



GOBIERNO DE LA
CIUDAD DE MÉXICO

TAX REDUCTIONS

What's a tax incentive?



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SEDECO

A discount on certain taxes granted to individuals or corporations.

WHAT'S IT USED FOR?

- ✓ Motivate employment growth
- ✓ Motivate technological development

LEGAL BASIS

The Government of Mexico City, through the Ministry of Administration and Finance, grants benefits to various groups of taxpayers who participate in the implementation of actions that benefit the population of the City in order to promote, encourage and stimulate compliance with tax obligations.

- Tax Code of Mexico City
 - Chapter XI about of reductions
 - Articles 270 to 296
- Guidelines for the Application of Reductions Published on March 23, 2010, in the Official Gazette of the then Federal District.

IN WHAT CASES IS A REDUCTION APPLIED FOR HIGH-TECH INDUSTRIES?

1. Payroll Tax

- When starting operations: 55% discount
- 25% annual payroll increase: 20% discount
- 50% of payroll lives in the same municipality: 10% discount

2. 30% Property Tax

3. 80% Property Acquisition Tax

General requirements

1. Request form (<https://www.sedeco.cdmx.gob.mx/tramites/reducciones-fiscales>)
2. Official identification of the applicant and/or the legal representative.
3. Constitutive Act
4. RFC Code (federal taxpayer registry) and / or Tax Identification Card
5. Special and separate registry in which the amount of the expenditures for which the tax in question was not paid and the concepts for which such expenditures were made.
6. Declaration or payment format of the contributions for which the corresponding reduction will be requested.
7. Written statement of the interested party or legal representative, in which he / she states under protest of telling the truth that he / she has not filed any means of defense against the Government of Mexico City, or, where appropriate, a certified copy of the agreement relayed to the letter of withdrawal.
8. For further detail contact: incentivos.fiscales@sedeco.cdmx.gob.mx