

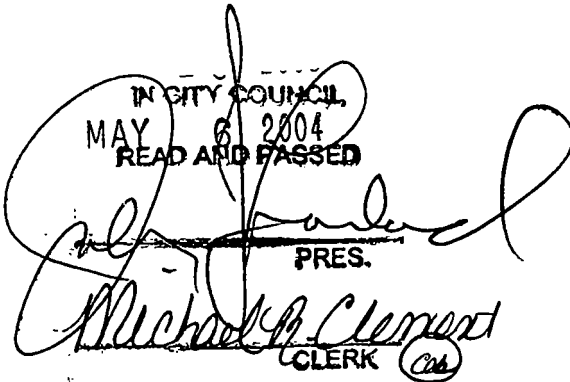

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

No. 214

Approved May 13, 2004

RESOLVED, That the Members of the Providence City Council hereby Endorse and Urge Passage by the General Assembly of House Bill 2004-H 8322, Relative to Taxation—Levy and Assessment of Local Taxes.

IN CITY COUNCIL,
MAY 6, 2004
READ AND PASSED

PRES.
Michael B. Clement
CLERK 

APPROVED


5/13/04
MAYOR

IN CITY COUNCIL
APR 15 2004
FIRST READING
REFERRED TO COMMITTEE ON
STATE LEGISLATION
Michael D. Clement CLERK
MC

THE COMMITTEE ON
STATE LEGISLATION
Recommends Approval
Craig B. Burt
April 21 2004 CLERK

Councilmen Sponte, Jackson, Luna, Mancini and Councilwoman Roman (By Request)

2004 -- H 8322

=====
LC02954
=====**STATE OF RHODE ISLAND****IN GENERAL ASSEMBLY****JANUARY SESSION, A.D. 2004**

A N A C T**RELATING TO TAXATION -- LEVY AND ASSESSMENT OF LOCAL TAXES****Introduced By:** Representatives Moura, Slater, McCauley, Ajello, and Williams**Date Introduced:** March 18, 2004**Referred To:** House Corporations

It is enacted by the General Assembly as follows:

- 1-1 SECTION 1. Section 44-5-11.8 of the General Laws in Chapter 44-5 entitled "Levy and
1-2 Assessment of Local Taxes" is hereby amended to read as follows:
- 1-3 **44-5-11.8. Tax classification.** -- (a) Upon the completion of any comprehensive
1-4 revaluation or in the case of the town of Cumberland, city of Providence, and the city of
1-5 Cranston, any update, in accordance with section 44-5-11.6, any city or town may adopt a tax
1-6 classification plan by ordinance with the following limitations:
- 1-7 (1) The designated classes of property shall be limited to the four classes as defined in
1-8 subsection (b), except in the city of Providence.
- 1-9 (2) The effective tax rate applicable to any class shall not exceed by 50% the rate
1-10 applicable to any other class, except in the city of Providence.
- 1-11 (3) Any tax rate changes from one year to the next shall be applied such that the same
1-12 percentage rate change is applicable to all classes, except in the city of Providence.
- 1-13 (4) Notwithstanding subdivisions (a)(2) and (a)(3), the tax rates applicable to wholesale
1-14 and retail inventory within Class 3 as defined in subsection (b) are governed by section 44-3-29.1.

1-15 (5) Notwithstanding subdivisions (a)(2) and (a)(3), the tax rates applicable to motor
1-16 vehicles within Class 4 as defined in subsection (b) are governed by section 44-34.1-1.

1-17 (6) The provisions of chapter 35 of this title relating to property tax and fiscal disclosure
1-18 applies to the reporting of and compliance with these classification restrictions.

1-19 (b) Classes of Property.

2-1 (1) (i) Class 1: Residential real estate consisting of no more than five (5) dwelling units,
2-2 land classified as open space, and dwellings on leased land including mobile homes. In the city of
2-3 Providence, this class may also include residential properties containing partial commercial or
2-4 business uses and residential real estate of more than five (5) dwelling units. A homestead
2-5 exemption provision is also authorized within this class, provided however, that the actual
2-6 effective rate applicable to property qualifying for this exemption shall be construed as the
2-7 standard rate for this class against which the maximum rate applicable to another class shall be
2-8 determined.

