

REGULATION OF THE REGENCY OF CILACAP
NUMBER 8 OF 2023
ON
PROVISION OF INCENTIVE AND EASE OF INVESTMENT

BY THE BLESSINGS OF ALMIGHTY GOD

REGENT OF CILACAP,

Considering : to implement Article 7 Government Regulation Number 24 of 2019 on Provision of Incentive and Ease of Investment in Regions, then it is necessary to issue a Regional Regulation on Provision of Incentive and Ease of Investment;

Observing : 1. Article 18 section (6) of the 1945 Constitution of the Republic of Indonesia;
2. Law Number 13 of 1950 on Establishment of Regencies within the Province of Central Java (State Gazette of the Republic of Indonesia of 1950 Number 42);
3. Law Number 23 of 2014 on Local Governments (State Gazette of the Republic of Indonesia of 2014 Number 244, Supplement to the State Gazette of the Republic of Indonesia Number 5587) as amended several times last by Law Number 6 of 2023 on Enactment of Government Regulation in Lieu of Law Number 2 of 2022 on Omnibus Law to Become Law (State Gazette of the Republic of Indonesia of 2023 number 41, Supplement to the State Gazette of the Republic of Indonesia number 6856);
4. Law Number 11 of 2023 on the Province of Central Java (State Gazette of the Republic of Indonesia of 2023 Number 58, Supplement to the State Gazette of the Republic of Indonesia Number 6867);
5. Government Regulation Number 24 of 2019 on Provision of Incentive and Ease of Investment in Regions (State Gazette of the Republic of Indonesia of 2019 Number 63, Supplement to the State Gazette of the Republic of Indonesia Number 6330);
6. Regulation of the Regency of Cilacap Number 2 of 2012 on Investment as amended by Regulation of the Regency of Cilacap Number 15 of 2017 on Amendment to Regulation of the Regency of Cilacap Number 2 of 2012 on Investment (Regional Gazette of the Regency of Cilacap of 2017 Number 15, Supplement to the Regional Gazette of the Regency of Cilacap Number 148);

With the Joint Approval of
THE REGIONAL HOUSE OF REPRESENTATIVES
OF THE REGENCY OF CILACAP
and
THE REGENT OF CILACAP

HAS DECIDED:

To issue : REGIONAL REGULATION ON PROVISION OF INCENTIVE AND
EASE OF INVESTMENT

CHAPTER 1
GENERAL PROVISIONS

Article 1

In this Regional Regulation:

1. Region means the Regency of Cilacap.
2. Local Government means the Cilacap Regency Government.
3. Regent means the Regent of Cilacap.
4. Provision of Incentives means the support for fiscal policy from the Local Government to the Community and/or Investors to increase an investment in the Region.
5. Provision of Ease means provision of non-fiscal facilities from Local Government to the Community and/or Investors to give ease and to increase the investment activities in the Region.
6. Investment means all kinds of activities of investing the capital, by either local investors or foreign investors to conduct business in the territory of the Republic of Indonesia.
7. Investor means an individual investor or business entity that makes an Investment in the forms of a domestic investor and foreign investor.
8. Community means either a person or a group of people categorized within Indonesian Nationality which possess and/or undertake business activities accordingly.
9. Micro Enterprise means productive businesses owned by individuals and/or individual business entities that satisfy the criteria of Micro Enterprises.
10. Small venture is a productive economic venture that runs independently, owned by individuals that is not a subsidiary or branch of another business entity that is owned, ruled, or a part of another intermediate or large entity which fulfills the small venture criteria as referred to in the Micro, Small, and Intermediate Venture Act. Small Enterprise means an independently productive economic entity, conducted by an individual or business entity that is not a subsidiary or branch owned by, controlled by a company or a part of either directly or indirectly a Medium Enterprise or large business that satisfies the criteria of Small Enterprises.
11. Cooperatives mean business entities whose members are individuals or legal entities of Cooperatives by underlying their activities on the principles of Cooperatives as well as a people's economic movement based on the principle of cooperation.

12. Investment Activity Report (*Laporan Kegiatan Penanaman Modal*) hereinafter abbreviated to LKPM, means a periodic report that is submitted by the companies on the development of its investment activities.
13. Corporate Social Responsibility hereinafter abbreviated to CSR means the business corporate social responsibility to take part in the sustainable economic development in order to raise the environmental and living quality that benefits for both the business Company and the local community, or the public in general.

