

TAX CREDIT AND INCENTIVE REPORT – FISCAL YEAR 2016

Rhode Island General Laws (RIGL) require the Division of Taxation to annually report a recipient's name, address and amount of tax incentives received during the previous fiscal year in the following categories:

- ❖ Rhode Island Economic Development Corporation Project Status (RIGL § 42-64-10);
- ❖ Incentive for Innovation and Growth (RIGL § 44-63-3);
- ❖ Jobs Development Act (RIGL § 42-64.5);
- ❖ Distressed Areas Economic Revitalization Act – Enterprise Zones (RIGL § 42-64.3);
- ❖ Motion Picture Production Tax Credit (RIGL § 44-31.2);
- ❖ Mill Building and Economic Revitalization Act (RIGL § 42-64.9)¹; and
- ❖ Historic Preservation Tax Credits 2013 (RIGL § 44-33.6).

In addition, effective July 1, 2015, R.I. Gen. Law § 44-33.6-9, Reporting requirements of Historic Preservation Tax Credits 2013 requires the annual reporting in the aggregate of certain information pertaining to projects completed during the year.

The attached report also summarizes the amounts of tax credits and bonds, grants, loans, loan guarantees, matching funds or tax credits received by entities during Fiscal Year 2016 (July 1, 2015 through June 30, 2016).

This attached report merely summarizes the amount of tax credit received along with other incentives received for each project entity during Fiscal Year 2016. This report is not intended to provide an analysis as to the effectiveness of this or any other tax credit or incentive.

By law, businesses are required to submit the information, under penalties of perjury, to the Division of Taxation, which then verifies and compiles the data and publishes it in a report, which the agency makes available on its website, www.tax.ri.gov.

A total of **23** businesses received more than \$29.4 million in state tax incentives for the year ended June 30, according to the attached report published on August 15, 2016.

The Annual Tax Credit Disclosure Report focuses on seven tax incentives that were created to help spur job creation and economic development – including sales tax exemptions, corporate tax rate reductions, and motion picture production tax credits.

Since 2008, more than **350** businesses have received a cumulative total of \$269 million in Rhode Island tax credits and incentives.

Neena S. Savage
Acting Tax Administrator

¹ Expired August 8, 2009, pursuant to RIGL § 42-64.9-12



Rhode Island Department of Revenue

Division of Taxation

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

Tax Credit and Incentive	Number of Taxpayers	Total Amount of Credit
RI EDC Project Status – RIGL 42-64-10	1	\$350,000.00
Incentives for Innovation and Growth – RIGL 44-63	0	\$0.00
Jobs Development Act – RIGL 42-64.5	5	\$23,532,893.00
Distressed Areas Economic Revitalization Act – Enterprise Zones - RIGL 42-64.3	3	\$855,932.00
Mill Building and Economic Revitalization Act – RIGL 42-64.9 -- Repealed August 8, 2009 --	0	\$0.00
Motion Picture Production Tax Credits – RIGL 44-31.2	4	\$362,176.00
Historic Preservation Tax Credits 2013 – RIGL 44-33.6	10	\$4,300,136.60
FYE 2016 Tax Credits and Incentives	23	\$29,401,137.60

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

▪ Rhode Island Economic Development Corporation Project Status – RIGL 42-64-10

Factory Mutual Insurance Company.....	\$	350,000.00
270 Central Avenue		
Johnston, RI 02919		
Total for RI Economic Development Corporation Project Status....	\$	<u>350,000.00</u>

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

▪ Incentives for Innovation and Growth – RIGL 44-63-3

There were no credits issued under this chapter during the fiscal year.

Total for Incentives for Innovation and Growth \$ 0.00

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

▪ Jobs Development Act – RIGL 42-64.5

Citizens Bank, National Association..... 1 Citizens Drive, RDC 260D Riverside, RI 02915	\$ 11,531,021.00
Citizens Securities, Inc..... 1 Citizens Drive, RDC 260D Riverside, RI 02915	\$ 410,396.00
CVS Pharmacy, Inc..... One CVS Drive Woonsocket, RI 02895	\$ 10,489,478.00
Electric Boat Corporation..... 75 Eastern Point Road Groton, CT 06340	\$ 965,553.00
United Natural Foods, Inc..... 313 Iron Horse Way Providence, RI 02908	\$ 136,445.00
Total for Jobs Development Act	\$ <u>23,532,893.00</u>

