



## BUPATI SITUBONDO

### REGULATION OF THE BUPATI SITUBONDO

NUMBER 67 OF 2021

### CONCERNING

### GRANTING INCENTIVES AND INVESTMENT FACILITIES IN SITUBONDO REGENCY

WITH THE BLESSING OF GOD ALMIGHTY

THE BUPATI OF SITUBONDO,

Considering : a. that investment is one of the factors driving economic growth that creates jobs, thereby reducing unemployment and increasing the purchasing power of the community;

b. that to enhance investment and ease of doing business, efforts must be made to create an investment climate and business climate that supports the realization of investments in Situbondo Regency through the provision of incentives and investment facilities;

c. that based on considerations as referred to in letters a and b, it is necessary to establish the Regent Regulation of Situbondo regarding the Provision of Incentives and Investment Facilities in Situbondo Regency.

Considering : 1. Law Number 12 Year 1950 Regarding the Formation of Districts/Cities in The Environment of East Java Province (State Gazette of the Republic of Indonesia Year 1950 Number 19, Supplement State Gazette of the Republic of Indonesia Number 9) as amended by Law Number 2 of 1965 (State Gazette of the Republic of Indonesia Year 1965 Number 19, Supplement State Gazette of the Republic of Indonesia Number 2730);

2. Law Number 25 Year 2007 Regarding Investment (State Gazette of the Republic of Indonesia Year 2007 Number 67, Supplement State Gazette of the Republic of Indonesia Number 4724);

3. Law Number 20 of 2008 regarding Micro, Small, and Medium Enterprises (State Gazette of the Republic of Indonesia Year 2008 Number 93, Supplement State Gazette of the Republic of Indonesia Number 4866);

4. Law Number 28 of 2009 on Regional Taxes and Regional Retribution (State Gazette of the Republic of Indonesia Year 2009 Number 130, Supplement to the State Gazette of the Republic of Indonesia Number 5049);

5. Law Number 23 of 2014 on Regional Government (State Gazette of the Republic of Indonesia Year 2014 Number 244, Supplement to the State Gazette of the Republic of Indonesia Number 5587) as amended several times most recently by Law Number 9 of 2015 (State Gazette of the Republic of Indonesia Year 2015 Number 58, Supplement to the State Gazette of the Republic of Indonesia Number 5679);
6. Law Number 11 of 2020 on Job Creation (State Gazette of the Republic of Indonesia Year 2020 Number 245, Supplement to the State Gazette of the Republic of Indonesia Number 6573);
7. Government Regulation Number 12 of 2019 on Regional Financial Management (State Gazette of the Republic of Indonesia Year 2019 Number 42, Supplement to the State Gazette of the Republic of Indonesia Number 6322);
8. Government Regulation Number 24 of 2019 on the Provision of Incentives and Investment Facilities in the Regions (State Gazette of the Republic of Indonesia Year 2019 Number 63, Supplement to the State Gazette of the Republic of Indonesia Number 6330);
9. Presidential Regulation Number 97 of 2014 concerning Organization Service Integrated Satu Pintu (State Gazette of the Republic of Indonesia Year 2014 Number 221);
10. Presidential Regulation Number 44 of 2016 concerning the List of Closed Business Fields and Business Fields Open with Conditions in the Field of Investment (State Gazette of the Republic of Indonesia Year 2016 Number 97); 11. Regulation of the Minister of Home Affairs Number 64 of 2012 on Guidelines for the Implementation of Incentives and Facilitation of Investment in the Regions (State Gazette of the Republic of Indonesia Year 2012 Number 930); 12. Regulation of the Minister of Home Affairs Number 80 of 2015 concerning the Establishment of Regional Legal Products (State Gazette of the Republic of Indonesia Year 2015 Number 2036) as amended by Regulation of the Minister of Home Affairs Number 120 of 2018; 13. Regulation of the Minister of Home Affairs Number 138 of 2017 concerning the Implementation of Integrated One-Stop Service in the Region (State Gazette of the Republic of Indonesia Year 2017 Number 1956);

DECIDES:

To Establish : THE REGENT REGULATION CONCERNING THE PROVISION OF INCENTIVES AND FACILITIES FOR INVESTMENT IN SITUBONDO REGENCY.

## CHAPTER I

### GENERAL PROVISIONS

#### Article 1

In this Bupati Regulation, the following terms are defined:

1. The area is Situbondo Regency.
2. The Local Government is the Situbondo Regency.
3. The Regent is the regent of Situbondo.

