for use of public utilities owned and operated by the Municipality such as charges for actual consumption of water, electric power, and the like, and those levied for the use of government facilities and properties;
 - (e) The grant shall apply to all businesses similarly situated subject to the pertinent provisions of this Code;
 - (f) The exemption granted shall take effect only during the next calendar year for a specified number of years unless specified herein;

(g) Republic Act 9520 otherwise known as "The Philippine Cooperative Code of 2008" and Republic Act 7916 otherwise known as "The Special Economic Zone Act of 1995", provides for the tax incentives of cooperatives and locators of economic zones, respectively;

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- (h) In case of a change of ownership of the enterprise, the incentives shall continue to be enjoyed by the enterprise provided that the terms and conditions of the registration of the project are assumed by the owner/s;
- (i) No double availment of incentives/benefits under different laws and/or programs.

SECTION 32. NON-FISCAL INCENTIVES – The Board through the MEEDIPO shall provide non-fiscal incentives to Registered Enterprises as follows:

- (a) One stop documentation for simplified registration procedures;
- (b) Assistance in resolving issues and concerns with NGAs, NGOs and other service providers;
- (c) Support for industrial peace through reconciliation and mediation;
- (d) Assistance in securing electric power and water supply connection;
- (e) Coordination in the negotiation of special rates for utilities for industries with a certain minimum load, if feasible;
- (f) Networking with concerned national government agencies such as Technical Education Skills and Development Authority (TESDA) and other similar institutions for trainings of workers to enhance skills of manpower of the enterprise;
- (g) Referral to existing technical and financial assistance programs available through government and non-government organizations;
- (h) Facilitation of outbound and inbound missions of investors;
- (i) Assist potential and existing investors in securing of business, construction, and other regulatory permits and licenses; identifying business and joint venture partners raw materials suppliers; and sourcing of skilled manpower and service providers;
- (j) Assistance in site selection and negotiation for right of way;
- (k) Identification of joint venture partner as deemed necessary;
- (I) Provide opportunities for micro and small enterprises to participate in trade fairs and exhibits, entrepreneur development and training, and inclusion in business matching

(m) Such other aftercare services that may be afforded to investors.

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SECTION 33. CONTINUING ELIGIBILITY FOR REGISTRATION — A registered enterprise shall continue satisfy whatever criteria rendered it eligible for registration under this Code. Accordingly, if a local applicant was qualified for registration under this code on account of the amount of manpower, nature of technology, or local raw material that it represented will be used in its production, the Board, through the MEEDIPO, shall have the authority to inspect the Registered Enterprise to verify that it is in fact using the technology or the local raw material that it represented will be used. If the Registered Enterprise ceases to meet the said registration criteria that rendered it eligible for registration under this code, the Board shall have the authority to suspend all or some of the incentives of the registered enterprise or to revoke its registration.

SECTION 34. PERIODIC AND OTHER COMPLIANCE REQUIREMENTS – Nothing under this code exempts a registered enterprise from applicable requirement of the Municipality on businesses, as generally applicable to all business or specifically applicable to the business activity or circumstances of the Registered Enterprise. Accordingly, Registered Business, except those specifically exempt under applicable law, shall secure and comply with all the requirements to secure a Mayor's Business Permit and renews the same annually.

Except as expressly provided under this code or Incentive Law under which they are likewise registered, Registered Enterprises shall comply with all applicable laws as other enterprises engage in the same business as they are engage in, are required to comply with.

Other than as provided herein, Registered Enterprises shall not be required to comply with any other requirements that businesses not registered under this code are not required to comply with.

ARTICLE IX

CORPORATE SOCIAL RESPONSIBILITY (CSR) OF REGISTERED ENTERPRISES

SECTION 35. CORPORATE SOCIAL RESPONSIBILITY REQUIREMENT – Registered enterprises with projects under pioneer status must undertake Corporate Social Responsibility activities which shall be monitored starting on the fourth year of operation of the business enterprise. Those on non-pioneer status are encouraged in the course of their operations, to undertake Corporate Social Responsibility activities in accordance with the development plan of the community where the registered project is located

Registered Local Applicants, on the other hand, are encouraged to pursue CSR projects as soon as they can afford to allocate resources for the purposes; however, it shall be mandatory for Registered Local Applicants to pursue CSR projects starting on their fourth year of operation if they enjoy local incentives for a term of more than three (3) years.