Article 2

- (1) This Regional regulation is intended as the guidelines in providing incentive and ease of investment in the Regency of Cilacap.
- (2) Incentive and ease of investment is provided with the aim to:
 - a. create appeal and competitiveness for Investors or Investor candidates;
 - b. expand the business world's access toward the investment information data;
 - c. increase regional economic growth;
 - d. create employment vacancy;
 - e. encourage investment growth; and
 - f. increase public welfare.

Article 3

Incentive and/or ease of investment is provided based on the principle:

- a. legal certainty;
- b. equality;
- c. transparency;
- d. accountability; and
- e. effectivity and efficiency.

CHAPTER II SCOPE

Article 4

The scope to be regulated in this Regional Regulation is:

- a. the criteria of providing incentive and ease of investment;
- b. the form of providing incentive and ease of investment;
- c. the procedure for providing incentive and ease of investment;
- d. verification and assessment team;
- e. assessment parameters for providing incentive and ease of investment; and
- f. report and evaluation.

CHAPTER III CRITERIA OF PROVIDING INCENTIVE AND EASE OF INVESTMENT

Article 5

- (1) incentive and/or ease of investment are provided to the Community and/or Investors who run Enterprises in these sectors:
 - a. marine affairs or fisheries;
 - b. agriculture;
 - c. industrial affairs;
 - d. commerce;
 - e. public work and public housing;
 - f. health, medicine, and food;
 - g. tourism;
 - h. education and culture;
 - i. living environment and forestry;
 - j. transportation; and
 - k. manpower.
- (2) In addition to the Community and/or Investors who run Enterprises in the sectors as referred to in section (1), incentive and/or ease of investment are also provided to the Community and/or Investors that fulfill these criteria as follows:
 - a. contributing to the increase of public incomes;
 - b. absorbing local workforce;
 - c. majorly utilizing local resources;
 - d. contributing in the increase of public service;
 - e. contributing in the increase of regional gross for domestic products.
 - f. environmental vision and sustainability;
 - g. contributing in infrastructure development;
 - h. performing technology transfer;
 - i. performing pioneering industry;
 - j. performing research, development, or innovation activities;
 - k. partnership with micro or small enterprises, or cooperatives;
 - l. enterprises that utilize domestic capital goods or machinery that is domestically produced;
 - m. Taking part in businesses that align with national and/or regional priority programs; and/or
 - n. export oriented.

CHAPTER IV
FORM OF PROVIDING INCENTIVE AND EASE OF
INVESTMENT

Article 6

- (1) The form of incentive in accordance with Article 5 may be provided by the Local Government in the form of:
 - a. relief
 - b. Local Levy deduction, relief, or exemption;
- (2) Further Provisions regarding the details of providing incentive as referred to in section (1) is regulated in a Regent Regulation.

Article 7

- (1) The form of providing investment can be given by the Local Government in the form of:

- a. providing data and information on investment opportunity;
- b. providing land or location;
- c. simplifying or accelerating licensing through one-stop integrated service; and
- d. facilitating promotion in accordance with regional authority.

(2) Further provisions regarding the details of providing ease of investment as referred to in section (1) are regulated in a Regent Regulation.

Article 8

- (1) Provision of Incentive and/or ease of investment as referred to in Article 6 and Article 7 is in accordance with a Regional capacity.
- (2) The Provision of Incentive and/or Ease of Investment to Investors are determined based on the Regent Decision.
- (3) The Regent Decision as referred to in section (2) includes at least name, applicant address, business type or investment activity, form of providing incentive and/or ease of investment, incentive period, as well as rights and obligations of recipients of incentive and/or ease of investment.