4. The provision of incentives is a fiscal policy support from the local government to the community and/or investors in order to encourage increased investment in the region.
5. The provision of facilities is the provision of non-fiscal facilities by the local government to the community and/or investors to facilitate every investment activity and to enhance investment in the region.
6. Investment is any form of activity to invest capital, whether by Domestic Investors or Foreign Investors to conduct business in the Situbondo Regency.
7. An investor is an individual or business entity that makes investments, which can include domestic investments and foreign investments.
8. The community is a person or a group of people who are citizens of the Republic of Indonesia and own and/or engage in business activities in accordance with the provisions of the legislation.
9. A Micro Business is a productive business owned by individuals and/or individual business entities that meets the criteria for micro businesses as referred to in the Law on Micro, Small, and Medium Enterprises.
10. Small Enterprises are productive economic activities that are independent and carried out by individuals or business entities that are not subsidiaries or branches of companies owned, controlled, or part, either directly or indirectly, of medium or large enterprises that meet the criteria for small enterprises as defined in the Law on Micro, Small and Medium Enterprises.
11. Medium Enterprises are productive economic activities that stand alone, carried out by individuals or business entities that are not subsidiaries or branches of companies owned, controlled, or part of, either directly or indirectly, small or large enterprises with a net worth or annual sales as defined in the Law on Micro, Small and Medium Enterprises.
12. A large enterprise is a productive economic endeavor conducted by a business entity with a net worth or annual sales revenue greater than that of a medium enterprise, which includes state-owned or private national enterprises, joint ventures, and foreign enterprises conducting economic activities in Indonesia.
13. A cooperative is a legal entity established by individuals or cooperative legal entities, with the separation of the wealth of its members as capital to conduct business, which meets the aspirations and common needs in the fields of economy, social, and culture in accordance with the values and principles of cooperatives.
14. The One-Stop Integrated Service, hereinafter referred to as PTSP, is an activity for organizing licensing and non-licensing services that receives delegation or transfer of authority from institutions or agencies that have licensing and non-licensing authority, with the management process starting from the application stage to the issuance of documents conducted in one place.

15. The Business Climate is the condition pursued by the Regional Government through the establishment of various regulations and legislation and policies in various aspects of economic life so that investors obtain preferential treatment, certainty, opportunities, protection, and broad support for their business activities.
16. The Investment Activity Report, hereinafter abbreviated as LKPM, is a periodic report submitted by the company regarding the development of the implementation of its Investment in accordance with the applicable regulations.

## Article 2

- (1) The purpose of this Regent Regulation is to serve as a guideline for providing incentives and investment facilities in Situbondo Regency.
- (2) The objectives of providing investment incentives and facilities are:
  - a. to create attractiveness and competitiveness for both investors and potential investors;
  - b. expand access for the business world to data and investment information;
  - c. increasing regional economic growth;
  - d. creating job opportunities;
  - e. encouraging increased investment; and
  - f. improving community welfare.

## Article 3

The provision of incentives and/or the provision of Investment facilities is carried out based on the principle of:

- a. legal certainty;
- b. equality;
- c. transparency;
- d. accountability; and
- e. effective and efficient.

## Article 4

- (1) The principle of legal certainty as referred to in Article 3 letter a is that the Regional Government establishes law and regulations as the basis for every policy and action in providing incentives and/or granting investment facilities.
- (2) The principle of equality as referred to in Article 3 letter b is that the Local Government provides the same treatment to investors without favoring or benefiting any particular group, community, or scale of business.
- (3) The principle of transparency as referred to in Article 3 letter c is that the Local Government provides openness of information in the granting of incentives and/or facilitation to the community and/or investors.
- (4) The principle of accountability as referred to in Article 3 letter d is that the Local Government determines the form of accountability for the granting of incentives and/or facilitation of investment.

(5) The principles of effectiveness and efficiency as referred to in Article 3 letter e are that the Regional Government prioritizes rational and economic considerations as well as guarantees that impact the increase of productivity and public services.

## CHAPTER II

### SCOPE

#### Article 5

The scope regulated in this Regent Regulation is:

- a. criteria for granting incentives and providing investment facilities;
- b. forms of granting incentives and providing investment facilities;
- c. the basis for the assessment of granting incentives and providing investment facilities;
- d. the procedure for granting incentives and providing investment facilities;
- e. verification and assessment team;
- f. reporting and evaluation;
- g. construction and supervision; and
- h. administrative sanctions.