SECTION 36. ELIGIBLE CORPORATE SOCIAL RESPONSIBILITY PROJECTS - CSR Projects a Registered Enterprise may undertake include but shall not be limited to the following:

(a) Urban Renewal, Greening or Re-greening:

- 1. Rehabilitation and restoration of buildings or other structures in accordance with the urban renewal or restoration plan of the Municipality;
 - 2. Reforestation, rehabilitation, and urban greening or landscaping of major road sides, areas with historical or tourism value: areas in bio-geographic zones especially key biodiversity areas: eroded slopes as technically appropriate based on assessment by competent authorities; public open splices especially in residential and commercial areas including street islands, parks, promenades, parking areas peripheries, and the like, provided that the enterprise takes care of the maintenance of the trees and plants. Otherwise, reimbursement of the incentive granted shall be due and demandable should the trees and plants die due to poor maintenance.
- (b) Social Projects
 - Housing for employees;
 - (2) Educational Projects;
 - (3) Cultural revivals
 - (4) Programs for women, children, elderly, disabled, out of school youth and indigenous people:
 - (5) Community infrastructure projects aligned with the development plan of the Municipality, and
 - (6) Such other projects or activities based on the development needs of the community where the project is located or as identified by the National Anti-Poverty Commission (NAPC).

ARTICLE X

ENVIRONMENTAL PROTECTION

SECTION 37. ENVIRONMENTAL PROTECTION IMPACT ASSESSMENT - Environmentally critical projects or enterprises locating their activities or expansion projects in environmentally critical areas shall comply with the requirements of Presidential Decree No. 1586 (Philippine Environmental Impact Statement System) and related issuances of the Department of Environment and Natural Resources (DENR) and the Strategic Environmental SER) law (Republic Act No. 7511), special law for Palawan.

SECTION 38. HAZARDOUS SUBSTANCES - In addition to the above mentioned, projects involving the handling, transport, processing and storage of toxic, hazardous substances and/or nuclear waste shall be subject to strict regulations as provided under applicable local issuances and national laws. The Sangguniang Bayan shall have the option to exclude such projects from being entitled to local incentives except to the extent that they fall under the MIPA List.

HULLA KAJIRINA L. CON-UP gguniang Bayan Member/ Sanguniage Bayan Member Temporary Presiding Officer NIEL ALBERT B. TNOPIQUEZ SAS, SR ROOLE M. COMPRA V. DE CLARO niang Bayan Member Saregue ang Bayan Member ang Bayan Member Sanggunia EL MANAN. EN VOLDSEN anggung Bayan Member ERALYND, RAGON K redenation Vice President Temporary Secretary to the Sangguniang Bayan ENGR. CARLOS G. VELOSO Municipal Mayor & JUL 2 4 2023

SECTION 39. SPECIFIC PROHIBITIONS - No industrial or manufacturing facility shall be operated without proper air pollution devices, wastewater treatment facilities, and solid waste management facilities. Likewise, no industrial or manufacturing plant shall be operated at the level beyond the operating capacity of their respective waste treatment facilities in order to maintain the effluent quality within the standards required by law and all industrial and manufacturing establishments shall subject their operations and premises, facilities and systems to periodic environmental compliance monitoring which shall be conducted by the Municipal Environment and Natural Resources Office (MENRO). Refusal to such inspection shall be sufficient ground for the forfeiture of any incentive and the revocation of its Certificate of Registration and/or Business Permit.

SECTION 40. REGULATION - The Board shall ensure that the green and socially responsible projects undertaken by enterprises on public property shall be in harmony with the overall environmental management program of the Municipality, as determined by the MENRO.

ARTICLE XI

BUDGET APPROPRIATION

SECTION 41. APPROPRIATION - The expenditures to operate the Board and the MEEDIPO shall be provided through regular or supplemental budget. The Municipality shall appropriate the funds necessary for the implementation of the provisions of this Code based on a budget that may be presented by the Board to include Personal Services, Maintenance and Other Operating Expenses (MOOE), Capital Outlay, and Contingency.

SECTION 42. REVENUES FROM THE OPERATION OF THE CODE - Income derived from the operation of this Code shall go to a special account captioned "Municipal Local Economic Enterprises Development and investments Promotions Fund", which shall be used solely for the operation and maintenance and other operating expenses of the Board, MEEDIPO, and other investments promotion expenses of the Municipality.

SECTION 43. IMMEDIATE RELEASE OF FUNDS - For purposes of expediting the operations of the MEEDIPO, its allocation for the Municipal Economic Enterprises Development and Investments Promotions Fund shall be released immediately, subject to the usual government accounting and auditing rules and regulations.

ARTICLE XII

FINAL PROVISIONS

SECTION 44. PENAL CLAUSE - Any violation of the provisions of this Code shall be ground the cancellation or revocation of the Certificate of Registration of the project or business.

The cancellation or revocation of the Certificate of Registration shall mean the withdrawal of all incentives granted and all fees and charges previously exempted shall become due and demandable.