CHAPTER V PROCEDURE FOR PROVIDING INCENTIVE AND EASE OF INVESTMENT

Article 9

- (1) An application of incentive and/or ease of investment is submitted by individuals and/or the head of the business enterprises toward the Regent through the Head of Office which implement the government affair on the Regional investment sector.
- (2) Procedures for Incentive and/or ease of investment application submitted are as follow:
 - a. For new applicants (individuals and/or investors), the applicant submits a written application form in Indonesian, by attaching:
 - 1) the form of incentive and/or ease of investment applied;
 - 2) business enterprise profile, which comprises of at least the business's vision, mission, scope, board of directors and managements, as well as the copy of corporate legal documents;
 - 3) business capital data;
 - 4) data of the workforce, which comprises of at least the amount of workforce, the detail of workers' origins, as well as the detail of the employment wages per month;
 - 5) data of the raw materials, capital, machinery, and equipment used based on the manufacturer information;
 - 6) data of the business network associated with both the supplier and distributor side;

- 7) CSR program plan and/or realization documents that will be done periodically by the company;
- 8) production plan and/or realization documents that is achieved by the company periodically;
- 9) plan and/or realization documents on the data and production sale distribution achieved by the company periodically;
- 10) realization reports on implementation documents of the agreement on the company's environment;
- 11) plan and/or realization documents on company support in providing public and social facilities and infrastructure;
- 12) plan and/or realization documents on technology transfer process toward the Local Government and/or the public;
- 13) Plan and/or realization documents on research, development, or innovation activities; and
- 14) plan and/or realization documents on partnership programs which support the development of micro, small enterprises or cooperatives.

b. For existing applicants (individuals and/or investors) whose business has been run, who plan to expand their business (Investors expansion), the applicant submits a written application form in Indonesian, by attaching:

- 1) the form of incentive and/or investment applied;
- 2) expansion plan documents which comprise at least the type and capacity of the current business and the probability scope of the expansion;
- 3) performance and development reports of venture;
- 4) recent LKPM;
- 5) company's profile, which comprises at least the vision, mission, business scope, board of directors and managements, as well as the copy of corporate legal documents;
- 6) data on business capital;
- 7) data of the workforce, which comprises at least the amount of workforce, the detail of workers' origins, as well as the detail of the employment wages per month;
- 8) data of the raw materials, capital, machinery, and equipment used based on the manufacturer information;
- 9) data of the business network associated with both the supplier and distributor side;
- 10) CSR program plan and/or realization documents that will be done periodically by the company;
- 11) production plan and/or realization documents that is achieved by the company periodically;
- 12) plan and/or realization documents on the data and production sale distribution achieved by the company periodically;
- 13) realization reports on implementation documents of the agreement on the company's environment;

- 14) plan and/or realization documents on company support in providing public and social facilities and infrastructure;
- 15) Plan and/or realization documents on technology transfer process toward the Local Government and/or the public;
- 16) plan and/or realization documents on research, development, or innovation activities; and
- 17) plan and/or realization documents on partnership program which supports the development of micro, small enterprises or cooperatives.

- (3) The provision of incentive in the form of Local Tax or Local Levy deduction, relief, or exemption as regarded in Article 6 is coordinated with the regional apparatus.
- (4) The provision of investment as referred to in Article 7 is coordinated with the regional apparatus responsible for government affairs on Investment and One-Stop Integrated Service after the company obtains a Business Identification Number.
- (5) Further provisions regarding the technical guidance and document format of the application of incentive and ease of investment are regulated in a Regent Regulation.

CHAPTER VI VERIFICATION AND ASSESSMENT TEAM

Article 10

- (1) Regent, in the implementation of Providing incentive and/or Ease of Investment toward the Community and/or investors, coordinates with the regional apparatus who are responsible in the investment affairs.
- (2) To further support and accelerate the Provision of Incentive and/or Investment as referred to in section (1), Verification and Assessment Teams are established.
- (3) The member composition of Verification and Assessment Teams as refer in section (2) consists of a Regional Apparatus, professional organization, and academic.
- (4) Verification and Assessment Teams as referred to in section (2) are determined by a Regent Decision.

Article 11

Verification and Assessment Teams as referred to in Article (10) are responsible for the following task to:

- a. conduct verification on the proposal and audit the requirements fulfillment;
- b. conduct assessment based on the measurable criteria;
- c. use assessment metrics to decide the form and amount of providing incentive and/or ease of investment;
- d. decide the sequence of investors that will receive the provision of incentive and/or ease of investment based on the calculated score of the assessment metrics.
- e. decide the form, amount, and period for the provided incentive;
- f. decide the form and the period for the ease of investment provided;

- g. submit recommendation toward the authorized official on potential applicant to be recipients of incentive and ease of investment; and
- h. monitor and evaluate the implementation of the investment after receiving incentive and/or ease of investment facilitation.

