



# Rhode Island Department of Revenue Division of Taxation

ADV 2026-01  
Tax Administration

ADVISORY FOR TAXPAYERS AND TAX PROFESSIONALS  
January 8, 2026

## **Real Estate Conveyance Tax indexed for inflation** *2026 Tier 2 threshold amount will be \$824,000*

PROVIDENCE, R.I. – The Rhode Island Division of Taxation today announces the 2026 Real Estate Conveyance Tax Tier 2 threshold effective in 2026.

The real estate conveyance tax consists of two tiers.<sup>1</sup> The Tier 1 rate applies to the entire consideration paid for every property conveyed. The Tier 2 rate applies when “Residential Real Property” is conveyed with a total consideration paid more than a certain amount. The Tier 2 rate is imposed **in addition** to the Tier 1 rate. The Tier 2 threshold amount for Calendar Year 2026 is \$824,000. The Tier 2 tax rate is \$3.75 per \$500 of consideration paid for the purchase of the residential real property **over that threshold**.

### **How is the Tier 2 rate calculated?**

The threshold is calculated pursuant to [R.I. Gen. Laws § 44-25-1](#), which provides that for tax years beginning on or after January 1, 2026, the threshold is adjusted annually by the percentage increase in the Consumer Price Index for all Urban Consumers (CPI-U), as published by the United States Department of Labor Statistics. The amount is determined as of September 30 of the prior calendar year. The adjustment is compounded annually, and statute provides it must be rounded up to the nearest \$5.00 increment and can only be adjusted upward.

### **Rhode Island real estate conveyance tax: on and after January 1, 2026**

<b>Tax rate:</b>	<b>Applies to:</b>
<b>\$3.75 for each \$500.00 of the consideration paid</b>	The entire consideration paid
<b>\$3.75 for each \$500.00 of the consideration paid</b>	The consideration paid for Residential Real Property in excess of \$824,000

*If the consideration paid exceeds \$100.00, tax applies to the entire amount.*

For questions about Real Estate Conveyance Tax, contact the Rhode Island Division of Taxation’s Excise Tax Section by email at [tax.excise@tax.ri.gov](mailto:tax.excise@tax.ri.gov), or by phone at (401) 574-8955 between 8:30 a.m. and 3:30 p.m. on business days.

<sup>1</sup> For more detailed information regarding the recent legislative changes impacting the real estate conveyance tax and the tier structure, please see [Advisory 2025-13](#).

*The Rhode Island Division of Taxation, part of the Rhode Island Department of Revenue, is open to the public from 8:30 a.m. to 3:30 p.m. business days. For more information, contact the Division of Taxation at (401) 574-8829 or see <https://tax.ri.gov/about-us/contact-us>.*