

LAW

***** Text omitted, does not pertain to film *****

... to amend Section 8.3 of Act 27-2011, as amended known as the “Economic Incentives Act for the Film Industry of Puerto Rico”

***** Text omitted, does not pertain to film *****

STATEMENT OF MOTIVES

***** Text omitted, does not pertain to film *****

... a cap of \$ 38 million is established in the granting of credits for the film industry under Section 3050.01 of the Incentive Code. This Legislative Assembly understands that with the measures incorporated in the Incentive Code, this amount is sufficient to incentivize film projects that help the economic growth of our Island.

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DECIDE BY THE LEGISLATIVE ASSEMBLY OF PUERTO RICO:

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Section 88. - Section 3050.01 of Act No. 60-2019, known as the “Puerto Rico Incentive Code,” is amended to read as follows:

“Section 3050.01- Tax Credit for Creative Industries

(a) ...

...

(c) Tax Credit Amount -

(1) In the case of Film Projects, the Tax Credit available in this Section will be:

(i) Up to forty percent (40%) of the amounts certified by the Auditor as disbursed in relation to Production Expenses in Puerto Rico, not including payments made to Foreign Persons; and

(P. from C. 2419)

- (ii) Up to twenty percent (20%) of the amounts certified by the Auditor as disbursed in relation to Production Expenses of Puerto Rico that consist of payments to Foreign Persons.

- (iii) Up to fifteen percent (15%) of the amounts certified by the Auditor as disbursed in relation to Production Expenses in Puerto Rico, not including payments made to a Foreign Person, in feature film, or episode series , or documentaries in which a Domestic Producer is in charge of the Film Project and the director, cinematographer, editor, production designer, post-production supervisor, or line producer are Domestic Persons, up to a maximum of four million (\$ 4,000,000) of tax credit for Film Project under this line.

- (iv) Notwithstanding the provisions of this paragraph (1), the amount of tax credits will be subject to an annual limit of thirty-eight million dollars (\$ 38,000,000).

...

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Section 97.- This Law shall take effect immediately after its approval.