2-9 (ii) In the city of Providence, the percentage reduction in valuation of residential real
2-10 estate shall apply to residential real estate containing five (5) or less dwelling units. In the case of
2-11 multiple dwellings containing more than five (5) dwelling units, the percentage reduction in
2-12 valuation shall be applied to the result of dividing the assessed valuation by the number of
2-13 dwelling units in the multiple dwelling and multiplying the quotient by five (5). In the city of
2-14 Providence, in order to ensure compliance with the homestead exemption authorized in this
2-15 section, the city council shall provide by resolution or ordinance rules and regulations governing
2-16 eligibility for the homestead exemption.

2-17 (2) Class 2: Commercial and industrial real estate, residential properties containing partial
2-18 commercial or business uses and residential real estate of more than five (5) dwelling units. In the
2-19 city of Providence, properties containing partial commercial or business uses and residential real
2-20 estate of more than five (5) dwelling units may be included in Class 1.

2-21 (3) Class 3: All ratable tangible personal property.

2-22 (4) Class 4: Motor vehicles and trailers subject to the excise tax created by chapter 34 of
2-23 this title.

2-24 (c) ~~Notwithstanding the provisions of subsections (a)(2) and (a)(3), the~~ The city council
2-25 of the city of Providence may by resolution or ordinance provide for and adopt a tax rate on ~~Class~~
2-26 ~~3, all ratable tangible personal property, in accordance with the following schedule: various~~

2-27 classes as it shall deem appropriate. Providence shall be able to adopt up to five (5) separate and
2-28 distinct classes of property, and shall be able to establish homestead exemptions up to fifty
2-29 percent (50%) of value. The tax rates for each class shall not exceed by more than two hundred
2-30 fifty percent (250%) the rate applicable to any other class.

2-31 ~~Date of Assessment Tax rate on all ratable tangible personal~~
2-32 ~~property shall not exceed the percentages as indicated~~
2-33 ~~below:~~

2-34 ~~December 31, 2000 120% more than the effective tax rate~~
3-1 ~~applicable to any other class~~

3-2 ~~December 31, 2001 106% more than the effective tax rate~~
3-3 ~~applicable to any other class~~

3-4 ~~December 31, 2002 92% more than the effective tax rate~~
3-5 ~~applicable to any other class~~

3-6 ~~December 31, 2003 78% more than the effective tax rate~~
3-7 ~~applicable to any other class~~

3-8 ~~December 31, 2004 64% more than the effective tax rate~~
3-9 ~~applicable to any other class~~

3-10 ~~December 31, 2005 50% more than the effective tax rate~~
3-11 ~~applicable to any other class~~

3-12 (d) Notwithstanding the provisions of subsection (a) hereof the town council of the town
3-13 of Middletown may hereafter, by ordinance, adopt a tax classification plan in accordance with the
3-14 provisions of subsections (a)1-6 and (b)1-4 hereof, to be applicable to taxes assessed on or after
3-15 the assessment date of December 31, 2002.

3-16 SECTION 2. This act shall take effect upon passage.

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LC02954
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EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF

A N A C T**RELATING TO TAXATION -- LEVY AND ASSESSMENT OF LOCAL TAXES*********

- 4-1 This act would allow the city of Providence to adopt a new tax classification plan.
- 4-2 This act would take effect upon passage.

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LC02954
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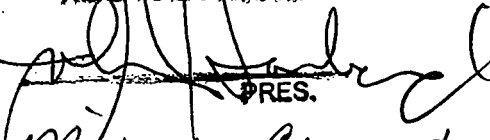

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

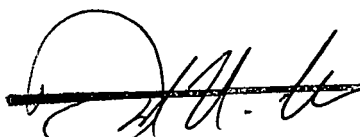
RESOLUTION OF THE CITY COUNCIL

No. 215

Approved May 13, 2004

RESOLVED, That the Members of the Providence City Council hereby Endorse and Urge Passage by the General Assembly of Senate Bill 2004-S 2805 and House Bill 2004-H 8249, Relative to Creating a Special Legislative Commission to Study Transportation Issues in Providence, North Providence, East Providence, Central Falls, Pawtucket, Woonsocket and Warwick and Making an Appropriation Therefore of the Sum of Three Hundred and Seventy-Five Thousand Dollars (\$375,000).

