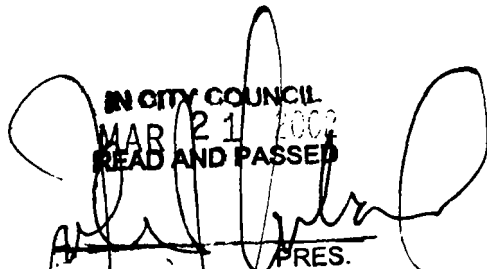
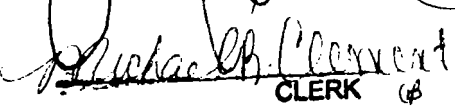



RESOLUTION OF THE CITY COUNCIL

No. 193

Approved March 26, 2002

RESOLVED, That the City Council hereby endorses and urges passage by the General Assembly of House Bill 2002 – H 7617 Relating to State Aid, substantially the form attached.

IN CITY COUNCIL
MAR 21 2002
READ AND PASSED

PRES.

CLERK 

APPROVED
MAR 26 2002

MAYOR

IN CITY COUNCIL
2/21/2002
FIRST READING
REFERRED TO COMMITTEE ON
STATE LEGISLATION

Michael R. Clonan CLERK
20

THE COMMITTEE ON

State Legislation
Recommends Passage
Michael R. Clonan
3/6/02 CLERK

Commissioner Allen (By request)

2002 -- H 7617

LC02083

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2002

A N A C T

RELATING TO STATE AID

Introduced By: Representatives Slater, Moura, Abdullah-Odiase, Tejada, and D Cicilline

Date Introduced: February 05, 2002

Referred To: House Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Section 45-13-5.1 of the General Laws in Chapter 45-13 entitled "State
2 Aid" is hereby amended to read as follows:

3 **45-13-5.1. General assembly appropriations in lieu of property tax from certain**
4 **exempt private and state properties.** -- (a) In lieu of the amount of local real property tax on
5 real property owned by any private nonprofit institution of higher education, or any nonprofit
6 hospital facility, or any state owned and operated hospital, veterans' residential facility, or
7 correctional facility occupied by more than 100 residents which may have been or will be
8 exempted from taxation by applicable state law, exclusive of any facility operated by the federal
9 government, the state of Rhode Island, or any of its subdivisions, the general assembly shall
10 annually appropriate for payment to the several cities and towns in which the property lies a sum
11 equal to twenty-seven percent (27%) of all tax that would have been collected had the property
12 been taxable.

13 The state appropriation in the fiscal year commencing July 1, 2002, shall be equal to
14 thirty-five percent (35%) of the tax that would have been collected had the property been taxed.
15 In the fiscal year commencing July 1, 2003, the rate shall be forty percent (40%); in the fiscal
16 year commencing July 1, 2004, the rate shall be forty-five percent (45%); in the fiscal year
17 commencing July 1, 2005, and for every fiscal year thereafter, the rate shall be fifty percent
18 (50%).

19 (b) As used in this section, "private nonprofit institution of higher education" means any

1 institution engaged primarily in education beyond the high school level, the property of which is
2 exempt from property tax under any of the subdivisions, and "nonprofit hospital facility" means
3 any nonprofit hospital licensed by the state and which is used for the purpose of general medical,
4 surgical, or psychiatric care and treatment.

5 (c) The grant payable to any municipality under the provision of this section shall be
6 equal to twenty-seven percent (27%) of the property taxes which, except for any exemption to
7 any institution of higher education or general hospital facility, would have been paid with respect
8 to that exempt real property on the assessment list in the municipality for the assessment date of
9 December 31, 1986 and with respect to such exempt real property appearing on an assessment list
10 in the municipality on succeeding assessment dates.

11 The state appropriation in the fiscal year commencing July 1, 2002, shall be equal to
12 thirty-five percent (35%) of the tax that would have been collected had the property been taxed.
13 In the fiscal year commencing July 1, 2003, the rate shall be forty percent (40%); in the fiscal
14 year commencing July 1, 2004, the rate shall be forty-five percent (45%); in the fiscal year
15 commencing July 1, 2005, and for every fiscal year thereafter, the rate shall be fifty percent
16 (50%).

17 (d) The state budget offices shall include the amount of the annual grant in the state
18 budget for the fiscal year commencing July 1, 1988 and each fiscal year thereafter.

19 (e) Distribution of appropriations shall be made by the state on or before July 31 of 1988
20 and each July 31 thereafter, and the payments may be counted as a receivable by any city or town
21 for a fiscal year ending the preceding June 30.

22 (f) Any act or omission by the state with respect to this chapter shall in no way diminish
23 the duty of any town or municipality to provide public safety or other ordinary services to the
24 properties or facilities of the type listed in subsection (a).

25 (g) Provided, that payments authorized pursuant to this section shall be reduced pro rata,
26 for that period of time that the municipality suspends or reduces essential services to eligible
27 facilities. For the purposes of this section "essential services" include, but are not to be limited to,
28 police, fire and rescue.

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

LC02083

EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
A N A C T
RELATING TO STATE AID

- 1 This act would gradually increase the percent of the state appropriations in lieu of taxes,
2 starting with thirty-five percent (35%) on July 1, 2002, and finally reaching fifty percent (50%) as
3 of July 1, 2005.
- 4 This act would take effect upon passage.

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LC02083
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