SK Feder tion Vice President Temporary Secretary to the Sangguniang Bayan

ENGR. CARLOS G. VELOSO

Municipal Mayor

Date:

ROQUE M. COMPRA

ng Bayan Member

RAGON

JULCA KATRINA L

ng Baya

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FELIT

San

gguniang Bayan Member/

emporary Presididing Officer

Sangguniang Bayan Member

BLA MARIA N. MEVOLDSEN. Sanggumang Bayan Member CON-UI

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MP16

MARIA

UMPAD

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sident

g Bayan Member

SECTION 45. GROUNDS FOR THE CANCELLATION OF CERTIFICATE OF REGISTRATION - (a) Violation of the provision of this Code and such other violations of laws, rules and regulation or ordinance; (b) Violation of the terms and conditions specified in the Certificate of Registration; and (c) Material misrepresentation.

SECTION 46. APPEAL FROM THE DECISION OF THE MUNICIPAL INVESTMENT INCENTIVE BOARD - Registered Enterprises adversely affected by any decision of the Board relative to the cancellation/revocation of registration or the imposition of fines/penalties in accordance with this Code may file a motion for reconsideration within 15 days from receipt of the decision, otherwise the decision shall become final and executory.

SECTION 47. REFUND AND PENALTIES - In case of the cancellation of the Certificate of Registration, the MIIB shall require the refund of incentives availed of and impose corresponding fines and penalties.

SECTION 48. IMPLEMENTING RULES AND REGULATIONS - To appropriately manage the orderly administration of the provisions of this Code, the MEEDIPO, MPDC, MT, MBO and Administrator of the Municipality shall prepare the Implementing Rules and Regulations for approval of the Board within three (3) months from the issuance of this Code.

ARTICLE XII

SEPARABILITY CLAUSE

SECTION 49. SEPARABILITY CLAUSE - If, for any reason, any portion or provision, section or part of the Code is declared not valid by a Court of competent jurisdiction or suspended or revoked by the Sangguniang Bayan, such judgment shall not affect or impair the remaining portions, provisions, sections, or parts hereof which shall remain or continue to be in full force and effect.

ARTICLE XIV

REPEALING CLAUSE

ARTICLE 50. REPEALING CLAUSE - All ordinances, rules and regulations or parts thereof which are in conflict or inconsistent with the provisions of this Code are hereby considered repealed, amended or modified accordingly.

ARTICLE XV

DATE OF EFFECTIVITY

SECTION 51. EFFECTIVITY - This Code shall take effect upon approval and after due posting and publication as provided for in the Local Government Code.

ETA T. SUM JULO KATRINA L. CON-UI ROGELIO J. BAAY Sa gguniang Bayan Member/ Sangguniang Bayan Me ayan Member nporary Presididing Officer MARIANO E CLARO ASAS, SR ROQUE M. COMPRA Sangguniang Bayan Member iang Bayan Member Sungguniang Bayan Member LNB Presi MANAN. ENEVOLDSEN ERALY D. ARAGON Sangguniang Bayan Member K Fe eration Vice Pre dent Temporary Secretary to the Sangguniang Bayar ENGR. CARLOS & VELOSO 2023

This Ordinance was approved by the Sangguniang Bayan in its Regular Session on June 5, 2023.

ERALYN D. ARAGON
Temporary Secretary to the Sanggunian

ATTESTED:

VIOLETA T. SUMAPIG

Sangguniang Bayan Member/Temporary Presiding Officer

JULCA KATRINA L. CON-UI Sangguniang Bayan Member

FELIPE S. CASAS, SR. Sanggun ang Bayan Member

MERIAM P. UMPAD
Sangguniang Bayan Member

ROGELIO J BAAY Sangguniang Bayan Member

SK Federation President

MIEL ALBERT B. INOPIQUEZ
Sangguniang Bayan Member

ROQUE M. COMPRA Sangguniang Bayan Member

ELLY MARIAN. ENEVOLDSEN
Sangguniang Bayan Member

MARIANO V.DE CLARO
LNB President

APPROVED:

ENGR. CARLOS G. VELOSO

Municipal Mayor

Date: ___JUL 2 4 2023

Office of the Sangguniang Bayan Committee on Business and Economic Development

COMMITTEE REPORT NO. 1, S-2023 - 20 75

The Committee on Business and Economic Development conducted a Public Hearing last May 17, 2023 at Sangguniang Bayan Session Hall, which was attended by Sangguniang Bayan Member Meriam P. Umpad, Chairman on Business and Economic Development and the author of the proposed Municipal Ordinance, Mrs. Mitzi R. Esmero, Municipal Assessor; Mr. Jerimias Lucañas, Municipal Environment and Natural Resources Officer; Mr. Mark C. Luche, Tourism Operation's Office, Mrs. Niceta P. Condes, Municipal Treasurer and Mr. Danilo R. Bestorillo, President of Villaba Chamber and Commerce.

The Public Hearing started at 10:20 o'clock in the morning which was presided by Hon. Meriam P. Umpad.