IN CITY COUNCIL
MAY 6 2004
READ AND PASSED

PRES.

CLERK
APPROVED


MAYOR 5/13/04

IN CITY COUNCIL
APR 15 2004
FIRST READING
REFERRED TO COMMITTEE ON
STATE LEGISLATION

Michael B. D'Amore CLERK

THE COMMITTEE ON
STATE LEGISLATION
Recommends Approval

Cairi E. Bultman
April 21, 2004 CLERK

Councilman R. J. Jackson, D. L. Luna, M. J. Marciniak and B. J. Romanow (By Request)

2004 -- S 2805

=====
LC01738
=====**STATE OF RHODE ISLAND****IN GENERAL ASSEMBLY****JANUARY SESSION, A.D. 2004**

**JOINT RESOLUTION
CREATING A SPECIAL LEGISLATIVE COMMISSION TO STUDY TRANSPORTATION
ISSUES IN PROVIDENCE, NORTH PROVIDENCE, EAST PROVIDENCE, CENTRAL
FALLS, PAWTUCKET, WOONSOCKET AND WARWICK AND MAKING AN
APPROPRIATION THEREFORE OF THE SUM OF THREE HUNDRED AND SEVENTY-
FIVE THOUSAND DOLLARS (\$375,000)**

Introduced By: Senators F Caprio, Perry, Ciccone, Pichardo, and Goodwin

Date Introduced: February 11, 2004

Referred To: Senate Constitutional & Gaming Issues

- 1-1 RESOLVED, That a special legislative commission be and the same is hereby created
- 1-2 consisting of seventeen (17) members; three (3) of whom shall be members of the House of
- 1-3 Representatives, not more than two (2) from the same political party, to be appointed by the
- 1-4 Speaker of the House; three (3) of whom shall be members of the Senate, not more than two (2)
- 1-5 from the same political party, to be appointed by the President of the Senate; three (3) of whom
- 1-6 shall be the Mayor or City manager of the referenced cities and towns, having a population of
- 1-7 more than one hundred fifty thousand , or designee; two (2) of whom shall be the Mayor or City
- 1-8 manager of the referenced cities and towns, having a population between one hundred thousand
- 1-9 and one hundred fifty thousand, or designee; one (1) of whom shall be the Mayor or City manager
- 1-10 of the referenced cities and towns, having a population of less than one hundred thousand, or
- 1-11 designee; one (1) of whom shall be the Director of the Rhode Island Department of
- 1-12 Transportation, or designee; one (1) of whom shall be the Director of the Rhode Island Economic
- 1-13 Development Corporation, or designee; one (1) of whom shall be the Director of the Rhode Island
- 1-14 Public Transit Authority, or designee; one (1) of whom shall be the Director of the Rhode Island
- 1-15 Airport Corporation, or designee; and one (1) of whom shall be the Executive Director of

1-16 GrowSmart, or designee.

1-17 In lieu of any appointment of a member of the legislature to a permanent advisory
1-18 commission, a legislative study commission, or any commission created by a General Assembly
2-1 resolution, the appointing authority may appoint a member of the general public to serve in lieu
2-2 of a legislator; provided, that the majority leader or the minority leader of the political party
2-3 which is entitled to the appointment consent to the member of the general public.

2-4 The purpose of said commission shall be to review transportation problems in
2-5 Providence, North Providence, East Providence, Cranston, Pawtucket, Central Falls, Woonsocket
2-6 and Warwick and to examine ways and recommendations that will deal with this issue, including,
2-7 but not limited to, the downtown area, with a focus on measures that will use transportation as a
2-8 stimulus to smart growth and economic development in the state of Rhode Island.

