

| Rhode Island  |                                     |                             |   |                      |                |               |
|---|-------------------------------------|-----------------------------|---|----------------------|----------------|---------------|
| Statement of the issues   | SSUTA section and/or rule reference | State authority             | State's written comments  | BAC/ public comments | Staff comments | CRIC decision |
| <b>Report Issue 1: Section 323, new exemption for the first \$250 of price for clothing.</b>  |                                     |                             |   |                      |                |               |
| The Governing Board found the state out of compliance in 2013 due to its clothing exemption. Effective 10/1/2012, the first \$250 of the sales price for an article of clothing is exempt from tax. Any amount above that is taxable. | SSUTA 323                           | 44-18-30(27), Reg. SU 12-13 | There has been no change to the statute. The statute provides that upon passage of any federal law which requires remote sellers to collect and remit taxes, the full exemption on clothing will apply and the threshold will expire. |                      |                |               |
| <b>Report Issue 2: Certificate of Compliance</b>  |                                     |                             |   |                      |                |               |
| Section 328, paragraph B - change 44-18.1-29(B) to 44-18.1-29(A); paragraph C1 - change 44-18.1-29 to 44-18.1-29(B) and delete 44-18.1-1  | SSUTA 328                           | 44-18.1-29                  | Section 328, paragraph B - cite changed to 44-18.1-29(A)<br>Section 328, paragraph C.1 - cite changed to 44-18.1-29(B) Deleted 44-18.1-1  |                      |                |               |
| <b>Report Issue 3: Prepared food options</b>  |                                     |                             |   |                      |                |               |
| The citation given for food sold without eating utensils that ordinarily requires cooking does not address this situation. There is no 44018-7.1 but 44-18-7.1 does not address it.   | SSUTA Library of Definitions        |                             | Reference Number 41010 cite changed to 44-18-30(9) and comment added  |                      |                |               |