Article 12

- (1) Incentive and ease of investment application submitted by the applicant as referred to in Article 9 are verified by the Verification and Assessment Teams during coordination meetings.
- (2) The coordination meetings as referred to in section (1) are held at the latest of 5 (five) workdays after receiving the proper and complete application.
- (3) The Verification and Assessment Teams are allowed to conduct a visit to the applicant's location if deemed necessary.
- (4) The recommendation results from the Verification and Assessment Teams are as a basis of consideration for the Regent to determine the investors that will receive the incentive and/or ease of investment as referred to in Article 11 point g.
- (5) The Regent Decision as referred to in section (4) will be determined at the latest of 14 (fourteen) workdays after receiving the recommendation result from the Verification and Assessment Teams.
- (6) Recommendation documents form used by the Verification and Assessment Teams as referred to in section (4) are regulated in a Regent Regulation.

CHAPTER VII

ASSESSMENT PARAMETER FOR PROVIDING INCENTIVE AND EASE OF INVESTMENT

Article 13

- (1) Incentive and/or ease of investment provided to the Community and/or Investors are decided based on the provided form, amount, and period.
- (2) The form, amount, and period of providing incentive and/or ease of investment as referred to in section (1) are based on the assessment result following the provision of incentive and ease of investment criteria fulfilled by the Community and/or Investors as referred to in Article 5 section (2).
- (3) Criteria fulfilment for providing incentive and ease of investment as referred to in section (2) are conducted based on the quantification process in the form of scoring based on the fulfilment of each alternate indicators in every variable in the incentive and investment facilitation criteria, based on the stipulation attached in the Annex as an integral part of this Regional Regulation.
- (4) The result of the quantification process as referred to in section (3) produce the total score of criteria for the Priority Scale for the Incentive and Investment Facilitation for Investors, with the sequence of the priority scale as follow:

- a. Very Low Priority Scale, with the total score of 0 – 9;
- b. Low Priority Scale, with the total score of 10 – 20;
- c. Intermediate Priority Scale, with the total score of 21 – 30; and
- d. High Priority Score, with the total score of 31 – 38.

(5) The provision of incentive and/or ease of investment will be given toward the public and/or investors that belong in the Low, Intermediate, and High Priority Scale criteria.

(6) The incentive and/or investment based on the sequence of the priority scale as referred to in section (5) is provided within this period of time:

- a. Low Priority Scale for the length of 1 (one) year;
- b. Intermediate Priority Scale for the length of 2 (two) years; and
- c. High Priority Scale for the length of 3 (three) years.

(7) The arrangements for providing incentive and/or ease of investment from each priority scale as referred to in section (5) differ for New Investors and Expansion Investors in terms of the amount provided.

(8) Further provisions regarding the form, amount, and period for incentive and/or investment are regulated within the Regent's Regulation.

CHAPTER VIII

REPORTING AND EVALUATION

Article 14

(1) The public and/or investors who are granted incentive and/or ease of investment need to submit a report toward the Regent with the minimal amount of 1 (one) report once 1 (one) year.

(2) The report, as referred to in section (1) is submitted by January of the next effective year at the latest.

(3) The report, as referred to in section (1) comprises at least:

- a. usage report of the incentive and/or ease of investment;
- b. business management; and
- c. business plan.

(4) Further provision regarding the report form as referred to in section (1) are regulated in a Regent Regulation.

(5) The Community and/or Investors that fail to conduct the reporting as referred to in section (1) is subject to a written warning not later than 1 (one) month after the report period come to the end.

(6) The written warning, as referred to in section (5) is imposed for the maximum of 3 (three) consecutive times as follow:

- a. first written warning will be issued within 7 (seven) work days;
- b. second written warning is issued if the first warning is left unaddressed within 3 (three) workdays; and
- c. third warning will be issued if the second warning is left unaddressed within 3 (three) workdays.

(7) The Community and/or Investors that fail to obey the written warning until the third warning will be given administrative sanctions in the form of revocation of the incentive and/or ease of investment provided.