2-9 Forthwith upon passage of this resolution, the members of the commission shall meet at
2-10 the call of the President of the Senate and organize and shall select, from among the legislators, a
2-11 chairperson. Vacancies in said commission shall be filled in like manner as the original
2-12 appointment.

2-13 The membership of said commission shall receive no compensation for their services.

2-14 All departments and agencies of the state shall furnish such advice and information,
2-15 documentary and otherwise, to said commission and its agents as is deemed necessary or
2-16 desirable by the commission to facilitate the purposes of this resolution.

2-17 The Joint Committee on Legislative Services is hereby authorized and directed to provide
2-18 suitable quarters for said commission; and be it further

2-19 RESOLVED, That the commission shall report its findings and recommendations to the
2-20 General Assembly no later than February 3, 2005 and said commission shall expire on April 3,
2-21 2005; and be it further

2-22 RESOLVED, That an appropriation of three hundred and seventy-five thousand dollars
2-23 (\$375,000) shall be authorized in order to carry out the purpose and functions set forth in this
2-24 resolution.

=====
LC01738
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**EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF**

**JOINT RESOLUTION
CREATING A SPECIAL LEGISLATIVE COMMISSION TO STUDY TRANSPORTATION
ISSUES IN PROVIDENCE, NORTH PROVIDENCE, EAST PROVIDENCE, CENTRAL
FALLS, PAWTUCKET, WOONSOCKET AND WARWICK AND MAKING AN
APPROPRIATION THEREFORE OF THE SUM OF THREE HUNDRED AND SEVENTY-
FIVE THOUSAND DOLLARS (\$375,000)**

- 3-1 This resolution would create a seventeen (17) member special legislative commission
3-2 whose purpose it shall be to review transportation problems in Providence, North Providence,
3-3 East Providence, Cranston, Pawtucket, Central Falls, Woonsocket and Warwick and to examine
3-4 ways and recommendations that will deal with this issue, including, but not limited to, the
3-5 downtown area, with a focus on measures that will use transportation as a stimulus to smart
3-6 growth and economic development in the state of Rhode Island and who would report back to the
3-7 General Assembly no later than February 3, 2005 and whose life would expire on April 3, 2005;
3-8 and an appropriation of three hundred and seventy-five thousand dollars (\$375,000) would be
3-9 authorized in order to carry out the purpose and functions set forth in this resolution.

=====
LC01738
=====

2004 -- H 8249

=====
LC01737
=====**STATE OF RHODE ISLAND****IN GENERAL ASSEMBLY****JANUARY SESSION, A.D. 2004****JOINT RESOLUTION**

**CREATING A SPECIAL LEGISLATIVE COMMISSION TO STUDY TRANSPORTATION
ISSUES IN PROVIDENCE, NORTH PROVIDENCE, EAST PROVIDENCE, CENTRAL
FALLS, PAWTUCKET, WOONSOCKET AND WARWICK AND MAKING AN
APPROPRIATION THEREFORE OF THE SUM OF THREE HUNDRED AND SEVENTY-
FIVE THOUSAND DOLLARS (\$375,000)**

Introduced By: Representatives Slater, and Moura**Date Introduced:** March 09, 2004**Referred To:** House Finance

- 1-1 RESOLVED, That a special legislative commission be and the same is hereby created
1-2 consisting of seventeen (17) members; three (3) of whom shall be members of the House of
1-3 Representatives, not more than two (2) from the same political party, to be appointed by the
1-4 Speaker of the House; three (3) of whom shall be members of the Senate, not more than two (2)
1-5 from the same political party, to be appointed by the President of the Senate; three (3) of whom
1-6 shall be the Mayor or City manager of the referenced cities and towns, having a population of
1-7 more than one hundred fifty thousand, or designee; two (2) of whom shall be the Mayor or City
1-8 manager of the referenced cities and towns, having a population between one hundred thousand
1-9 and one hundred fifty thousand, or designee; one (1) of whom shall be the Mayor or City manager
1-10 of the referenced cities and towns, having a population of less than one hundred thousand, or
1-11 designee; one (1) of whom shall be the Director of the Rhode Island Department of
1-12 Transportation, or designee; one (1) of whom shall be the Director of the Rhode Island Economic
1-13 Development Corporation, or designee; one (1) of whom shall be the Director of the Rhode Island
1-14 Public Transit Authority, or designee; one (1) of whom shall be the Director of the Rhode Island
1-15 Airport Corporation, or designee; and one (1) of whom shall be the Executive Director of

1-16 GrowSmart, or designee.