## CHAPTER III

### CRITERIA FOR GRANTING INCENTIVES AND FACILITIES FOR INVESTMENT

#### Article 6

Incentives and/or investment facilities are granted to the community and/or Investors who meet the following criteria:

- a. contribute to increasing the income of the community;
- b. absorbing local labor;
- c. utilizing most local resources;
- d. contributing to the improvement of public services;
- e. contributing to the increase of regional gross domestic product;
- f. environmentally conscious and sustainable;
- g. infrastructure development;
- h. conducting technology transfer;
- i. engaging in pioneering industries;
- j. conducting research, development, and innovation;
- k. partnering with micro, small, or cooperative enterprises;
- l. industries that use capital goods, machinery, or equipment produced domestically;
- m. conducting business activities in accordance with national and/or regional priority programs; and/or
- n. located in remote areas or underdeveloped regions.

**CHAPTER IV**  
**FORMS OF INCENTIVES AND FACILITIES FOR INVESTMENT**  
**Article 7**

- (1) The Regional Government may provide incentives in the form of:
  - a. reduction, relief, or exemption from Regional Taxes;
  - b. reduction, relief or exemption from Regional Retribution.
- (2) Reduction, relief, or exemption from Regional Taxes as referred to in paragraph (1) letter a includes the provision of reductions, relief, or exemptions in certain cases on the principal of regional taxes and/or their sanctions, including:
  - a. hotel tax;
  - b. advertising tax;
  - c. groundwater tax; and/or
  - d. urban and rural land and building tax (PBB).
- (3) Reduction, relief, or exemption of Regional Retribution as referred to in paragraph (1) letter b in the form of retribution for building permits with business functions.

**Article 8**

- (1) In addition to providing incentives as mentioned in Article 7, the Regional Government also provides facilities in the form of:
  - a. provision of data and information on investment opportunities;
  - b. facilitation of land/location provision;
  - c. acceleration of integrated one-stop licensing;
  - d. provision of security and comfort; and
  - e. provision of infrastructure and facilities. (
- (2) Provision of data and information on investment opportunities as referred to in paragraph (1) letter a, including:
  - a. information on the economic potential of the region;
  - b. the spatial planning of the district; and
  - c. strategic plans and regional priority scales.
- (3) Facilitation of the provision of land/location as referred to in paragraph (1) letter b in the form of providing data and information or guidance regarding priority areas for regional economic development according to their allocation.
- (4) The acceleration of the integrated one-stop licensing provision as referred to in paragraph (1) letter c is carried out to shorten the time, with low costs, and procedures that are precise and quick using an integrated electronic licensing system.
- (5) The provision of security and comfort as referred to in paragraph (1) letter d is carried out to provide security and comfort guarantees to investors in capital investment in the region.
- (6) Provision of infrastructure and facilities as referred to in paragraph (1) letter e, among others:
  - a. electricity network;

- b. roads;
- c. transportation;
- d. telecommunication networks; and
- e. clean water networks.

(7) Provision of infrastructure as referred to in paragraph (6), adjusted to the capabilities of the Region and the provisions of laws and regulations.

#### Article 9

- (1) The Regional Government may provide one or more incentives and facilities as referred to in Article 7 and Article 8 to the community and/or investors.
- (2) Provision of investment incentives and facilities to the community and/or investor is established by The Decision of the Regent.
- (3) The Decision of the Regent as referred to in paragraph (2) must at least contain the name, address of the applicant, field of business or investment activities, form of incentives and/or ease, duration of incentives, and the rights and duties of the recipients of incentives and/or investment ease.
- (4) The duration of the provision of incentives to the community and/or investors is a maximum of 3 (three) years in accordance with the priority scale for providing incentives.

### CHAPTER V

#### CRITERIA FOR ASSESSING THE PROVISION OF INCENTIVES AND INVESTMENT FACILITIES

#### Article 10

- (1) The Regent determines the community and/or investors who receive incentives and/or investment facilities based on the assessment conducted by the assessment team.
- (2) The basis for assessing the provision of incentives and facilities uses variables and regional priority scales as stated in the Appendix and is an integral part of this Regent Regulation.

### CHAPTER VI

#### PROCEDURES FOR GRANTING INCENTIVES AND FACILITIES FOR INVESTMENT

#### Article 11

- (1) Applications for incentives and/or facilities are submitted by the company leadership to the Regent through the Head of the Investment and One-Stop Integrated Service Office of Situbondo Regency.
- (2) The application for incentives and/or facilities is made in the following manner:
  - a. For new investors, the applicant submits a written application letter in Indonesian, in the format as stated in the Appendix and is an integral part of this Regent Regulation, along with the following attachments:

1. Photocopy of the Identity Card (KTP) or a valid identification of the applicant;
2. The company profile must at least include the vision, mission, scope of business, composition of the Board of Directors, and management, as well as a photocopy of company legal documents;
3. The form of incentives and/or facilities that are requested;
4. stamped sufficiently if the application is represented;
5. Photocopy of KTP or valid identification proof from the recipient of power if application is represented; and
6. Business Registration Number Photocopy.

