

## Subsidy for Promoting Establishment of Specified Logistics Businesses

## Subsidy Details

## ① Establishment [New・Expansion・Relocation in Sendai City]

Basic Subsidy: **100** % of amount equivalent to fixed asset taxes, etc. related to new investment (No upper limit)

Period: **3** years (+ **1** years if Extra Period/Subsidy Area, + **2** years if Extra Period/Subsidy for Reconstruction Special Zone (in Northern Gamo area only))

[Extra Period/Subsidy Area]

**Northern Gamo Area**

Construction area of the Land Readjustment Project for Reconstruction of Disaster-affected Urban Areas in Northern Gamo

**Sendai Port Area**

[Within the industrial zone in Sendai City] Areas included in the district planning area of the logistics business zone behind the Sendai Port, areas of Type 3 special business zones adjacent to the harbor district (excluding areas included in the district planning area of the logistics business zone behind the Sendai Port), and areas of Type 4 special business zones

[Within the exclusive industrial zone in Sendai City] Areas adjacent to a Type 4 special business zone that include areas of the harbor district and areas included in the district planning area of the industrial zone behind the Sendai Port (excluding areas that include areas of the harbor district)

**Izumi Park Town**

Akedori 3-chome, Akedori 4-chome, Nanakita Osawa Toriyagasawa, and the Izumi Park Town Science Park district designated for district planning

**Izumi Inter City**

The research, development and industrial facility area and business facility area included in the Izumi Osawa district planning area

**Matsubara Industrial Park**

The research, development and production facility area within the Matsubara district planning area

**Oide Area**

Business facility areas within the Moniwa district planning area

**Exclusive Industrial Zones and Semi-Industrial Zones in Eastern Sendai City**

Areas included in the Rokuchonome-higashi district planning area of the semi-industrial zones in Sendai City; and areas included in the Sendai Eastern Logistics Park district planning area of the exclusive industrial zones in Sendai City; areas adjacent to areas within the semi-industrial zone which include areas of the Rokuchonome-higashi district planning area (excluding areas including areas of the Sendai Eastern Logistics Park district planning area) and areas adjacent to areas of the Rokuchonome-motomachi district planning area (excluding areas including areas of the Sendai Eastern Logistics Park district planning area)

[Extra Period/Subsidy Special Area for Reconstruction Special Zone (in Northern Gamo area only)]

- The subsidy period for businesses specified under the reconstruction special zone system will be extended to 5 years.
- Businesses receiving an exemption from fixed asset tax under the reconstruction special zone system may opt to receive the subsidy over the 5 years after termination of the exemption.

## ② Additional Subsidy for Hiring

Basic Subsidy : + **600 thousand** yen per newly hired regular employee (No upper limit)  
+ **100 thousand** yen per newly hired employee (**50 million** yen upper limit)

※Condition: If newly hired employee number 20 or more, subsidy only provided once during the period.

**What is a newly hired employee?**

**Those who fulfill the following 3 conditions:**

[1] Resides within Sendai City [2] Continued employment for 1 year or longer [3] Social Insurance insured person

## Subsidy Eligibility

**[Specified logistics businesses]**

Business facilities that intensively conduct sorting, storing, packing, unloading, etc. of goods to be delivered in a facility that is not used for the purpose of directly providing products and services to customers.

The above excludes business facilities that only conduct sorting and storing of goods to be delivered.

### Subsidy for Promoting Establishment of Specified Logistics Businesses

#### Subsidy Requirements

Amount equivalent to fixed asset investments related to establishment of facilities: **300 million yen** or more

○Acquisition: "Amount equivalent to fixed asset investments" is defined as a value calculated by multiplying acquisition price by 0.5 for land, 0.7 for building, and 0.7 for manufacturing equipment.

○Rental: "Amount equivalent to fixed asset investments" is defined as a value calculated by multiplying monthly rental costs by 100 for land, and 70 for building.

However, the upper limit for monthly rental costs is 500 yen/m<sup>2</sup> for land, and 8,000 yen /m<sup>2</sup> for building.

○Subsidy requirements will be reconfirmed when one first apply for the subsidy.

#### Application Procedure

To be designated to receive the subsidy, in principle it is required to conduct a prior consultation before expressing the intent to establish a project, and to submit the subsidy application at least **30** days in advance of starting a project.

For 5 years after the last fiscal year in which the subsidy was received, a report of operational continuity must be submitted. If the report is not submitted, or the project is discontinued or stopped, repayment of the subsidy may be required.

##### [Inquires]

**Enterprise Attraction Section, Economic Affairs Bureau, City of Sendai** Tel : 022-214-8245 / E-mail : kei008040\_13@city.sendai.jp

**Tokyo Office, General Affairs Bureau, City of Sendai** Tel : 03-3262-5765 / E-mail : som001310@city.sendai.jp