

2023 -- H 5603

LC000123

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2023

A N A C T

RELATING TO TAXATION -- PROPERTY SUBJECT TO TAXATION

Introduced By: Representatives Morales, J. Lombardi, Hull, Sanchez, Chippendale,  
Newberry, Slater, Diaz, Kislak, and Biah  
Date Introduced: February 15, 2023

Referred To: House Municipal Government & Housing

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 **44-3-67. Imposition of tax on higher education private institution endowments by**  
4 **municipalities.**

5 (a) Each city and town, by resolution or ordinance adopted by the city or town council,  
6 may wholly or partially impose a tax, of not more than two percent (2%), on the endowment of a  
7 private institution of higher education located in that city or town.

8 (b) All tax revenues generated pursuant to this section shall be deposited in a restricted  
9 receipt account by the city or town to be used only for the public school district of that municipality.

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

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EXPLANATION  
BY THE LEGISLATIVE COUNCIL  
OF  
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1           This act would allow the host city or town to impose a two percent (2%) tax on the  
2 endowment of a private institution of higher education, to be used only for the host's public school  
3 district.

4           This act would take effect upon passage.

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