(8) The provision of incentive and/or investment revocation, as referred to in section (7) is determined in a Regent Decision.

Article 15

The Regent submits the report on the implementation of Providing incentive and/or ease of investment in Region to the Governor once every 1 (one) year periodically.

Article 16

- (1) The regent conducts evaluation on the effectiveness of incentive and/or ease of investment that has been provided to the community and/or investors.
- (2) The evaluation as referred to in section (1) is conducted at least once every 1 (one) of.
- (3) The evaluation as referred to in section (1) is conducted with the basis of:
 - a. written report submitted by the recipient of the incentive and/or ease of investment; and
 - b. visit to the company's location of the recipient of incentive and/or ease of investment.

Article 17

The provision of incentive and ease of investment, as referred to in Article 6 and Article 7 can be reviewed again if the evaluation result no longer meet the criteria or is contrary to the provisions of legislation.

CHAPTER IX
CLOSING PROVISIONS

Article 18

- (1) Further provisions regarding the technical details of the Provision of Incentive and Ease of Investment are regulated in a Regent Regulation not later than 1 (one) of after this Regional Regulation is promulgated.
- (2) When this Regional Regulation comes into force, then the provisions of Article 16, Article 17, and Article 18 in Regulation of the Regency of Cilacap Number 2 Of 2012 on Investment (Regional Gazette of Cilacap Regency of 2012 Number 2), as amended by Regulation of the Regency of Cilacap Number 15 of 2017 on Amendment to Regulation of the Regulation of the of Regency of Cilacap Number 2 of 2012 on Investment(Regional Gazette of the Regency of Cilacap of 2017 Number 15, Supplement to Regional Gazette of the Regency of Cilacap Number 148) are repealed and declared ineffective.

Article 19

This Regional Regulation comes into force on the date of its promulgation.

In order that every person may know hereof, it is ordered to promulgate this Regional Regulation by its placement in the Regional Gazette of the Regency of Cilacap.

Issued in Cilacap
on 30 November 2023

Acting Regent of the Regency of Cilacap,
signed

AWALUDDIN MUURI

Promulgated in Cilacap
On 30 November 2023

Acting Regional Secretary of the Regency of Cilacap,
signed

SUJITO

REGIONAL GAZETTE OF THE REGENCY OF CILACAP OF 2023 NUMBER 8

Jakarta, 13 November 2025
Has been translated as an Official Translation
on behalf of Minister of Law
of the Republic of Indonesia
DIRECTOR GENERAL OF LEGISLATION,



DHAHANA PUTRA

ANNEX
REGULATION OF THE REGENCY OF
CILACAP
NUMBER 8 OF 2023
ON
PROVISION OF INCENTIVE AND EASE
OF INVESTMENT

ASSESSMENT BASIS OF
PROVISION OF INCENTIVE AND EASE OF INVESTMENT
(In English)

NO.	Criteria	Variable	Indicator	Alternative Score
1.	Contribution toward the augmentation of public income	Impact toward the median of public income	a. Median score of of worker with wages below the Regional Minimum Wages (UMK)	0
			b. Median score of workers with wages aligned with the Regional Minimum Wages (UMK)	2
			c. Median score of workers with wages above the Regional Minimum Wages (UMK)	4
2.	Local Natural Resources Usage from Cilacap Region/District	Utilizing raw material from Cilacap region	a. Minimum usage of 10% (ten out of a hundred) - 20% (twenty out of a hundred) of local raw material;	0
			b. Minimum usage of 21% (twenty one out of a hundred) - 30% (thirty out of a hundred) of local raw material;	2
			c. Minimum usage exceeding 30% (thirty out of a hundred) of local raw material;	4
3.	Contributing in improving public service	Investors contribute through routine distribution of funds using Corporate Social Responsibility (CSR) in the Cilacap region.	a. No contribution of CSR funds;	0
			b. CSR funds contribution below 5% / year (five out of a hundred per year) from the total revenue	1
			c. CSR funds contribution of 5% or more / year (five out of a hundred) from the total revenue	