The Hon. Umpad discussed the Creation of Municipal Investments and Incentives Board (MIIB), its composition as well as its importance in the implementation of the ordinance.

In the public hearing, the Hon. Umpad also mentioned that the importance of this ordinance is to identify what are the investment priority areas in the LGU

Further, she presented the following fiscal incentives that may be given to enterprises consistent with the Local Revenue Code and Book II of the Local Government Code (RA 7160):

(a) Business Taxes Incentive based on the following graduated scheme pursuant to Section 133(g) of the Local Government Code for the first renewal of the Mayor's Permit reckoned within three (3) years for the approval of the original IPA registration:

Number of Years	Small and Medium Enterprise	Large Enterprise	Joint Revenue
First Year	100%	100%	4000/
Second Year	75%	100%	100%
Third Year	50%		100%
Fourth Year		70%	100%
- Julian I Cal	25%	50%	75%

(b) Forty (40%) percent municipal share on Real Property Tax on land directly used in the business and improvements which pertains to buildings and structures essential to the operation of business constructed on the subject realty based on the following graduated scheme:

Number of Years	Small and Medium Enterprise	Large Enterprise	Joint Revenue
First Year	100%	1000/	
Second Year		100%	100%
	75%	100%	100%
Third Year	50%	70%	
Fourth Year	25%		100%
	2570	50%	75%

The Municipal Treasurer suggested that the incentive on 40% municipal share on Real Property Tax shall be eliminated since the payment thereof will be in the Sangguniang Panlalawigan. Such suggestion was also agreed by the attendees.

The public hearing ended at 10:42 o'clock in the morning.

RM.

HON. NIEL ALBERT B. INOPIQUEZ
Member

HON ELLY MARIA N. ENEVOLDSEN Vice-Chairman

HON. MERIAM P. UMPAD Chairman

ATTENDANCE SHEET

PUBLIC HEARING ON THR PROPOSED ORDINANCE, ENTITLED "THE MUNICIPAL INVESTMENTS CODE OF THE THE MUNICIPALITY OF VILLABA, LEYTE MAY 17, 2023 (9:30 AM)

NAME	DESIGNATION/ADDRESS	SIGNATURE
MERIANI P. UMPAD	SB MEMBER	Morempad
MIZIR. ESMERO	MULL ASSESSOR	- Journ
FRANCIS REG PERATER	MUN. TOURISM OFFICE	Quate.
YEREMIAS R. LUCANA	MENNO	
MARK & LUATO	400	
DAMILO R. ROESTORILLO	RUSINER SECTOR REA	V D TO
NI CETA P. CONDES	MT	
ANA LOU DALAG		torenda
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NOTICE OF PUBLIC HEARING

[May 8, 2023]

SUBJECT: PUBLIC HEARING ON THE PROPOSED ORDINANCE ENTITLED: "THE MUNICIPAL INVESTMENTS AND INCENTIVES CODE OF THE MUNICIPALITY OF VILLABA, LEYTE"

The Sangguniang Bayan is inviting all concerned citizens affected by the proposed ordinance to attend the Public Hearing on May 17, 2023 (9:30 AM) at the Sangguniang Bayan Session Hall.

MC QUIR/E P. UMPAD
Secretary to the Sanggunian



Hermosilia Drive, District 28, Ormoc City Contact Nos. (053) 561-0809 & 09285549820 e-mail: easternvisavasmail@gmail.com

Republic of the Philippines)
City of Ormoc)S.S.

AFFIDAVIT OF PUBLICATION

I, JIMA ZANDRA VERGARA, being first duly sworn, deposes and says: that I am the Managing Editor of the EASTERN VISAYAS MAIL, a newspaper edited and published in the City of Ormoc and circulated in the cities of Ormoc, Tacloban Maasin and Calbayog, and in the islands of Leyte, Samar and Biliran, the rest of the Visayas islands, Mindanao, Manila and Luzon;

That the publication captioned:

Republic of the Philippines
Province of Leyte
Municipality of Villaba
OFFICE OF THE SANGGUNIANG BAYAN

MUNICIPAL ORDINANCE NO. 36, S-2023-2025

THE MUNICIPAL INVESTMENTS AND INCENTIVES CODE OF THE MUNICIPALITY OF VILLABA, LEYTE

APPROVED: (SGD)ENGR. CARLOS G. VELOSO Municipal Mayor

was published in said newspaper for () / consecutive weeks in its EV Mail EV Mail July 24-30, 2023, issues.
That I am executing this affidavit to attest to the fact of the foregoing statements. Affiant furthe sayeth naught.
IN WITNESS WHEREOF, I have hereunto affix my signature thisday of , 20 in Ormoc City. JIMAZANDRA J. VERGARA
VERIFICATION SWORN AND SUBSCRIBED before me this day of with affiant exhibiting his Philippines. Philippines.

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Book No.: XVI
Series of 20

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