



REPUBLIC OF THE PHILIPPINES
Department of Finance
Department of Trade and Industry



JOINT ADMINISTRATIVE ORDER NO. 1-2016

RULES AND REGULATIONS TO IMPLEMENT REPUBLIC ACT NO. 10708

Pursuant to Section 10 of Republic Act No. 10708, entitled "*An Act Enhancing Transparency in the Management and Accounting of Tax Incentives Administered by Investment Promotion Agencies, otherwise known as the Tax Incentives Management and Transparency Act (TIMTA)*", the Secretaries of the Department of Finance and Department of Trade and Industry, in coordination with the Director-General of the National Economic Development Authority, Commissioners of the Bureau of Internal Revenue and Bureau of Customs, and Heads of concerned Investment Promotions Agencies, hereby promulgate the following Implementing Rules and Regulations (IRR):

RULE I

GENERAL PROVISIONS

SECTION 1. Declaration of Policy. — It is hereby declared the policy of the State to promote fiscal accountability and transparency in the grant and management of tax incentives by developing means to promptly measure the government's fiscal exposure on these grants and to enable the government to monitor, review and analyze the economic impact thereof and thereby optimize the social benefit of such incentives.

SECTION 2. Definition of Terms. — As used in this IRR, the following definitions shall apply:

- a. "**Investment Promotion Agencies (IPAs)**" shall refer to government entities created by law, executive order, decree or other issuance, in charge of promoting investments, administering tax and non-tax incentives, and/or overseeing the operations of the different economic zones and freeports in accordance with their respective charters. These include the Board of Investments (BOI), Philippine Economic Zone Authority (PEZA), Bases Conversion and Development Authority (BCDA), Subic Bay Metropolitan Authority (SBMA), Clark Development Corporation (CDC), John Hay Management Corporation (JHMC), Poro Point Management Corporation (PPMC), Bataan Technology Park, Inc. (BTPI), Cagayan Economic Zone Authority (CEZA), Zamboanga City Special Economic Zone Authority (ZCSEZA), Phividec Industrial Authority (PIA), Aurora Pacific Economic Zone and Freeport Authority (APECO), Authority of the Freeport Area