1-17 In lieu of any appointment of a member of the legislature to a permanent advisory
1-18 commission, a legislative study commission, or any commission created by a General Assembly
2-1 resolution, the appointing authority may appoint a member of the general public to serve in lieu
2-2 of a legislator; provided, that the majority leader or the minority leader of the political party
2-3 which is entitled to the appointment consent to the member of the general public.

2-4 The purpose of said commission shall be to review transportation problems in
2-5 Providence, North Providence, East Providence, Cranston, Pawtucket, Central Falls, Woonsocket
2-6 and Warwick and to examine ways and recommendations that will deal with this issue, including,
2-7 but not limited to, the downtown area, with a focus on measures that will use transportation as a
2-8 stimulus to smart growth and economic development in the state of Rhode Island.

2-9 Forthwith upon passage of this resolution, the members of the commission shall meet at
2-10 the call of the President of the Senate and organize and shall select, from among the legislators, a
2-11 chairperson. Vacancies in said commission shall be filled in like manner as the original
2-12 appointment.

2-13 The membership of said commission shall receive no compensation for their services.

2-14 All departments and agencies of the state shall furnish such advice and information,
2-15 documentary and otherwise, to said commission and its agents as is deemed necessary or
2-16 desirable by the commission to facilitate the purposes of this resolution.

2-17 The Joint Committee on Legislative Services is hereby authorized and directed to provide
2-18 suitable quarters for said commission; and be it further

2-19 RESOLVED, That the commission shall report its findings and recommendations to the
2-20 General Assembly no later than February 3, 2005 and said commission shall expire on April 3,
2-21 2005; and be it further

2-22 RESOLVED, That an appropriation of three hundred and seventy-five thousand dollars
2-23 (\$375,000) shall be authorized in order to carry out the purpose and functions set forth in this
2-24 resolution.

=====
LC01737
=====

**EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF**

**JOINT RESOLUTION
CREATING A SPECIAL LEGISLATIVE COMMISSION TO STUDY TRANSPORTATION
ISSUES IN PROVIDENCE, NORTH PROVIDENCE, EAST PROVIDENCE, CENTRAL
FALLS, PAWTUCKET, WOONSOCKET AND WARWICK AND MAKING AN
APPROPRIATION THEREFORE OF THE SUM OF THREE HUNDRED AND SEVENTY-
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- 3-1 This resolution would create a seventeen (17) member special legislative commission
3-2 whose purpose it would be to review transportation problems in Providence, North Providence,
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3-4 ways and recommendations that will deal with this issue, including, but not limited to, the
3-5 downtown area, with a focus on measures that will use transportation as a stimulus to smart
3-6 growth and economic development in the state of Rhode Island and who would report back to the
3-7 General Assembly no later than February 3, 2005 and whose life would expire on April 3, 2005;
3-8 and an appropriation of three hundred and seventy-five thousand dollars (\$375,000) would be
3-9 authorized in order to carry out the purpose and functions set forth in this resolution.

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LC01737
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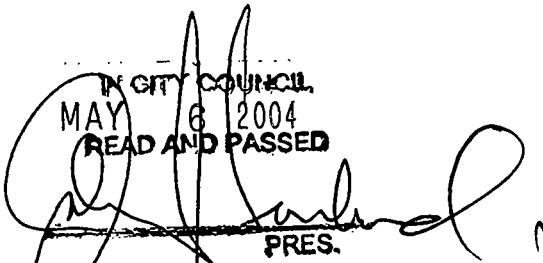
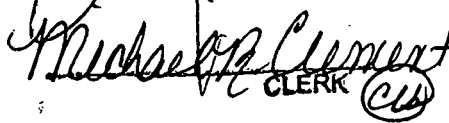

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

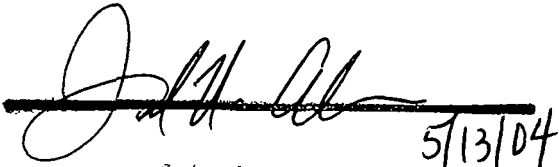
No. 216

Approved May 13, 2004

RESOLVED, That the Members of the Providence City Council
hereby Endorse and Urge Passage by the General Assembly of House Bill
2004-H 8247, Relative to Taxation—Property Subject to Taxation.