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

▪ Distressed Areas Economic Revitalization Act – Enterprise Zones – RIGL 42-64.3

Tiffany and Company.....	\$ 667,765.00
15 Sylvan Way	
Parsippany, NJ 07054	
United Natural Foods, Inc.....	\$ 123,167.00
313 Iron Horse Way	
Providence, RI 02908	
Waterrower, Inc.....	\$ 65,000.00
560 Metacom Avenue	
Warren, RI 02885	
Total for Distressed Areas Economic Revitalization Act – Enterprise Zones	\$ 855,932.00

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

▪ Motion Picture Production Tax Credits – RIGL 44-31.2

Bravo Media Productions Game of Crowns, LLC 30 Rockefeller Plaza New York, NY 10112	\$ 95,877.00
Half Jack Productions, LLC 7501 Morrowcroft Farms Lane Charlotte, NC 28211	\$ 66,162.00
Longseed LLC 840 East Shore Road Jamestown, RI 02835	\$ 142,068.00
Providence Pictures, Inc. 2 Charles Street, G Suite Providence, RI 02904	\$ 58,069.00
Total for Motion Picture Production Tax Credits.....	\$ <u>362,176.00</u>

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

▪ Historic Preservation Tax Credits 2013 – RIGL 44-33.6-9

Omni Washington, LP 810 Eddy Street Providence, RI 02905	\$ 552,082.00
Providence Capital II, LLC 278 Scranton Avenue Falmouth, MA 02540	\$ 500,000.00
Providence Capital II, LLC 278 Scranton Avenue Falmouth, MA 02540	\$ 250,000.00
Riverfront Apartments LLC 334 Broadway Providence, RI 02909	\$ 244,200.00
TWA LLC 36 Exchange Terrace Providence, RI 02903	\$ 250,000.00
Valley Affordable Housing Corp. 1029 Mendon Road Cumberland, RI 02864	\$ 69,631.60
Valley Affordable Housing Corp 1029 Mendon Road Cumberland, RI 02864	\$ 1,478,313.80
Veterans For Tomorrow LLC c/o Arc of Blackstone Valley 500 Prospect Street Pawtucket, RI 02860	\$ 675,909.20
Washington St LLC 590 Great Road Lincoln, RI 02865	\$ 150,000.00
Wayland Avenue LLC 1080 Main Street Pawtucket, RI 02860	\$ 130,000.00
Total for Historic Preservation Tax Credits 2013.....	\$ <u>4,300,136.60</u>

Annual Tax Credit Disclosure Report – Fiscal Year Ending June 30, 2016

- Additional Incentives Received - If an entity receives any of the six preceding credits or incentives being reported, it must also disclose any additional credits or incentives it received from any state governmental agency, state agency or public agency.

CVS Pharmacy – Jobs Development Act

- Investment Tax Credit - \$9,523,127
- Jobs Training Credit - \$621,343
- R & D Expense - \$572,164

Electric Boat – Jobs Development Act

- Investment Tax Credit - \$1,463,695
- Jobs Training Credit - \$2,541,907

Factory Mutual Insurance Company –Project Status

- Investment Tax Credit - \$249,392

Tiffany and Company – Distressed Areas Economic Revitalization Act – Enterprise Zones

- Investment Tax Credit - \$159,407
- R & D Expense - \$158,072

Waterrower, Inc – Distressed Areas Economic Revitalization Act – Enterprise Zones

- Investment Tax Credit - \$9,641

Historic Preservation Tax Credits 2013

Additional Reporting Requirements pursuant to
R.I. Gen. Laws § 44-33.6-9, **Reporting requirements**

In accordance with subsection 44-33.6-9(e), by September 1st of each year the division of taxation shall report in the aggregate the following information required under subsection 44-33.6-9(a) for each taxpayer requesting certification of a completed rehabilitation.

For projects requesting certification as of August 15, 2016:

(1) The number of total jobs created	759.5
(2) The number of Rhode Island businesses retained for work	520
(3) The total amount of qualified rehabilitation expenditures	\$36,133,597
(4) The total cost of materials or products purchased from Rhode Island businesses	\$15,565,545