

HOUSE COMMITTEE OF REFERENCE REPORT

\_\_\_\_\_  
Chair of Committee

\_\_\_\_\_  
Date

May 1, 2026

Committee on Appropriations.

After consideration on the merits, the Committee recommends the following:

HB26-1289 be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation:

1 Amend printed bill, page 20, strike lines 25 through 27.

2 Page 21 of the bill, strike lines 1 and 2 and substitute:

3           "(A) THE APPORTIONABLE INCOME OF A MEMBER OF THE  
4 AFFILIATED GROUP THAT IS EFFECTIVELY CONNECTED OR TREATED AS  
5 EFFECTIVELY CONNECTED PURSUANT TO THE INTERNAL REVENUE CODE  
6 WITH THE CONDUCT OF A TRADE OR BUSINESS WITHIN THE UNITED STATES  
7 AND, FOR THAT REASON, SUBJECT TO FEDERAL INCOME TAX AND THE  
8 RELATED APPORTIONMENT FACTORS; AND".

9 Page 21 of the bill, line 4, strike "EARNS" and substitute "IS A RESIDENT  
10 OF A COUNTRY THAT DOES NOT HAVE A COMPREHENSIVE INCOME TAX  
11 TREATY WITH THE UNITED STATES AND EARNS".

12 Page 23 of the bill, line 11, strike "FAILS TO COMPLY WITH" and substitute  
13 "KNOWINGLY FAILS TO COMPLY WITH OR RECKLESSLY DISREGARDS".

14 Page 24 of the bill, line 26, strike "(3)(i)" and substitute "(1)(b)(I),  
15 (3)(i)".

16 Page 25 of the bill, after line 1 insert:

17           "(1) (b) (I) (A) For income tax years commencing on or after  
18 January 1, 2022, BUT BEFORE JANUARY 1, 2027, in the case of a C  
19 corporation that is not incorporated in the United States, or included in a  
20 consolidated federal corporate income tax return, "federal taxable  
21 income" means the C corporation's income or loss as determined from a

1 profit and loss statement prepared for that C corporation on a separate  
2 entity basis in the currency in which its books of account are regularly  
3 maintained, provided this profit and loss statement is subject to an  
4 independent audit, adjusted to conform to the accounting principles  
5 generally accepted in the United States for the preparation of such  
6 statements and further modified to take into account any book-tax  
7 adjustments necessary to reflect federal and state tax law. Income or loss  
8 so computed includes all income wherever derived and is not limited to  
9 items of income from sources within the United States or effectively  
10 connected income within the meaning of the internal revenue code. Items  
11 of income, expense, gain or loss, and related apportionment factors that  
12 are denominated in a foreign currency must also be translated into United  
13 States dollars on a reasonable basis consistently applied year-to-year and  
14 entity-by-entity. Unrealized foreign currency gains and losses are not  
15 recognized. Income apportioned to this state is to be expressed in United  
16 States dollars.

