

[MANILA CITY ORDINANCE NO. 8481, April 05, 2016]

**REGULAR SESSION NO. 197
9th CITY COUNCIL**

**Begun and held in the City Council on Tuesday,
the fourteenth day of July, Two Thousand Sixteen**

**AN ORDINANCE ESTABLISHING THE MANILABIZ (MANILA
BUSINESS PROCESS OUTSOURCING AND INFORMATION
TECHNOLOGY ZONE) IN SAMPALOC, CITY OF MANILA**

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and

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Majority Floor Leader

SECTION 1. Short Title. – This Ordinance shall be known as the "**ManilaBIZ Ordinance of 2015**".

SEC. 2. Declaration – It is hereby declared the policy of the city to actively encourage, promote, induce and accelerate the sound and balance economic and social development of the city in order to provide jobs to Manileños, increase their productivity and their individual and family income, and thereby improve the level and quality of their living conditions through the establishment of a special economic zones in a suitable and strategic location in the city and through measures that shall effectively attract legitimate and productive foreign and local investments.

SEC. 3. Creation of the ManilaBIZ. – In pursuit of the foregoing declared policy, and subject to the concurrence of the Philippine Economic Zone Authority (PEZA), the Department of Trade and Industry (DTI), the Department of Finance (DOF), and other pertinent national government agencies, there is hereby designated a special economic zone, hereinafter referred to as the ManilaBIZ, or the Manila Business Process Outsourcing (BPO) and Information Technology (IT) Zone. The ManilaBIZ shall cover the entire area from España Blvd, to Sergio H. Loyola Street and from Arsenio H. Lacson Street to Padre Noval Street in Sampaloc, City of Manila.

SEC. 4. Governing Principles. – The ManilaBIZ shall be under the supervision of the Bureau of Permits, under the following principles:

- a. Within the framework and limitations of the Manila City Charter, the Local Government Code and applicable provisions of pertinent laws, the ManilaBIZ shall be developed into an area suitable for Business Process Outsourcing (BPO) and Information Technology (IT) enterprises such as call centers, data encoding, transcribing and processing, software development and application, and other related industries.
- b. The ManilaBIZ shall be providing with the following:
 - Telecommunication facilities such as, high-speed fiber-optic telecommunication backbone and high-speed international gateway facility or wide-area network (WAN); or any high speed data telecommunication system that may become available in the future;
 - Uninterruptible power supply; and
 - Infrastructure and other facilities needed to attract legitimate and productive BPO and IT investment.
- c. Prospective applicants as an accredited enterprise in the ManilaBIZ shall be required to have:
 - Minimum available business floor area of 5,000 square meters (including common areas, such as lobbies, elevator/stairways, corridors, wash rooms/rest room/toilets and utility areas, but excluding parking areas and roof gardens); and,
 - Computer security and building monitoring and maintenance systems, such as computer firewalls, encryption technology, fluctuation controls.
- d. The areas comprising the ManilaBIZ may be expanded or reduced when necessary by the City Council, upon the recommendation of the Bureau of Permits.

SEC. 5. Incentives to Registered Enterprise. – The Bureau of Permits, subject to the requirements of the PEZA and other regulating agencies, shall endeavor to work for the grant of the following incentives to the registered enterprises, which earns at least seventy percent (70%) of its normal operation revenues from the sale of its products or services abroad for foreign currency, including but not limited to the following:

- a. PEZA Incentives:
 - Income Tax Holiday (ITH);
 - After the ITH period, the option to pay a special 5% tax on gross income earned, in lieu of all national and local taxes;
 - Exemption from payment of import duties and taxes on imported machinery and equipment and raw materials;
 - Additional deduction equivalent to 50% of training expenses, chargeable against the 3% share of the national government in the special 5% tax on gross income;
 - Permanent residence status for foreign investors with initial investments of US\$ 150,000.00 or more;
 - Employment of non-resident aliens; and
 - Other PEZA incentives.
- b. City Government Incentives
 - Exemption from payment of real property taxes for three (3) years;
 - Exemption from payment of business permits and licenses for three (3) years;