

TAXATION AND TAX RELIEFS

According to the 2020 International Tax Competitiveness Index of the US think tank "Tax Foundation", Latvia's business tax system is the most competitive among developed countries in the world, placing 1st among the members of OECD. The corporate tax rate in Latvia is 0%, which means that companies pay no income tax for the annual profits. The tax should only be paid in case of paying the dividends, which is 20% of the amount.

Real estate tax in Latvia is 1.5% of the cadastral value of the property. The local government grants a real estate tax rebate to serious investment projects.



European Union funds

Different EU co-financing programmes are available for business development in Latvia. Support is granted in the form of tenders as a non-return gift, under the condition that the company implements the activities provided in the programme. Depending on the planned programmes and tenders, support may be granted for the construction of new energy-efficient production facilities, modernisation and capacity-building of existing plants, development and

implementation of innovative products and production technologies, research and innovations, digitalisation, acquisition of new markets, promotion of exports, etc.

Start-ups, entrepreneurs, and farmers can also apply for business loans and grants, which are administered by the state-owned development finance institution "ALTUM". In addition, agricultural product processing companies, including food producers, may receive support for the purchase of equipment from the Rural Support Service of Latvia.

Support Channels

The municipality of Bauska and the team of Bauska Industrial and Logistics Park will be your trusted partner in all matters. Each investment project receives a contact person for a smooth and direct issue-handling process between the municipality and the company. In addition, the management team of Bauska Industrial and Logistics Park will provide the necessary support and advice in terms of company registration, personnel recruitment, customer and partner selection and engagement, and the attraction of EU funds.



Contact us at bilp@bauska.lv, www.bauska.lv.

The Latvian Investment and Development Agency (LIAA) is an organisation engaged in attracting investors to Latvia, as well as providing support to domestic and foreign companies and investors at the national level. Bauska has one of LIAA business incubators, which provides support for new companies in their initial phase of development.



Contact the Latvian Investment and Development Agency at pasts@liaa.gov.lv, www.liaa.gov.lv!

The Rural Support Service is a State authority overseeing the development of rural areas in Latvia, which administers State and European Union support for rural, agricultural, forestry and fishery industries. The Service aims to promote the development and competitiveness of production by supporting construction, modernisation, purchase of equipment, machinery, livestock and seedlings, etc.



Contact the Rural Support Service at lad@lad.gov.lv, www.lad.gov.lv!