17 (B) FOR INCOME TAX YEARS COMMENCING ON OR AFTER JANUARY  
18 1, 2027, IN THE CASE OF A C CORPORATION THAT IS INCLUDED IN A  
19 COMBINED GROUP PURSUANT TO SECTION 39-22-303, AND THAT IS NOT  
20 INCORPORATED IN THE UNITED STATES, OR INCLUDED IN A CONSOLIDATED  
21 FEDERAL CORPORATE INCOME TAX RETURN, "FEDERAL TAXABLE INCOME"  
22 MEANS THE C CORPORATION'S INCOME OR LOSS AS DETERMINED FROM A  
23 PROFIT AND LOSS STATEMENT PREPARED FOR THAT C CORPORATION ON A  
24 SEPARATE ENTITY BASIS IN THE CURRENCY IN WHICH ITS BOOKS OF  
25 ACCOUNT ARE REGULARLY MAINTAINED, PROVIDED THIS PROFIT AND LOSS  
26 STATEMENT IS SUBJECT TO AN INDEPENDENT AUDIT, ADJUSTED TO  
27 CONFORM TO THE ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE  
28 UNITED STATES FOR THE PREPARATION OF SUCH STATEMENTS, AND  
29 FURTHER MODIFIED TO TAKE INTO ACCOUNT ANY BOOK-TAX ADJUSTMENTS  
30 NECESSARY TO REFLECT FEDERAL AND STATE TAX LAW. INCOME OR LOSS  
31 SO COMPUTED INCLUDES ALL INCOME WHEREVER DERIVED AND IS NOT  
32 LIMITED TO ITEMS OF INCOME FROM SOURCES WITHIN THE UNITED STATES  
33 OR EFFECTIVELY CONNECTED INCOME WITHIN THE MEANING OF THE  
34 INTERNAL REVENUE CODE. ITEMS OF INCOME, EXPENSE, GAIN OR LOSS,  
35 AND RELATED APPORTIONMENT FACTORS THAT ARE DENOMINATED IN A  
36 FOREIGN CURRENCY MUST ALSO BE TRANSLATED INTO UNITED STATES  
37 DOLLARS ON A REASONABLE BASIS CONSISTENTLY APPLIED YEAR-TO-YEAR  
38 AND ENTITY-BY-ENTITY. UNREALIZED FOREIGN CURRENCY GAINS AND  
39 LOSSES ARE NOT RECOGNIZED. INCOME APPORTIONED TO THE STATE IS TO  
40 BE EXPRESSED IN UNITED STATES DOLLARS.

41 (C) SUBSECTION (1)(b)(I)(A) OF THIS SECTION AND THIS  
42 SUBSECTION (1)(b)(I)(C) ARE REPEALED, EFFECTIVE DECEMBER 31,  
43 2031."

1 Page 28 of the bill, strike lines 16 through 24 and substitute:  
2 "(3) (a) ~~In the case of two taxpayers filing a joint return, the~~  
3 ~~amount of the credit shall not exceed six hundred twenty-five dollars in~~  
4 ~~any taxable year.~~ THE AMOUNT OF THE CREDIT ALLOWED BY THIS SECTION  
5 IS THE SAME WHETHER IT IS CLAIMED BY A SINGLE TAXPAYER OR TWO  
6 TAXPAYERS WHO FILE A JOINT RETURN. In the case of two taxpayers who  
7 may legally file a joint return but actually file separate returns, only one  
8 of the taxpayers may claim the credit specified in this section."

9 Page 35 of the bill, line 19, strike "(3)(a)," and substitute "(2)(c)(III),  
10 (2)(c)(IV), (3)(a), (3)(e)(II),".

11 Page 35 of the bill, strike line 20 and substitute "(2)(c)(V), (3)(e)(III), and  
12 (3)(f) as follows:".

13 Page 36 of the bill, after line 5 insert:  
14 "(2) As used in this section, unless the context otherwise requires:  
15 (c) "Qualified retailer" means a retailer that sells lawn equipment  
16 and:  
17 (III) Has paid the taxes due on the monthly sales tax return; ~~and~~  
18 (IV) Has registered with the department of revenue pursuant to  
19 subsection (3)(e)(II) of this section; AND  
20 (V) HAS NOT BEEN DISQUALIFIED BY THE DEPARTMENT PURSUANT  
21 TO SUBSECTION (3)(f) OF THIS SECTION."

22 Page 36 of the bill, line 7, strike "retailer qualified" and substitute  
23 "~~retailer qualified~~ QUALIFIED RETAILER."

24 Page 36 of the bill, after line 12, insert:  
25 "(e) (II) Before selling a piece of new, electric-powered lawn  
26 equipment for which a retailer intends to claim a credit pursuant to this  
27 section, the retailer shall register as a qualified retailer by filing with the  
28 department of revenue a registration statement in the form and manner  
29 that the department prescribes AND RECEIVE APPROVAL OF THEIR  
30 REGISTRATION FROM THE DEPARTMENT."