NO.	Criteria	Variable	Indicator	Alternative Score
4	Contribution in Regional Gross Domestic Product augmentation	Augmentation of the investor's total production, both in probability value or realizable value based on the Investment Activity Report (LKPM) in every sector.	<p>a. Augmentation value of investor's total production increased with the median of less than 5% per year;</p> <p>b. Augmentation value of the investor's total production increased with the median of between 5% to 10% per year;</p> <p>c. Augmentation value of the investor's total production increased with the median of more than 10% per year;</p>	<p>0</p> <p>1</p> <p>2</p>
5	Environmental vision and Sustainability	Investors implement the principle of balance, justice, and natural resource utilisation, as well as following the appointed spatial layout plan.	<p>a. Investor did not possess Environmental Impact Analysis document (AMDAL)/ Environmental Management Endeavour and Environmental Monitoring Endeavour UKL-UPL/ Statement of Ability to Environmental Management and Monitoring (SPPL) and KKPR;</p> <p>b. Investor possess AMDAL/UKL UPL/ SPPL and KKPR document, but no implementation yet;</p> <p>c. Investor possess and have implemented AMDAL/ UKL UPL/ SPPL and KKPR document.</p>	<p>0</p> <p>2</p> <p>4</p>
6	Infrastructure development	Investors that support Local Government in providing facilitation and infrastructure based on public needs	<p>a. Investors that did not include the development of social and public infrastructure in their venture;</p> <p>b. Investors that support the development of social and public infrastructure in their venture with the financial support of APBD;</p>	<p>0</p> <p>1</p>

NO.	Criteria	Variable	Indicator	Alternative Score
			c. investors that support the development of social and public infrastructure in their venture using independent funding.	2
7.	Performing Technology transfer	Investor provides opportunities toward the Local Government and Cilacap general public in raising knowledge and implementation of appropriate technology used by the investors	a. There has been no technology transfer toward the government or general public;	0
			b. appropriate technology transfer toward the government and general public with financial support from APBD;	1
			c. appropriate technology transfer toward the government and general public funded independently by the investors.	2
8	Performing Pioneering industry	Investors partake in opening new ventures which are included in the pioneering industry sector based on the government rules and regulations as well as possessing strategic value toward the regional economy.	a. Investor venture is new type of ventures which not aligned with the pioneering industry regulations and did not support the development of regional featured product (PUD);	0
			b. Investor venture is new type of ventures that align with the pioneering industry regulations and did not support the development of the regional featured product (PUD);	1
			c. Investor venture is new type of ventures that aligned with the pioneering industry regulations and support the development of the regional featured product (PUD);	2

NO.	Criteria	Variable	Indicator	Alternative Score
9.	Upheld research, development, and innovation	Investors uphold research, development, and technological innovation activities.	a. No research and development (litbang) activity and innovation in increasing the value of regional featured product; b. Research and development activity and innovation is present but does not involve regional featured product; c. Research and development activity and innovation are present and involve regional featured product;	0 1 2
10	Collaboration with small or micro business or cooperatives	Investors collaborate with small or micro business or cooperatives	a. Investor have not made any collaboration yet b. Investors collaborate in the production or marketing sector from small or micro business or cooperative; c. investors collaborate in the production and product marketing sectors from small or micro business or cooperatives.	0 1 2
11.	Industry that uses materials, machinery, or equipment that is produced domestically	Utilize materials, machinery, or equipment that is produced domestically	a. Investors did not use materials, machinery, or equipment that is produced domestically yet b. Investors utilize materials, machinery, or equipment that is produced domestically within the range of below 50% c. Investors utilize materials, machinery, or equipment that is produced domestically within the range of above 50%	0 1 2

NO.	Criteria	Variable	Indicator	Alternative Score
12	Ventures aligned with the regional prioritization program	Business ventures/ investors whose ventures align with the Regional Economic Development Plan	<p>a. Investors venture did not align with the Regional Spatial Plan (RTRW) and Regional Long Term Development Plan (RPJPD)/Regional Intermediate Term Development Plan (RPJMD)/ Regional Work Unit Strategic Plan (Renstra SKPD);</p>	0
			<p>b. Investors venture align with the Regional Spatial Plan (RTRW) but not included within RPJPD/RPJMD/Renstra SKPD documents</p>	1
			<p>c. Investors venture align with the Regional Spatial Plan (RTRW) and included within RPJPD/RPJMSD/Renstra SKPD documents</p>	2
14.	Export oriented	Investors that are export oriented in their venture development	<p>a. Investors with business products are not export oriented;</p>	0
			<p>b. Investors which business products are partially export oriented;</p>	1
			<p>c. Investors which business products are entirely export oriented;</p>	2

