

2023 -- S 0859

=====  
LC000781  
=====

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: Senators Mack, Zurier, and Bell

Date Introduced: March 30, 2023

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 **44-3-67. 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.

=====  
LC000781  
=====

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

\*\*\*

- 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.

=====  
LC000781  
=====