



Rhode Island Department of Revenue
Division of Taxation

NOTICE TO HOSPITALS REGARDING HOSPITAL LICENSING FEE

This Notice is to inform you that as a result of legislation enacted in the 2022 session of the Rhode Island General Assembly,¹ and signed into law by Rhode Island Governor Daniel J. McKee, Rhode Island's hospital licensing fee under Rhode Island General Laws § 23-17-38.1 is as follows:

State Fiscal Year 2022: The hospital licensing fee for the State's fiscal year 2022 was changed from five and seven hundred twenty-five thousandths percent (5.725%) to a fee equal to five and six hundred fifty-six thousandths percent (5.656%) of the net patient services revenue of every hospital for the hospital's first fiscal year ending on or after January 1, 2020, except that the license fee for all hospitals located in Washington County, Rhode Island, shall be discounted by thirty-seven percent (37%). Every hospital shall pay the licensing fee to the Division of Taxation on or before July 13, 2022.

State Fiscal Year 2023: The hospital licensing fee for the State's fiscal year 2023 is equal to five and forty-two hundredths percent (5.42%) of the net patient services revenue of every hospital for the hospital's first fiscal year ending on or after January 1, 2021, except that the license fee for all hospitals located in Washington County, Rhode Island, shall be discounted by thirty-seven percent (37%). Every hospital shall pay the licensing fee to the Division of Taxation on or before June 30, 2023.

Contact Information

For questions about this Notice, contact the Rhode Island Division of Taxation's Corporate Income Tax Section by telephone at (401) 574-8935 or (401) 574-8829 Option #6, by email: Tax.Corporate@tax.ri.gov, or by mail: Rhode Island Division of Taxation, One Capitol Hill, Providence, R.I. 02908.

¹House Bill 7123, Substitute A, as amended: <http://webserver.rilin.state.ri.us/BillText22/HouseText22/H7123aaa.pdf>