

Subsidy for Promoting Establishment of Headquarters Functions and Back-office, and Other Facilities [Back-office and Other Facilities]

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** (+ **2 years** if Priority Extra Period/Subsidy Area, New establishment of headquarter functions)

[Priority Extra Period/Subsidy Area]

Urban area: Urban Regeneration Urgent Development District which is based on provisions in Paragraph 3, Article 2 of the Act on Special Measures Concerning Urban Regeneration (Act No.22 of 2002)

2 Additional Subsidy for Hiring

Basic Subsidy :

+ **600 thousand** yen per newly hired or transferred regular employee (**resides within Sendai City**) (No upper limit)

However, if applicable Priority Extra Period/Subsidy Area, + **1 million** yen per person

+ **100 thousand** yen per newly hired or transferred regular employee (**resides outside Sendai City**) (**50 million** yen upper limit)

※Condition :If newly hired or transferred regular employee (resides within Sendai City) number 5 or more, subsidy only provided once during the period.

What is a newly hired or transferred regular employee?

Those who fulfill the following 3 conditions:

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

What locations are in the Sendai City Zone?

Sendai, Shiogama, Natori, Tagajo, Iwanuma, Tomiya, Watari, Yamamoto, Matsushima, Shichigahama, Rifu, Taiwa, Osato, Ohira

Subsidy Eligibility

[Back-office and Other Facilities]

Business offices that provide additional value primarily to companies located outside of Miyagi prefecture through the use of information technology, with a focus on tasks related to managerial work such as human resources, general affairs and accounting, or operations related to data processing.

Subsidy Requirements

Amount equivalent to fixed asset investments related to establishment of facilities: **30 million yen** or more
(**10 million yen** or more for SMEs within Sendai City)

○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/m² for land, and 8,000 yen /m² for building (31,000 yen/m² for service office).

○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.

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