

PRODUCTIONS EXPENSES - ADMITTED AND EXCLUDED EXPENSES - SIRE-IN02

Decree 370-10 article 167: The expenses that are admitted to apply for the Transferable Tax Credit are only those directly related to the development, preproduction, production and postproduction of films and/or audiovisuals.

QUALIFYING EXPENSES FOR THE TAX CREDIT

- Expenses related to the development and preproduction.
- Construction expenses and stage operations.
- Purchase or rent of costumes, accessories, food, office supplies, transportation, equipment and related services.
- Expenses related to executive production.
- Payroll.
- Photography, sound synchronization, lighting and related expenses.
- Edition, graphics, visual effects, animation, music, and other related postproduction expenses.
- Expenses related to film processing, and format change.
- The rent of filming locations and related expenses.
- The rent of vehicles.
- The expenses related to catering and lodging for the cast and crew.
- Flights from and to the Dominican Republic, also domestic flights as long as they are purchased through an agency or airline, which is established in Dominican territory.
- Insurance, guarantees and bonds as long as they are contracted with companies registered in the Dominican Territory.
- Equipment and supplies freight costs from and to the Dominican Republic.
- Fees of the accountant and legal teams that work with the production.
- Cast and Crew fees.
- Other costs directly linked to production that are widely accepted within the film industry.

EXCLUDED EXPENSES FOR THE TAX CREDIT

- The producer fee cannot exceed 6% of the total DR budget.
- The expenses made during the development stage cannot exceed 3% of the total budget.
- Expenses related to the marketing and distribution of the film.