IN CITY COUNCIL
MAY 6 2004
READ AND PASSED

PRES.

CLERK 

APPROVED


5/13/04
MAYOR

IN CITY COUNCIL
APR 15 2004
FIRST READING
REFERRED TO COMMITTEE ON
STATE LEGISLATION

Michael H. Clement CLERK

THE COMMITTEE ON
STATE LEGISLATION
Recommends Approval

Claire Bellard
April 21, 2004 CLERK

Councilmen Aponte, Jackson, Luna, Mancini and Councilwoman Romanos (By Bequest)

2004 -- H 8247

=====
LC02186
=====**STATE OF RHODE ISLAND****IN GENERAL ASSEMBLY****JANUARY SESSION, A.D. 2004**

A N A C T
RELATING TO TAXATION - PROPERTY SUBJECT TO TAXATION**Introduced By:** Representatives Moura, Ajello, and Slater**Date Introduced:** March 09, 2004**Referred To:** House Finance

It is enacted by the General Assembly as follows:

- 1-1 **SECTION 1. Findings and Purpose.**
- 1-2 **WHEREAS, The general assembly finds that it is advantageous to recruit new business**
- 1-3 **development to the state and strive to retain those businesses already within its borders; and**
- 1-4 **WHEREAS, The State of Rhode Island benefits from the retention and addition of**
- 1-5 **projects that offer significant investment, create substantial job opportunities and offer**
- 1-6 **meaningful capital investment and job creation; and**
- 1-7 **WHEREAS, A tool often employed when courting business to a state is negotiation of**
- 1-8 **tax exemptions and tax stabilizations, known as tax treaties; and**
- 1-9 **WHEREAS, The positive impact of attracting the right businesses and industries to the**
- 1-10 **state more than outweigh the expense of these tax treaties through the creation of jobs, increased**
- 1-11 **payroll tax, increased state corporate income tax, increased personal income tax, and increased**
- 1-12 **sales tax yields, the majority of the tax benefit is realized by the state; and**
- 1-13 **WHEREAS, In order to attract new business and industry to the state, thereby improving**
- 1-14 **the state's economy as a whole, it is advantageous to offer an incentive to cities and towns in the**
- 1-15 **State of Rhode Island to enter into tax treaties, while maintaining fiscal responsibility at the local**
- 1-16 **level. It is recognized that a system of cooperation must be implemented between the state and**

1-17 the municipalities so that a portion of the increased tax revenue realized by the state shall be
1-18 shared by the host cities and towns to offset the decreased tax revenues of the municipalities
1-19 caused by the tax treaty.

2-1 SECTION 2. Section 44-3-9 of the General Laws in Chapter 44-3 entitled "Property
2-2 Subject to Taxation" is hereby amended to read as follows:

2-3 **44-3-9. Exemption or stabilizing of taxes on property used for manufacturing,**
2-4 **commercial, or residential purposes.** -- (a) (1) Except as provided in this section, the electors of
2-5 any town qualified to vote on a proposition to appropriate money or impose a tax when legally
2-6 assembled, may vote to authorize the town council of the town, for a period not exceeding twenty
2-7 (20) years, and subject to the conditions as provided in this section, to exempt from payment, in
2-8 whole or in part, real and personal property used for manufacturing, commercial, or residential
2-9 purposes, or to determine a stabilized amount of taxes to be paid on account of the property,
2-10 notwithstanding the valuation of the property or the rate of tax; provided, that after public
2-11 hearings, at least ten (10) days' notice of which shall be given in a newspaper having a general
2-12 circulation in the town, the town council determines that:

