AN ACT

RELATING TO TAXATION -- LEVY AND ASSESSMENT OF LOCAL TAXES

Introduced By: Senator Roger Picard

Date Introduced: March 03, 2015

Referred To: Senate Housing & Municipal Government

It is enacted by the General Assembly as follows:

SECTION 1. Section 44-5-13.11 of the General Laws in Chapter 44-5 entitled "Levy and Assessment of Local Taxes" is hereby amended to read as follows:

44-5-13.11. Qualifying low-income housing -- Assessment and taxation. -- Any residential property that has been issued an occupancy permit on or after January 1, 1995, after substantial rehabilitation as defined by the U.S. Department of Housing and Urban Development and is encumbered by a covenant recorded in the land records in favor of a governmental unit or Rhode Island housing and mortgage finance corporation restricting either or both the rents that may be charged to tenants of the property or the incomes of the occupants of the property, is subject to a tax that equals eight percent (8%) of the property's previous years' gross scheduled rental income or a lesser percentage as determined by each municipality. provided that where twelve percent (12%) or more of the residential units within a municipality qualify for low-income housing, the tax that may be charged is ten percent (10%) of the property's current year's gross scheduled rental income or a lesser percentage as determined by each municipality.

SECTION 2. This act shall take effect upon passage.
EXPLANATION

BY THE LEGISLATIVE COUNCIL

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1 This act would permit a municipality, where twelve percent (12%) of the housing in a
2 municipality qualifies for low-income housing, to charge ten percent (10%) based on the current
3 year's gross scheduled rent.
4 This act would take effect upon passage.

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