b. For investors who have been operating and will do expansion efforts, the applicant submits a written application letter in Indonesian, in the format as stated in the Appendix and is an inseparable part of this Regent Regulation, accompanied by:

1. Photocopy of the ID card or valid identification proof from the applicant;
2. The profile of the company's expansion plan must at least include the vision, mission, scope of business, composition of the Board of Directors and company management, as well as photocopies of the company's legal documents;
3. The company's balance sheet for the last 2 (two) years and the company's profit and loss calculation for the last 2 (two) years;
4. The development of the business that includes the business capacity and product marketing per year for the last 2 (two) years;
5. The scope of the business that includes the type and capacity of the current business and the one that will be expanded;
6. The form of incentives and/or facilities that are requested;
7. Power of attorney stamped sufficiently if the application is represented;
8. A photocopy of the ID card or valid identification proof from the recipient of power if the application is represented;
9. A photocopy of the Business License or Principle License for Investment Expansion; and
10. The latest Investment Activity Report (LKPM).

(3) The provision of incentives in the form Reduction, relief or exemption of Regional Taxes and Regional Retribution as referred to in Article 7 is coordinated by the Regional Device handling affairs of government in the Field of Revenue, Financial Management, and Regional Assets of Situbondo Regency.

**CHAPTER VII**  
**VERIFICATION AND ASSESSMENT TEAM**

**Article 12**

- (1) The Regent establishes The Verification and Assessment of the Incentive and Investment Facility Grant activities.
- (2) The composition of the membership of the Verification and Assessment Team as referred to in paragraph (1) consists of:
  - a. Chairperson: Secretary of the Region b. Vice Chairman: Assistant for Economic Affairs and Economy and Development c. Member:
    1. Regional Device Elements that implement affairs government field planning;
    2. Elements of Regional Devices that implement affairs government in the field of finance;
    3. Elements of Regional Devices that implement affairs government field investment;
    4. Elements of Regional Devices that implement affairs government field Education;
    5. Elements of Regional Devices that implement affairs government in the field of health;
    6. Elements of Regional Devices that implement affairs government field public works and spatial planning;
    7. Elements of Regional Devices that implement affairs government field public housing and settlement areas;
    8. Elements of Regional Devices that implement affairs government field peace and public order as well as community protection;
    9. Elements of Regional Devices that implement affairs government field labor;
    10. Elements of Regional Devices that implement affairs government in the field of environmental life;
    11. Elements of Regional Devices that implement affairs government field transportation;
    12. Elements of Regional Devices that implement affairs government in the fields of cooperatives, small, and medium enterprises;
    13. Elements of Regional Devices that implement affairs government field culture;
    14. Elements of Regional Devices that implement affairs government in the field of maritime and fisheries;
    15. Elements of Regional Devices that implement affairs government in the field of tourism;
    16. Elements of Regional Devices that implement affairs government in the field of agriculture;
    17. Elements of Regional Devices that implement affairs government field trade;
    18. Elements of Regional Devices that implement affairs government field industry.

(3) The Verification and Assessment Team referred to in paragraph (2) is established by the Regent's Decree.

### Article 13

The team referred to in Article 12 paragraph (1) has the following duties:

- a. to conduct verification of proposals and checking completeness of the requirements that must be met;
- b. assess each criterion in a measurable manner;
- c. using a scoring matrix to determine the form and amount of incentives and investment facilities;
- d. establishes the sequence of investors who will receive incentives and investment facilities;
- e. establishing the form and amount of incentives to be given;
- f. to convey recommendation to officials who are authorized to be designated as recipients of incentives and recipients of investment facilities; and
- g. to conduct monitoring and evaluation of the implementation of investment activities that receive incentives and/or investment facilities.

### Article 14

- (1) Applications for incentives and facilities submitted by the applicant as referred to in Article 11 paragraph (1) are verified by the Verification and Assessment Team in a coordination meeting.
- (2) The coordination meeting referred to in paragraph (1) must be held no later than 5 (five) working days from the receipt of the application in a complete and correct manner.
- (3) The Verification and Assessment Team may conduct visits to the applicant's location if deemed necessary.
- (4) The results of the Verification and Assessment Team's Recommendations become the basis for the Regent's consideration in determining the investors who receive incentives and/or facilities as referred to in Article 9 paragraph (2).
- (5) The Regent's decision as referred to in paragraph (4) shall be established no later than 14 (fourteen) working days from the receipt of the Verification and Assessment Team's report.
- (6) The format of the Verification and Assessment Team's Recommendations as referred to in paragraph (5) is included in the Appendix and is an integral part of this Regent Regulation.