31 Page 36 of the bill, line 13, strike "(e)".

32 Page 36 of the bill, after line 16 insert:  
33 "(f) (I) AFTER THE NOTICE AND HEARING HELD IN ACCORDANCE  
34 WITH SECTIONS 24-4-104 AND 24-4-105, THE DEPARTMENT MAY  
35 DISQUALIFY A QUALIFIED RETAILER IF THE DEPARTMENT DETERMINES:  
36 (A) THE QUALIFIED RETAILER REQUESTED ADVANCE PAYMENT OR

1 CLAIMED A CREDIT WITH RESPECT TO A TRANSACTION THAT DOES NOT  
2 QUALIFY FOR THE CREDIT ALLOWED BY THIS SECTION;

3 (B) THE QUALIFIED RETAILER PROVIDED FALSE OR MISLEADING  
4 INFORMATION TO THE DEPARTMENT; OR

5 (C) THE QUALIFIED RETAILER NO LONGER HOLDS A SALES TAX  
6 LICENSE.

7 (II) A RETAILER THAT HAS BEEN DISQUALIFIED PURSUANT TO THIS  
8 SUBSECTION (3)(f) MAY NOT REAPPLY TO BE A QUALIFIED RETAILER. THE  
9 DEPARTMENT SHALL NOT APPROVE A REGISTRATION SUBMITTED BY A  
10 DISQUALIFIED RETAILER."

11 Page 42 of the bill, line 27, after "**amend**" insert "(2)(g)(III), (2)(g)(IV),  
12 (3)(e)(III), and".

13 Page 43 of the bill, line 1, strike "(6)" and substitute "(6); and **add**  
14 (2)(g)(V), (3)(e)(IV), and (4)(c)".

15 Page 43 of the bill, after line 3 insert:

16 "(2) **Definitions.** As used in this section, unless the context  
17 otherwise requires:

18 (g) "Qualified retailer" means a retailer that sells qualified electric  
19 bicycles and:

20 (III) Has paid the taxes due on the monthly sales tax return; **and**

21 (IV) Has registered with the department pursuant to subsection  
22 (3)(e)(III) of this section; AND

23 (V) HAS NOT BEEN DISQUALIFIED BY THE DEPARTMENT PURSUANT  
24 TO SUBSECTION (4)(c) OF THIS SECTION.

25 (3) (e) (III) Prior to selling a qualified electric bicycle for which  
26 a retailer intends to claim a credit pursuant to this section, the retailer  
27 shall:

28 (A) Register as a qualified retailer by filing with the department  
29 a registration statement in the form and manner prescribed by the  
30 department AND RECEIVE APPROVAL OF THEIR REGISTRATION FROM THE  
31 DEPARTMENT; AND

32 (B) PROVIDE THE OFFICE DETAILED INFORMATION AS THE OFFICE  
33 MAY REQUIRE REGARDING EACH MODEL OF QUALIFIED ELECTRIC BICYCLE  
34 THE RETAILER INTENDS TO SELL FOR THE CREDIT ALLOWED BY THIS  
35 SECTION. THE OFFICE MAY REQUIRE A QUALIFIED RETAILER TO  
36 PERIODICALLY UPDATE THE INFORMATION REQUIRED BY THIS SUBSECTION  
37 (3)(e)(III)(B).

38 (IV) A QUALIFIED RETAILER MAY AUTHORIZE THE OFFICE TO  
39 PUBLICIZE THE QUALIFIED RETAILER'S INTENTION TO SELL QUALIFIED  
40 ELECTRIC BICYCLES PURSUANT TO THIS SECTION ON THE OFFICE'S WEBSITE.