2-13 (i) Granting of the exemption or stabilization will inure to the benefit of the town by
2-14 reason of: (A) the willingness of the manufacturing or commercial concern to locate in the town,
2-15 or of individuals to reside in such an area; or (B) the willingness of a manufacturing firm to
2-16 expand facilities with an increase in employment or the willingness of a commercial or
2-17 manufacturing concern to retain or expand its facility in the town and not reduce substantially its
2-18 work force in the town; or (C) an improvement of the physical plant of the town which will result
2-19 in a long-term economic benefit to the town and state; or

2-20 (ii) Granting of the exemption or stabilization of taxes will inure to the benefit of the
2-21 town by reason of the willingness of a manufacturing or commercial or residential firm or
2-22 property owner to construct new or to replace, reconstruct, convert, expand, retain or remodel
2-23 existing buildings, facilities, machinery, or equipment with modern buildings, facilities, fixtures,
2-24 machinery, or equipment resulting in an increase or maintenance in plant, residential housing or
2-25 commercial building investment by the firm or property owned in the town;

2-26 (2) Provided further, that should the town council make the determination in subsection
2-27 (a)(1)(i)(B), any exemption or stabilization may be granted as to new buildings, fixtures,
2-28 machinery, or equipment for new buildings, firms or expansions, and may be granted as to

2-29 existing buildings, fixtures, machinery and equipment for existing employers in the town.

2-30 (b) Cities shall have the same authority as is granted to towns except that authority
2-31 granted to the qualified electors of a town and to town councils shall be exercised in the case of a
2-32 city by the city council.

2-33 (c) For purposes of this section, "property used for commercial purposes" means any
2-34 building or structures used essentially for offices or commercial enterprises.

3-1 (d) Except as provided in this section, property, the payment of taxes on which has been
3-2 so exempted or which is subject to the payment of a stabilized amount of taxes, shall not, during
3-3 the period for which the exemption or stabilization of the amount of taxes is granted, be further
3-4 liable to taxation by the city or town in which the property is located so long as the property is
3-5 used for the manufacturing or commercial, or residential purposes for which the exemption or
3-6 stabilized amount of taxes was made.

3-7 (e) Notwithstanding any vote of the qualified electors of a town and findings of a town
3-8 council or of any vote and findings by a city council, the property shall be assessed for and shall
3-9 pay that portion of the tax if any assessed by the city or town in which the real or personal
3-10 property is located, for the purpose of paying the indebtedness of the city or town and the
3-11 indebtedness of the state or any political subdivision thereof to the extent assessed upon or
3-12 apportioned to the city or town, and the interest thereon, and for appropriation to any sinking fund
3-13 of the city or town, which portion of the tax shall be paid in full, and the taxes so assessed and
3-14 collected shall be kept in a separate account and used only for that purpose.

3-15 (f) Nothing in this section shall be deemed to permit the exemption or stabilization
3-16 herein provided for any manufacturing or commercial concern relocating from one city or town
3-17 within the state of Rhode Island to another.

3-18 (g) For any tax exemption or stabilization granted by any city or town on or after April
3-19 15, 2003 in which the economic development corporation is a participant, the city or town shall
3-20 be entitled to reimbursement by the state of fifty percent (50%) of all municipal taxes that have
3-21 been exempted by said treaty during the term of the tax treaty agreement and in accordance with
3-22 the schedule established in the treaty. In all other cases, the city or town may apply for
3-23 reimbursement, and such reimbursement shall occur if approved by the economic development
3-24 corporation.

3-25 SECTION 3. This act shall take effect on July 1, 2004.

=====
LC02186
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**EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF**

**A N A C T
RELATING TO TAXATION - PROPERTY SUBJECT TO TAXATION**

- 4-1 This act would allow cities or towns to be reimbursed for up to fifty percent (50%) of all
4-2 municipal taxes that have been exempted by a tax treaty in which the economic development
4-3 corporation is a participant.
4-4 This act would take effect on July 1, 2004.

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LC02186
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