### Article 15

The provision of facilities as referred to in Article 8 is coordinated by the Regional Device that handles affairs government field Investment and Integrated One-Stop Service after the company obtains the Business Identification Number.

## CHAPTER VIII

### REPORTING AND EVALUATION

#### Article 16

- (1) Investors receiving incentives and/or facilities for investment shall submit a report to the Regent at least once a year.
- (2) Report as intended in paragraph (1) submitted no later than every January of the following year.
- (3) The report referred to in paragraph (1) must at least contain:
  - a. the report on the use of incentives and facilities;
  - b. business management; and
  - c. business activity plans.
- (4) The format of the report referred to in paragraph (1) is included in the Appendix and is an integral part of this Regent Regulation.

#### Article 17

The Regent submits a report on the implementation of the provision of incentives and/or investment facilities in the Region to the Governor periodically once a year.

#### Article 18

- (1) The Regent conducts an evaluation on the effectiveness of the implementation of the provision of incentives and/or facilities that have been given to the community and/or investors.
- (2) The evaluation referred to in paragraph (1) shall be conducted at least once a year.
- (3) The evaluation is based on: a. A written report submitted by the recipient of the incentives and facilities; and b. Visits to the business location of the recipient of the incentives and facilities.
- (4) The results of the evaluation referred to in paragraph (1) shall serve as the basis for guidance and supervision.

#### Article 19

The provision of incentives and facilities may be reviewed if, based on the evaluation results, they no longer meet the criteria or are contrary to the provisions of the legislation.

## CHAPTER IX

### GUIDANCE AND SUPERVISION

#### Article 20

- (1) The Regent conducts guidance and supervision over the implementation of incentives and/or facilities for the community and/or investors.

- (2) In carrying out the guidance and supervision as referred to in paragraph (1), the Regent coordinates with relevant agencies and establishes a Working Group for Guidance and Supervision of the Provision of Incentives and/or Facilities for the Community and/or Investors to enhance cooperation among stakeholders.
- (3) The Working Group as referred to in paragraph (2) is established by the Regent's Decree.

## CHAPTER X

### ADMINISTRATIVE SANCTIONS

#### Article 21

- (1) Investor who violates provisions as referred to in Article 16 shall be subject to administrative sanctions.
- (2) Administrative sanctions as referred to in paragraph (1) consist of:
  - a. written warning;
  - b. restriction of business activities;
  - c. freezing of business activities and/or investment facilities; or
  - d. revocation of permission and/or investment facilitation.
- (3) Implementation of the imposition of administrative sanctions as referred to in paragraph (2) shall be implemented hierarchically in accordance with the provisions of laws and regulations.

#### Article 22

- (1) Investor who does not implement Reporting as referred to in Article 16 shall be given a written warning no later than 1 (one) month after the deadline for reporting has passed.
- (2) The written warning referred to in paragraph (1) shall be given a maximum of 3 (three) times in succession with the following provisions:
  - a. The first written warning shall be given within 7 (seven) working days;
  - b. The second written warning shall be given If the first warning is not heeded within 3 (three) working days;
  - c. A third written warning is given if the second warning is not heeded within 3 (three) working days.
- (3) Investors who do not heed the warnings until the third written warning are charged administrative sanctions in the form of business activity restrictions as referred to in Article 21 paragraph (2) letter b.
- (4) In the event the investor does not heed administrative sanctions in the form of restrictions on business activities, as referred to in paragraph (3), impose administrative sanctions on investors by freezing business activities and/or investment facilities as referred to in Article 21 paragraph (2) letter c.
- (5) In the event the investor does not heed administrative sanctions in the form of freezing business activities and/or investment facilities as referred to in paragraph (4), the investor is subject to administrative sanctions in the form

of revocation of permission and/or investment implementation facilities as referred to in Article 21 paragraph (2) letter d.

## CHAPTER XI

### CLOSING PROVISIONS

#### Article 23

This Regent Regulation shall come into force on the date of promulgation. In order for everyone to know it, the invitation of this Regent Regulation is ordered by placing it in the Regional News of Situbondo Regency.

