

2017 -- S 0967

=====
LC002892
=====

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2017

A N A C T

RELATING TO TAXATION -- PROPERTY SUBJECT TO TAXATION

Introduced By: Senators Cote, and Picard

Date Introduced: June 21, 2017

Referred To: Senate Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Chapter 44-3 of the General Laws entitled "Property Subject to Taxation" is
2 hereby amended by adding thereto the following section:

3 **44-3-66. Hospital conversion.**

4 In the event an existing for-profit hospital is acquired by a not-for-profit corporation, or if
5 an existing for-profit hospital is otherwise converted to a not-for-profit hospital, that hospital shall
6 continue its pre-conversion tax status, and shall be subject to taxation by the local municipal
7 taxing authority, pursuant to the provisions of this chapter. Provided, the city or town council of
8 the local taxing authority may enter into alternative taxing arrangements with the hospital, which
9 may include, but shall not be limited to, a payment in lieu of taxes program or other agreement.
10 The definitions contained in §23-17.14-4 shall be applicable to this section.

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

=====
LC002892
=====

EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
A N A C T
RELATING TO TAXATION -- PROPERTY SUBJECT TO TAXATION

1 This act would provide that in the event a for-profit hospital was acquired by a not-for-
2 profit corporation, or if an existing for-profit hospital was otherwise converted to a not-for-profit
3 hospital, the hospital would continue its pre-conversion tax status, and would be subject to
4 taxation by the local municipal taxing authority.

5 This act would take effect upon passage.

=====
LC002892
=====