

Table J.1.c.
2018 INVESTMENT TAX EXPENDITURES, BY INVESTMENT PROMOTION AGENCY (IPA), BY TYPE OF TAX INCENTIVES, FY 2017-2019
(in thousand pesos)

Sector	2017									
	Programmed ¹					Actual ²				
	Income Tax Holiday	Special Income Tax Rate	Customs Duties	Import VAT (gross)	Total	Income Tax Holiday ⁵	Special Income Tax Rate ⁶	Customs Duties	Import VAT (gross)	Total
Authority Freeport Area of Bataan (AFAB)	118,145	297,385	1,030,954	2,816,240	4,262,724	221,422	244,978	2,207,940	7,730,511	10,404,851
Aurora Pacific Economic Zone and Freeport (APECO)	-	-	179	351	529	-	-	-	-	-
Bases Conversion and Development Authority (BCDA)	-	-	-	-	-	92	-	-	-	92
Board of Investments (BOI)	34,373,464	2,898,065	2,282,008	355,561	39,909,100	29,554,190	3,976,894	1,272,080	234,860	35,038,023
Clark Development Corporation (CDC)	7,760,076	9,023,415	3,788,626	19,885,935	40,458,051	8,962,090	3,225,270	2,798,198	29,508,816	44,494,373
Cagayan Economic Zone Authority (CEZA)	-	530,577	10,018	97,804	638,399	10,116	174,966	619,773	888,898	1,693,753
Philippine Economic Zone Authority (PEZA)	38,537,281	35,665,986	56,494,291	200,566,612	331,264,170	31,049,080	46,805,472	39,408,357	228,499,678	345,762,587
Poro Point Management Corporation (PPMC)	-	44,082	1,609	2,168	47,859	-	25,934	-	-	25,934
Subic Bay Management Authority (SBMA)	289,319	2,243,331	594,694	2,405,055	5,532,399	382,236	2,273,513	204,354	802,009	3,662,112
Tourism Infrastructure and Enterprise Zone Authority (TIEZA)	15,033	-	-	-	15,033	27,130	-	-	-	27,130
Zamboanga City Special Economic Zone Authority (ZCSEZA)	9,470	7,292	-	-	16,762	2,684	4,937	128	597	8,345
Total	81,102,787	50,710,135	64,202,378	226,129,726	422,145,026	70,209,039	56,731,964	46,510,829	267,665,369	441,117,201
Cooperative Development Authority (CDA)	-	-	-	-	-	-	-	-	-	-
Total	81,102,787	50,710,135	64,202,378	226,129,726	422,145,026	70,209,039	56,731,964	46,510,829	267,665,369	441,117,201

¹ Values reflected are 2016 projections of investment tax expenditures for 2017 as stated in the 2016 report.

² Values reflected are 2017 actual amount of investment tax expenditures as stated in the 2017 report.

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⁴ The 2019 projections of investment tax expenditure for incentives on income tax were computed using the 2017-2018 nominal GDP growth rates by sector as reported by the Philippine Statistics Authority (PSA), while the projections of investment tax expenditure for incentives on customs duties were computed using the 2018-2019 growth rate of value of imports as reported by the BOC.

⁵ The investment tax expenditure on ITH was computed by applying the regular income tax rate of 30% to the net taxable income.

⁶ The investment tax expenditure on special income tax rate was computed as the difference between the amount that would have been paid to the national government under a regular corporate income tax regime and the amount actually paid under the special income tax rate regime.

⁷ The income tax incentives of cooperatives were computed based on the preferential tax treatment of cooperatives in accordance with Republic Act 9520, and are to be included in the TIMTA report, as stated in the TIMTA law

*The amount of ITH incentives under CDC and SBMA is from double-registered firms which are also registered in IPAs with ITH incentives.

**The amount of special income tax rate incentives under BOI is from double-registered firms and firms in the energy sector which receive GIE incentives.

