

ELUCIDATION OF
REGULATION OF THE PROVINCE OF WEST NUSA TENGGARA
NUMBER 8 OF 2016
ON
FACILITIES AND EASE OF LOCAL TAX AND RETRIBUTIONS IN MANDALIKA
SPECIAL ECONOMIC ZONE

I. GENERAL

In order to accelerate the development of economic activities in the West Nusa Tenggara Province that are strategic for the development of the national economy, especially in the Central Lombok Regency, the Government has established the Mandalika KEK located in Pujut Sub district, Central Lombok Regency based on Government Regulation Number 52 of 2014 on Mandalika Special Economic Zone.

The development of the Mandalika region as a Special Economic Zone has the potential and excellence in geo-economics and geostrategic. The geo-economic superiority of the Mandalika region is to have marine tourism objects supported by white sand beaches and exotic and natural beauty. Whereas the geostrategic advantage of the Mandalika region is to have a concept of tourism development that is environmentally sound with the development of solar power plants and located close to Lombok International Airport.

Given that the Mandalika KEK is a support for accelerating national economic development as well as regional economic development, one of the efforts of the Regional Government in accelerating development in this region is to encourage increased investment into the Mandalika KEK. For that according to regional authority and regional economic development policies that are guided by legislation, the Local Government of West Nusa Tenggara Province needs to issue the provision

of facilities and ease in the form of deduction, relief and exemption from Local Taxes and Retributions to Business Entities and/or Perpetrators Business in Mandalika KEK.

In addition, the provision of deductions, relief and exemptions from Local Taxes and Retributions to Business Entities and/or Business Actors in the Mandalika KEK is also intended as a follow-up to the provisions of Article 22 of Government Regulation Number 96 of 2015 on Facilities and Ease in Special Economic Zones that Regional Governments can provide facilities and facilities in the form of deductions, relief, and exemptions from Local Taxes and Retributions to Business Entities and/or Business Actors in KEK. The provisions regarding the form, quantity, and procedures for reduction, relief, and exemption of Local Taxes and Retributions for Business Entities and/or Business Actors the business in the KEK is issued by Regional Regulation.

Regional Regulations concerning the provision of deductions, relief and exemptions for Local Taxes and Retributions in the Mandalika KEK are intended to ensure business certainty and legal certainty for investors, especially Business Entities and Business Actors who invest or carry out business activities in the Mandalika KEK.

In this Regional Regulation, the form of Local Taxes and Retributions given for deduction, relief and exemption for Business Entities and/or Business Actors in the Mandalika KEK are Local Taxes and Retributions collected and authorized by Provincial Governments including PKB, BBNKB, PAP and IMTA Extension Retribution.

This Regional Regulation basically regulates the form and amount of deduction, relief, and exemption from Local Taxes and Retributions for Business Entities and/or Business Actors in the Mandalika KEK; procedures for deduction, relief, and exemption from Local Taxes and Retributions; criteria for business sectors for Business Entities and/or Business Actors in Mandalika KEK which can obtain deductions, relief, and exemptions from local Taxes and Retributions; and the reporting and evaluation mechanism for Business Entities and/or Business Actors in the Mandalika KEK who obtain deductions, relief, and exemptions from Local Taxes and Retributions.

II. ARTICLE BY ARTICLE

Article 1

Sufficiently clear.

Article 2

Section (1)

Point a

Business field which is the main activity of KEK tourism is determined by the National Council of KEK

Point b

Sufficiently clear.

Section (2)

Sufficiently clear.

Section (3)

Sufficiently clear.

Article 3

Sufficiently clear.

Article 4

Sufficiently clear.

Article 5

Sufficiently clear.

Article 6

Sufficiently clear.

Article 7

Sufficiently clear.

Article 8

Sufficiently clear.

Article 9

Sufficiently clear.

Article 10

The exemption of BBNKB from the transfer of ownership or transfer of Motor Vehicles from outside the area to the Mandalika KEK is intended to curb the administration of registration of motor vehicles from outside the Region operating in the West Nusa Tenggara Province.

On the other hand, the exemption of BBNKB is also to accelerate the change in ownership of motor public transport vehicles and/or public transportation of personal property or business entities in accordance with the provisions of legislation, so as to become an object of PKB and increase public awareness of paying motor vehicle tax.

Article 11

Sufficiently clear.

Article 12

Sufficiently clear.

Article 13

Sufficiently clear.

Article 14

Sufficiently clear.

Article 15

Section (1)

The report submitted to the Governor is a report on the provision of facilities for deduction, relief, or exemption from Local Taxes and Retributions obtained by the Agency Businesses and Business Actors in Mandalika KEK.

Article 16

Sufficiently clear.

Article 17

Sufficiently clear.

Article 18

Sufficiently clear.

Article 19

Sufficiently clear.

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