

2017 -- H 5287

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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2017

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A N A C T

RELATING TO TAXATION - PERSONAL INCOME TAX - PART 44-30-81 PROCEDURE  
AND ADMINISTRATION

Introduced By: Representatives Roberts, Price, Ucci, Lima, and Quattrocchi

Date Introduced: January 27, 2017

Referred To: House Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Section 44-30-88 of the General Laws in Chapter 44-30 entitled "Personal  
2 Income Tax" is hereby amended to read as follows:

3 **44-30-88. Interest on overpayment.**

4 (a) General. Interest shall be allowed and paid as follows at the annual rate provided by §  
5 44-1-7 upon any overpayment in respect of Rhode Island personal income tax:

6 (1) From the date of the overpayment to a date, to be determined by the tax administrator,  
7 preceding the date of a refund check by not more than thirty (30) days, whether or not the refund  
8 check is accepted by the taxpayer after tender of the check to the taxpayer. The acceptance of the  
9 check shall be without prejudice to any right of the taxpayer to claim any additional overpayment  
10 and interest thereon;

11 (2) From the date of the overpayment to the due date of an amount against which a credit  
12 is taken. No interest shall be allowed or paid if the amount is less than two dollars (\$2.00).

13 (b) Date of payment. The provisions of § 44-30-87(h) and (i) applicable in determining  
14 the date of payment of tax for purposes of determining the period of limitation on credit or  
15 refund, shall be applicable in determining the date of payment for purposes of this section.

16 (c) Income tax refund within ninety (90) days of due date of tax If any overpayment of  
17 Rhode Island personal income tax is refunded within ninety (90) days after the last prescribed  
18 date, or permitted by extension of time, for filing the return of the tax, or within ninety (90) days

1 after the return is in fact filed, no interest is allowed under this section on the overpayment.

2 (d) Refund of tax caused by carryback of loss. For purposes of this section, if any  
3 overpayment of Rhode Island personal income tax results from a carryback of a net operating  
4 loss, the overpayment is deemed not to have been made prior to the close of the taxable year in  
5 which such net operating loss arises.

6 (e) Cross reference. See § 44-30-87(c), terminating interest after failure to file notice of  
7 federal change under § 44-30-59.

8 (f) For the tax year 2016, any overpayment of Rhode Island personal income tax not  
9 refunded by June 30, 2017 shall be paid to the taxpayer with interest assessed at a rate of twelve  
10 percent (12%) per annum compounded daily for each day the refund of the overpayment is  
11 delayed beyond June 30, 2017.

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

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EXPLANATION  
BY THE LEGISLATIVE COUNCIL  
OF

A N A C T

RELATING TO TAXATION - PERSONAL INCOME TAX - PART 44-30-81 PROCEDURE  
AND ADMINISTRATION

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- 1           This act would provide that any 2016 tax overpayment would be refunded with interest
- 2           calculated at twelve percent (12%) compounded daily if not received by June 30, 2017.
- 3           This act would take effect upon passage.

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