

2022 -- H 7447

LC004555

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2022

A N A C T

RELATING TO TAXATION

Introduced By: Representative P Morgan

Date Introduced: February 11, 2022

Referred To: House Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Title 44 of the General Laws entitled "TAXATION" is hereby amended by
2 adding thereto the following chapter:

3 CHAPTER 70

4 SUPPLY CHAIN RELOCATION

5 **44-70-1. Supply chain relocation.**

6 Every entity that relocates any part of the United States supply chain that currently is
7 located in another country to Rhode Island shall be eligible to receive:

8 (a) Ten (10) years of zero percent (0%) property tax payments. Manufacturing entities shall
9 receive an additional ten (10) years in which the property tax increases by ten percent (10%) every
10 year until it reached one hundred percent (100%) in the tenth year of production. The state shall
11 reimburse the municipality.

12 (b) A one hundred percent (100%) tax credit for the cost of placing solar arrays or
13 hydroelectric turbines at its facility.

14 (c) A fifty percent (50%) credit for all materials and labor used to increase the energy
15 conservation efficiency of the physical plant.

16 (d) A tax credit equal to fifty percent (50%) of the state income tax owed by the entity for
17 fifteen (15) years commencing in the first year the entity begins production.

18 (e) A tax credit for all sales taxes on construction materials used in the initial construction
19 or renovation of the facility.

1 (f) For the first fifteen (15) years of production the entity shall receive:

2 (1) A tax credit equal to seventy-five percent (75%) of the cost of employee training. This
3 tax credit applies to in-house training. The entity's employees shall also be eligible for free tuition
4 at any Rhode Island state college for instruction required to improve job performance. The entity
5 shall attest to the value and necessity of the college instruction to its operations for the employee
6 to be eligible.

7 (2) A tax credit equal to fifty percent (50%) of the cost for technology or equipment used
8 to reduce the waste stream or combat pollution.

9 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 provide tax credits to any entity that relocates any part of the United States
- 2 supply chain that currently is located in another country to Rhode Island.
- 3 This act would take effect upon passage.

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