1 (4) (c) (I) AFTER THE NOTICE AND HEARING HELD IN ACCORDANCE  
2 WITH SECTIONS 24-4-104 AND 24-4-105, THE DEPARTMENT MAY  
3 DISQUALIFY A QUALIFIED RETAILER IF THE DEPARTMENT DETERMINES:  
4 (A) THE QUALIFIED RETAILER REQUESTED ADVANCE PAYMENT OR  
5 CLAIMED A CREDIT WITH RESPECT TO A TRANSACTION THAT DOES NOT  
6 QUALIFY FOR THE CREDIT ALLOWED BY THIS SECTION;  
7 (B) THE QUALIFIED RETAILER PROVIDED FALSE OR MISLEADING  
8 INFORMATION TO THE DEPARTMENT OR THE OFFICE;  
9 (C) THE QUALIFIED RETAILER FAILED TO COMPLY WITH THE  
10 REQUIREMENTS SET FORTH IN SUBSECTION (3)(e)(III)(B) OF THIS SECTION;  
11 OR  
12 (D) THE QUALIFIED RETAILER NO LONGER HOLDS A SALES TAX  
13 LICENSE.  
14 (II) THE DEPARTMENT MAY CONSULT WITH THE OFFICE FOR THE  
15 PURPOSE OF MAKING A DETERMINATION PURSUANT TO THIS SUBSECTION  
16 (4)(c).  
17 (III) A RETAILER THAT HAS BEEN DISQUALIFIED PURSUANT TO THIS  
18 SUBSECTION (4)(c) MAY NOT REAPPLY TO BE A QUALIFIED RETAILER. THE  
19 DEPARTMENT SHALL NOT APPROVE A REGISTRATION SUBMITTED BY A  
20 DISQUALIFIED RETAILER.  
21 (IV) UPON NOTIFICATION BY THE DEPARTMENT OF A RETAILER'S  
22 DISQUALIFICATION, THE OFFICE SHALL REMOVE THE DISQUALIFIED  
23 RETAILER FROM THE LIST PUBLISHED PURSUANT TO SUBSECTION (3)(e)(IV)  
24 OF THIS SECTION."

25 Page 43 of the bill, after line 15 insert:

26 "SECTION 14. In Colorado Revised Statutes, 39-21-113, add  
27 (40) as follows:

28 **39-21-113. Reports and returns - rule - repeal.**

29 (40) NOTWITHSTANDING THE PROVISIONS OF THIS SECTION, THE  
30 EXECUTIVE DIRECTOR MAY PROVIDE TO THE COLORADO ENERGY OFFICE  
31 DETAILED TAXPAYER INFORMATION PERTINENT TO A CLAIM FOR AN  
32 INCOME TAX CREDIT FOR THE RETAIL SALE OF A QUALIFIED ELECTRIC  
33 BICYCLE PURSUANT TO SECTION 39-22-555. ANY INFORMATION PROVIDED  
34 PURSUANT TO THIS SUBSECTION (40) MUST REMAIN CONFIDENTIAL, AND  
35 ALL PERSONS WHO RECEIVE THIS INFORMATION ARE SUBJECT TO THE  
36 LIMITATIONS SPECIFIED IN SUBSECTION (4) OF THIS SECTION AND THE  
37 PENALTIES SPECIFIED IN SUBSECTION (6) OF THIS SECTION."

38 Renumber succeeding sections accordingly.

39 Amend the House Finance Committee Report, dated March 23, 2026,

1 page 9, line 9, strike "STATE." and substitute "STATE."  
2 (d) IF A CREDIT IS ALLOWED PURSUANT TO THIS SECTION TO A  
3 QUALIFIED PURCHASER THAT IS AN AIRPORT, AIRFIELD, OR AIRPARK, NO  
4 ADDITIONAL CREDIT IS ALLOWED TO A QUALIFIED PURCHASER THAT  
5 PURCHASES THE SUSTAINABLE AVIATION FUEL, DIRECTLY OR INDIRECTLY,  
6 FROM THE QUALIFIED PURCHASER TO WHICH THE CREDIT WAS ALLOWED.  
7 THE QUALIFIED PURCHASER FOR WHICH A CREDIT WAS RESERVED SHALL  
8 DISCLOSE TO ANY PURCHASER THAT IT HAS RESERVED A CREDIT WITH  
9 RESPECT TO THE SUSTAINABLE AVIATION FUEL SOLD.".