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Sources: Bureau of Internal Revenue (BIR), Bureau of Customs (BOC), DOF staff computation

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Sector	Programmed ³					2018 Actual					Actual (CDA)				
	Income Tax Holiday	Special Income Tax Rate	Customs Duties	Import VAT (gross)	Total	Income Tax Holiday ⁵	Special Income Tax Rate ⁶	Customs Duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ⁷	Total (including incentives of cooperatives)
	Authority Freeport Area of Bataan (AFAB)	221,591	245,174	2,417,134	8,462,945	11,346,844	198,005	258,922	1,795,741	4,719,360	6,972,028	-	-	-	-
Aurora Pacific Economic Zone and Freeport (APECO)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bases Conversion and Development Authority (BCDA)	92	-	-	-	92	133	-	-	-	133	-	-	-	-	133
Board of Investments (BOI)	29,581,883	3,981,338	1,392,604	257,112	35,212,937	24,470,414	4,303,406	6,612,888	86	35,386,794	-	-	-	-	35,386,794
Clark Development Corporation (CDC)	8,968,301	3,228,128	3,063,315	32,304,657	47,564,402	11,585,938	4,915,403	3,027,396	46,851,935	66,380,671	-	-	-	-	66,380,671
Cagayan Economic Zone Authority (CEZA)	10,123	175,146	678,494	973,118	1,836,881	-	31,736	90,067	55,781	177,585	-	-	-	-	177,585
Philippine Economic Zone Authority (PEZA)	31,075,976	46,846,549	43,142,139	250,149,097	371,213,761	29,489,088	51,334,454	44,958,995	236,781,108	362,563,645	-	-	-	-	362,563,645
Poro Point Management Corporation (PPMC)	-	25,961	-	-	25,961	-	54,760	-	-	54,760	-	-	-	-	54,760
Subic Bay Management Authority (SBMA)	382,660	2,275,340	223,715	877,996	3,759,711	330,327	2,030,358	520,865	2,746,348	5,627,897	-	-	-	-	5,627,897
Tourism Infrastructure and Enterprise Zone Authority (TIEZA)	27,158	-	-	-	27,158	-	-	-	-	-	-	-	-	-	-
Zamboanga City Special Economic Zone Authority (ZCSEZA)	2,687	4,941	140	653	8,421	-	4,245	49	277	4,571	-	-	-	-	4,571
Total	70,270,471	56,782,577	50,917,542	293,025,578	470,996,167	66,073,904	62,933,283	57,006,002	291,154,895	477,168,083	-	-	-	-	477,168,083
Cooperative Development Authority (CDA)	-	-	-	-	-	-	-	-	-	-	1,824,269	39,013,782	651,908	41,489,958	41,489,958
Total	70,270,471	56,782,577	50,917,542	293,025,578	470,996,167	66,073,904	62,933,283	57,006,002	291,154,895	477,168,083	1,824,269	39,013,782	651,908	41,489,958	518,658,042

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Sector	2019									
	Projections ⁴					Projections (CDA)				
	Income Tax Holiday	Special Income Tax Rate	Customs Duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ⁷	Total (including incentives of cooperatives)
Authority Freeport Area of Bataan (AFAB)	198,064	259,006	1,908,873	5,016,679	7,382,622	-	-	-	-	-
Aurora Pacific Economic Zone and Freeport (APECO)	-	-	-	-	-	-	-	-	-	-
Bases Conversion and Development Authority (BCDA)	133	-	-	-	133	-	-	-	-	-
Board of Investments (BOI)	24,494,289	4,308,077	7,029,500	92	35,831,958	-	-	-	-	-
Clark Development Corporation (CDC)	11,594,395	4,919,910	3,218,122	49,803,607	69,536,034	-	-	-	-	-
Cagayan Economic Zone Authority (CEZA)	-	31,769	95,742	59,295	186,806	-	-	-	-	-
Philippine Economic Zone Authority (PEZA)	29,515,469	51,380,405	47,791,412	251,698,318	380,385,604	-	-	-	-	-
Poro Point Management Corporation (PPMC)	-	54,817	-	-	54,817	-	-	-	-	-
Subic Bay Management Authority (SBMA)	330,685	2,032,142	553,679	2,919,368	5,835,873	-	-	-	-	-
Tourism Infrastructure and Enterprise Zone Authority (TIEZA)	-	-	-	-	-	-	-	-	-	-
Zamboanga City Special Economic Zone Authority (ZCSEZA)	-	4,249	53	295	4,596	-	-	-	-	-
Total	66,133,035	62,990,374	60,597,380	309,497,653	499,218,442	-	-	-	-	499,218,442
Cooperative Development Authority (CDA)	-	-	-	-	-	1,826,457	39,061,256	652,570	41,540,283	41,540,283
Total	66,133,035	62,990,374	60,597,380	309,497,653	499,218,442	1,826,457	39,061,256	652,570	41,540,283	540,758,725

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