Established in Situbondo

On December 31, 2021

THE BUPATI OF SITUBONDO,  
*ttd.*

KARNA SUSWANDI

Enacted in Situbondo

On December 31, 2021

SECRETARY OF THE REGION SITUBONDO REGENCY,

*ttd*

SYAIFULLAH

REGIONAL NEWS OF SITUBONDO REGENCY YEAR 2021 NUMBER 67

ATTACHMENT to the Regulation of the  
Regent of Situbondo

Date: 31 Dec 2021

Number: 67 Year 2021

BASIS FOR ASSESSMENT OF PROVISION OF INCENTIVES  
AND FACILITIES FOR INVESTMENT

a. Assessment variables for the provision of incentives and facilities

NO.	CRITERIA	VARIABLE	INDICATOR	VALUE
1	Contribution Towards Increasing Community Income	The impact on average income of the community	a. Level average employee income per month below Regional Minimum Wage (UMK); b. Level average employee income per month equal with the minimum wage; c. Level average employee income per month above minimum wage.	0 2 4
2	Absorbing Local Labor	The use of local labor as production and managerial labor	a. Absorbing local labor less than 30% (thirty percent); b. Absorbing local labor between 30% (thirty-one percent) to 60% (sixty percent); c. Absorbing local labor more than 60% (sixty percent).	0 2 4
3	Using Most Local Resources comes from Situbondo Regency	Utilizing raw materials for production from Situbondo Regency	a. Raw materials production minimum 10% (ten percent) - 20% (twenty percent) originating from local; b. Raw materials production minimum 21% (twenty-one percent) - 30% (thirty percent) that originates from local; c. Materials production of more than 30%	0 2 4

NO.	CRITERIA	VARIABLE	INDICATOR	VALUE
			(thirty percent) originates from local.	
4	Contributing to the improvement of public services	Investor Implementing fund distribution from the program Social Responsibility/Corporate Social Responsibility (CSR) regularly in Situbondo.	a. Not yet contribution funds CSR; b. CSR fund contributions are insufficient than 5%/Year (five percent per year) of net profit; c. CSR fund contribution 5% or more /Year (five percent per year) from net profit.	0 1 2
5	Contribution In Improvement Product Domestic Regional Bruto	The total increase in capital investment producers, both estimated and realized.	a. Growth of value total production investor capital increased on average less than 5% per year; b. Growth of value total production investor capital increased between 5% - 10% per year; c. Growth of value total production investor capital increased on average by more than 10% per year.	0 1 2
6	Environmentally Friendly and Sustainable	Investor implementing principles of equilibrium and justice, as well as the utilization of natural resources and adhering to the established spatial planning	a. Investor does not have Document Analysis Impact Environmental (AMDAL) / Management Efforts Environmental Life and Efforts Monitoring Environment Life UKL-UPL / Statement Letter Commitment to Environmental Management and Monitoring Environmental Life (SPPL); b. Investor has Documents AMDAL/UKL-UPL/SPPL however not yet implemented; c. Investor has documents	0 2 4

NO.	CRITERIA	VARIABLE	INDICATOR	VALUE
			AMDAL/UKL-UPL/SPPL and already implemented.	
7	Infrastructure Development	Investors that support the local government in providing the facilities and infrastructure needed by the community	a. Investors capital in the effort including development does not include Development of Social and Public Facilities; b. Investors capital in the effort includes the development of Social and Public Facilities obtaining funding support from APBD; c. Investors capital in the effort includes the development of Social or Public Facilities.	0 1 2
8	Conducting technology transfer	Investors who give opportunity to the local government and the community of Situbondo in improving knowledge and the application of appropriate technology used by the investors	a. There has not been a transfer of appropriate technology to the local government or to the community; b. Transfer technology appropriately used for government region and the community conducted with support funds APBD; c. Transfer technology appropriately used for government region and the community conducted with financing full from investors.	0 1 2
9	Conducting Pioneer Industry	Investors who open a new type of business that has a wide connection between business activities, adds value and takes into account the externalities that occur, introducing a new technology, and has strategic value in supporting the development of regional flagship products	a. Business of investor capital is not a type of business new and not has related to a wide range of business activities (Relationship forward and backward) and not supporting the development of superior products area (PUD); b. Business of investor capital is a type of	0 1

NO.	CRITERIA	VARIABLE	INDICATOR	VALUE
			<p>business that has a wide connection to business activities (Relationship forward and backward) but not supporting the development of superior products area (PUD);</p> <p>c. Business of investor capital is a type of new business that has a wide connection to business activities (Relationship forward and backward) and supporting development of products superior area (PUD).</p>	2
10	Conducting research, development and innovation	Investor conducting research activities, development, and technological innovation.	<p>a. There are no research and development activities (research and development) and innovation in increasing the added value of Regional Superior Products;</p> <p>b. There are research and development activities and innovations, but they are not related to Development of Regional Superior Products;</p> <p>c. There are R&amp;D and innovation activities but are closely related to Regional Superior Product Development.</p>	0 1 2
11	Partnering with Micro Small Enterprises and Cooperatives	Investor establishing partnerships with micro small entrepreneurs and cooperatives	<p>a. Investor not yet establishing partnerships;</p> <p>b. Investor establishing partnerships in the field of production or marketing of Micro Small Enterprises and Cooperatives only;</p> <p>c. Investor establishing partnerships in the</p>	0 1 2

