

July 26, 2016

## Tax Update

### *New Regulation for the Administration of PRIDCO's Incentives*

The Puerto Rico Industrial Development Company ("PRIDCO") recently issued Regulation No. 8768, known as the "Regulation for the Administration of Puerto Rico Industrial Development Company's Incentives" ("Regulation 8768"), amending Regulation No. 7125, "Regulation for the Administration of Incentives for the Industries in Puerto Rico" ("Regulation 7125").

Regulation 8768 will become effective July 28, 2016.

Regulation 8768 establishes the rules governing the granting and administration of the incentives offered by PRIDCO for various programs, including:

- Job creation
- Special aid for rescue and retention of a company
- Strategic projects
- Infrastructure development and industrial building improvements
- Training and development of managerial, supervision and production personnel
- The strengthening of local industries
- The quality control of local industries
- Industries located in Vieques and Culebra
- Puerto Rican furniture and apparel manufacturing
- Marketing activities
- Land and maritime transportation outside of Puerto Rico
- Community enterprises

Regulation 8768 repeals prior amendments to Regulation 7125, and certain administrative orders.

You may access Regulation 8768 (in Spanish) [here](#).

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