ELUCIDATION
OF
REGULATION OF THE REGENCY OF CILACAP
NUMBER 8 OF 2023
ON
PROVISION OF EASE AND INCENTIVES OF INVESTMENT

I. GENERAL

Investment plays a highly significant role in economic development, as it contributes to economic growth, the creation of employment opportunities, increased income, technological advancement, support for people-centered economic development, and generates a multiplier effect across other sectors that ultimately improves the overall welfare of the society.

In this era of regional autonomy, local governments are expected to be more creative in improving investment competitiveness. One alternative to increase investment attractiveness in Cilacap Regency is to provide incentives and facilities for investors interested in starting or expanding their businesses in the Region.

In order to provide legal certainty, guidance, and a balanced sense of fairness in business services in Cilacap Regency, the local government has adopted a policy to stipulate provisions regarding the granting of investment incentives and facilities.

This Regional Regulation essentially governs the forms and criteria of investment incentives and facilities, types of businesses eligible for such incentives and facilities, procedures, assessment basis, reporting and evaluation, as well as development and supervision.

II. ARTICLE BY ARTICLE

Article 1

Sufficiently clear.

Article 2

Section (1)

The term guidelines in providing incentive and ease of investment means to the conditions pursued by the Local Government through the establishment of various laws, regulations, and policies across different aspects of economic life, so that investors receive the broadest possible support in the form of preferential treatment, certainty, opportunities, protection, and business assistance.

Section (2)

Sufficiently clear.

Article 3

Point a

The term 'Legal certainty' means to the principle of which the Local Government bases laws and stipulatory provisions on the core of every policy and action in providing incentives and/or investment facilities.

Point b

The term 'equality' means the Local Government providing equal treatment to all investors without favouring or benefiting any particular group, category, or business scale.

Point c

The term 'transparency' means the Local Government's provision of open information in granting incentives and/or investment facilities to investors.

Point d

The term 'accountability' means the Local Government determining the forms of responsibility in providing incentives and/or investment facilities.

Point e

The term 'effective and efficient' means the Local Government prioritizing rational and economical considerations, as well as assurance that significantly impacts enhancing productivity and public services.

Article 4

Sufficiently clear.

Article 5

Section (1)

Sufficiently clear.

Section (2)

Point a

Sufficiently clear.

Point b

Sufficiently clear.

Point c

Sufficiently clear.

Point d

Sufficiently clear.

Point e

Sufficiently clear.

Point f

Sufficiently clear.

Point g

Sufficiently clear.

Point h

Sufficiently clear.

Point i

Sufficiently clear.

Point j

The term "micro and small enterprises" means to individuals or business entities that meet the criteria as defined in the law concerning micro, small, and intermediate enterprises.

Point k

Sufficiently clear.

Point l

Sufficiently clear.

Point m

Sufficiently clear.

Article 6

Sufficiently clear.

Article 7

Sufficiently clear.

Article 8

Sufficiently clear.

Article 9

Section (1)

Sufficiently clear.

Section (2)

Point a

The term 'New Investor' means an individual or business entity that will invest by establishing a business in Cilacap Regency for the first time.

Point b

The term 'Existing Investor' means an individual or business entity that intends to make additional investments in the Regency of Cilacap in the form of business expansion or development of an enterprise that has previously been in operation.

Section (3)

Sufficiently clear.

Section (4)

The term 'One-Stop Integrated Service' means the administration of licensing and non-licensing services that have been delegated or assigned by institutions or agencies with the authority to issue such services. In this context, the entire process—from application submission to document issuance—is carried out in a single location.

Section (5)

Sufficiently clear.

Article 10

Sufficiently clear.

Article 11

Sufficiently clear.

Article 12

Sufficiently clear.

Article 13

Sufficiently clear.

Article 14

Sufficiently clear.

Article 15

Sufficiently clear.

Article 16

Sufficiently clear.

Article 17

Sufficiently clear.

Article 18
Sufficiently clear.

Article 19
Sufficiently clear.