NO.	CRITERIA	VARIABLE	INDICATOR	VALUE
			fields of production and marketing results from Micro Small Enterprises and Cooperatives.	
12	Industries that use capital goods, machines or equipment that are produced domestically	Utilizing Goods/Capital, and production machinery domestically	a. Investor not yet using capital goods, machine or domestic production equipment; b. Investor using capital goods, machine or production equipment in the country less than 50% (fifty percent); c. Investor using capital goods, machine or domestic production equipment more than 50% (fifty percent).	0 1 2
13	Business Activities In Accordance With Program Priority Area	Business Entity/Investor whose business is located and/or is in accordance with the plan regional economic development.	a. Business of investor capital does not match with Long-term Development Plan Region (PJPD)/Medium-term Development Plan Region (RPJMD)/Strategic Plan Work Unit Device Region (Strategic Plan SKPD); b. Business of investor capital in accordance with Spatial Planning Plan (RTRW) but not included in the document PJPD/RPJMD/Renstra SKPD; c. Business of investor capital in accordance with Spatial Planning Plan (RTRW) and included in the document PJPD/RPJMD/Renstra SKPD.	0 1 2
14	Located in the remote area, or	Investors who are willing and able to develop	a. Location process production from the	0

NO.	CRITERIA	VARIABLE	INDICATOR	VALUE
	underdeveloped area	business activities in remote areas or underdeveloped areas	investor is located in the central region; b. Location process production from the investor is located in a disadvantaged area; c. Location process production from the investor is located in a remote area.	1  2

b. Priority Scale for Providing Incentives

NO.	SCORE VALUE	TYPE OF INCENTIVE	TIME FRAME
1	0-9	No incentives and investment facilities are provided.	-
2	10-20 (Low)	Reduction of levies and taxes for each investment is given a maximum of 20% (twenty percent) of the total tax revenue that must be paid.	1 (one) Year
3	21-30 (Medium)	Reduction of levies and taxes for each investor contributes 50% (fifty percent) of the total estimated or realized tax and levy payments from the investor.	1 (one) Year
4	31-38 (High)	Reduction of levies and taxes for each investor contributes between 50% (fifty out of one hundred) of the total estimated or actual payment of fees from the Investor.	2 (two) Year

## II. FORMAT OF APPLICATION FOR INCENTIVES/INVESTMENT FACILITIES FOR NEW INVESTORS

Number: \_\_\_\_\_

Attachment: 1 (one) bundle

Subject: Application for Incentives/Investment Facilities

To:

Bupati Situbondo c.q. Kepala Dinas Penanaman Modal dan Pelayanan Terpadu Satu Pintu

In SITUBONDO

Dear Sir/Madam, we hereby submit an Application for Investment Incentives/Facilities with the following data:

Company Name: ..... Company Address: .....  
..... Phone: .....

Leader's Name: ..... Leader's Address: .....  
..... Phone: .....

Location Address: ..... Company Phone: .....  
.....

The types of incentives/facilities for investment that we are requesting are as follows \*):

1. Incentives:

- a. Reduction, relief, or exemption from Local Tax;
- b. Reduction, relief, or exemption of Regional Retribution;

2. Facilities:

- a. Provision of data and information on investment business opportunities;
- b. Facilitation of land/location information provision;
- c. Acceleration of licensing;
- d. Providing security and comfort; and/or
- e. Provision of facilities and infrastructure

Attached herewith are:

- 1. Photocopy of ID card/identity;
- 2. Company profile, containing:
  - a. Vision;
  - b. Mission;
  - c. Scope of business;
  - d. Company legality;
  - e. Composition of the board of directors and company management; and
  - f. Photocopy of company legality documents.

3. If the application is represented, attach a power of attorney stamped sufficiently and a photocopy of the ID card/identity of the recipient of the power of attorney;
4. Photocopy of Business Identification Number; and
5. Investment Activity Report (LKPM).

Situbondo, ..... Applicant,

.....

