
To : Clients of Salaki & Salaki

Re : Tax Alert – PERGUB DKI JAKARTA NO. 103 YEAR 2016 about Granting of Reduction on the amount of Tax Payable and Waiver of Administrative Sanctions of Land & Building Tax for The Years before It was Managed by the Provincial Government

On April 22, 2016, the Governor of DKI Jakarta issued Governor Regulation No. 103 Year 2016. This regulation was issued given the fact there are many outstanding Rural & Urban Land & Building Tax (PBB-P2) receivables for the years prior to management by Provincial Government. As such, it is deemed necessary to issue a regulation to grant tax relief, as stipulated in Regional Regulation No. 6 Year 2010 regarding The General Provisions on Regional Taxes.

There are several important points discussed in PERGUB DKI JAKARTA NO. 103 YEAR 2016, as follows :

Article 2

- The Government of DKI Jakarta grants for reduction on the amount of PBB-P2 payable for DKI Jakarta area by 25% for Fiscal Year 2010 – 2012 and by 50% for Fiscal Year 2009 backwards.
- Reduction on PBB-P2 payable is given automatically through Information System of PBB-P2.

Article 3

- Any administrative sanction in the form of interest arising from PBB-P2 payable that is not paid, has not been paid, or overdue for Fiscal Year 2012 backwards is also waived.
- Waiver of Administrative Sanctions in the form of interest is given automatically through Information System of PBB-P2.

Article 4

- The above reduction and waiver are only applicable for 12 months since April 29, 2016.

Article 8

- Taxpayers that are granted the reduction of tax payable and waiver of administrative sanctions as stipulated in this Regulation cannot submit any request for installment payment or postponement of the due date of tax payable.
- Taxpayers that have been granted with the decision for installment payment or postponement of the due date of tax payable will not be given reduction of tax payable and waiver of administrative sanctions as stipulated in this Regulation.

Pasal 9

- PERGUB DKI JAKARTA NO. 103 YEAR 2016 is enacted on April 29, 2016 and is effective retroactively from March 6, 2016.

A copy of PERGUB DKI JAKARTA NO. 103 YEAR 2016 is attached along with this Tax Alert.

Please note that this TAX ALERT is by no means a summary of all the main issues covered in and concerns arising from the stated above new tax regulation.

PERSEK. SALAKI & SALAKI

The Manhattan Square
Mid – Tower, Lt. 16, Zone A
Jl. TB Simatupang Kav. 1S
Cilandak Timur, Jakarta Selatan 12560
Ph.: +62-21-290-49905 / 290-49906 / 290-49908
Fax: +62-21-290-49907
E-mail: info@salaki-salaki.com