*Note:)* Circle the type of investment incentive/facility requested\*

### III. FORMAT OF APPLICATION FOR INVESTMENT INCENTIVES/FACILITIES FOR INVESTORS WHO WILL EXPAND THEIR BUSINESS

Number: \_\_\_\_\_

Attachment: 1 (one) bundle Subject:

Application for Incentives/Investment Facilities

To:

Bupati Situbondo c.q. Kepala Dinas Penanaman Modal dan Pelayanan Terpadu Satu Pintu

in SITUBONDO

Dear Sir/Madam, we hereby submit an Application for Investment Incentives/Facilities with the following data:

Company Name: ..... Company Address: .....  
..... Phone: .....

Leader's Name: ..... Leader's Address: .....  
..... Phone: .....

Location Address: ..... Company Phone: .....  
.....

The types of incentives/facilities for investment that we are requesting are as follows \*):

1. Incentives:

- a. Reduction, relief, or exemption from Local Tax;
- b. Reduction, relief, or exemption of Regional Retribution;

2. Facilities:

- a. Provision of data and information on investment business opportunities;
- b. Facilitation of land/location information provision;
- c. Acceleration of licensing;
- d. Providing security and comfort; and/or
- e. Provision of facilities and infrastructure.

We hereby attach:

1. Photocopy of ID card/identity;
2. Company profile, containing:
  - a. Vision;
  - b. Mission;
  - c. Scope of business;
  - d. Company legality;
  - e. Composition of the board of directors and company management; and
  - f. Photocopy of company legality documents.
3. Company balance sheet for the last 2 (two) years and profit and loss calculation for the last 2 (two) years

4. Business development that includes business capacity and product marketing per year for the last 2 (two) years;
5. Scope of business that includes the types and current capacity of the business and those that will be expanded;
6. If the application is represented, attach a power of attorney with sufficient stamp duty and a photocopy of the ID card/identity of the authorized recipient;
7. Photocopy of Business Identification Number; and
8. Investment Activity Report (LKPM).

Situbondo, ..... Applicant,

.....

*Note:)* Circle the type of investment incentive/facility requested\*

IV. FORMAT OF RECOMMENDATION FROM THE VERIFICATION AND ASSESSMENT TEAM FOR THE GRANTING OF INCENTIVES AND INVESTMENT FACILITIES IN SITUBONDO REGENCY

Secretariat Address: JL. PB. Sudirman No. 20 Situbondo,

Tel. (0338) 672155

RECOMMENDATION

NUMBER: .....

Based on the Assessment Results as attached in this Recommendation, The Verification and Assessment Team for the Provision of Incentives and Investment Facilities in Situbondo Regency recommends to:

Company Name: .....

Company Address: .....

Phone: .....

Leader's Name: .....

Leader's Address: .....

Phone: .....

Location Address: .....

Company Phone: .....

To obtain incentives/investment facilities in the form:

a. .....

b. .....

The frequency of incentives/facilities provided is .....  
Incentive/facility period is granted for.....

Situbondo, .....

Chairman of the Verification and Assessment Team for the Granting of Incentives and Facilities for Investment,

SECRETARY OF THE REGION SITUBONDO REGENCY,

Name: .....

Rank/Group: .....

NIP.: .....

*(Assessment Matrix Table follows as per Attachment)*

V. FORMAT OF THE REPORT ON THE USE OF INVESTMENT INCENTIVES/FACILITIES

Number: \_\_\_\_\_

Attachment: 1 (one) bundle

Subject: Report on the Use of Incentives/Investment Facilities

To: Bupati Situbondo c.q. Kepala Dinas Penanaman Modal dan Pelayanan Terpadu Satu Pintu

di - SITUBONDO

Dear Sir/Madam, We hereby report the use of the investment incentives/facilities that have been provided as follows:

1. REPORT ON THE USE OF INCENTIVES/FACILITIES Name of the Agency:

..... Business Effort: .....

Number of Permanent Employees: .....

Type of Incentive Received:

1. a. .....

b. .....

Type of Facilities Received:

1. a. .....

b. .....

Sales Revenue Value Before and After Receiving Incentives/Facilities: Sales revenue/transaction value before given incentives/ facilities: Rp..... Sales revenue/transaction value after receiving incentives/facilities: Rp.....

*Use of Incentives):\**

1. Raw Material Purchase

2. Restructuring of Production Machines

3. Improvement Employee Welfare Employees

4. Additional Costs Product Promotion

5. Others.....

\*) Circle as appropriate

2. BUSINESS MANAGEMENT Field of Human Resources Enhancement Capacity employees through thematic training Amount Employee that undergo special training before obtaining incentive / facility: ..... persons Amount Employee that participating in special training after receiving incentives/facilities: ..... persons Employee Capacity Improvement: .....

Situbondo, ..... Applicant,

.....