10 Page 52 of the bill, strike line 10 and substitute "(1) as follows:".

11 Page 52 of the bill, strike lines 13 through 17 and substitute:

12 "~~(1) (a) For the state fiscal years commencing on or after July 1,~~  
13 ~~2014,~~ EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (1)(b) OF THIS  
14 SECTION, all sales, storage, and use of qualified property, ON OR AFTER  
15 JULY 1, 2024, BUT BEFORE JANUARY 1, 2027, for use in space flight is  
16 exempt from taxation under parts 1 and 2 of this ~~article~~ ARTICLE 26.

17 (b) ON OR AFTER JANUARY 1, 2030, ALL SALES, STORAGE, AND USE  
18 OF QUALIFIED PROPERTY FOR USE IN SPACE FLIGHT IS EXEMPT FROM  
19 TAXATION UNDER PARTS 1 AND 2 OF THIS ARTICLE 26.

20 (c) SUBSECTION (1)(a) OF THIS SECTION AND THIS SUBSECTION  
21 (1)(c) ARE REPEALED, EFFECTIVE DECEMBER 31, 2029.".

22 Page 54 of the bill, strike lines 2 through 4 and substitute "JANUARY 1,  
23 2027, the allowance of two percent provided for in ~~section 39-27-102~~  
24 ~~(1)(b)(I)(A)~~ shall SECTION 39-27-102 (1)(b)(I) MUST be taken into  
25 account. IN COMPUTING THE AMOUNT OF TAX FOR TAX".

26 Page 11 of the report, after line 27 insert:

27 "SECTION 31. In Colorado Revised Statutes, 39-22-123.5,  
28 **amend** (3.5)(b)(I) and (3.5)(c) introductory portion; and **add** (2.7)(d) as  
29 follows:

30 **39-22-123.5. Earned income tax credit - legislative declaration**  
31 **- repeal.**

32 (2.7) (d) (I) FOR INCOME TAX YEARS COMMENCING ON OR AFTER  
33 JANUARY 1, 2028, A RESIDENT INDIVIDUAL IS ALLOWED AN EARNED  
34 INCOME TAX CREDIT AGAINST THE TAXES DUE UNDER THIS ARTICLE 22  
35 THAT IS EQUAL TO THE APPLICABLE PERCENTAGE, SET FORTH IN  
36 SUBSECTION (2.7)(d)(II) OF THIS SECTION, OF THE FEDERAL CREDIT THAT  
37 THE RESIDENT INDIVIDUAL WOULD HAVE BEEN ALLOWED UNDER SECTION

1 32 (n)(2) OF THE INTERNAL REVENUE CODE, NOTWITHSTANDING THE DATE  
2 LIMITATION SET FORTH IN SECTION 32(n) OF THE INTERNAL REVENUE CODE  
3 AS SPECIFIED IN SECTION 9621 (a) OF THE "AMERICAN RESCUE PLAN ACT  
4 OF 2021", PUB.L. 117-2.

5 (II) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (3.5) OF THIS  
6 SECTION, THE PERCENTAGE USED TO CALCULATE THE AMOUNT OF CREDIT  
7 THAT CAN BE CLAIMED PURSUANT TO SUBSECTION (2.7)(d)(I) OF THIS  
8 SECTION IS TWENTY-FIVE PERCENT.

9 (3.5) (b) (I) For the income tax year commencing on January 1,  
10 2025, the percentage of the federal earned income tax credit that the  
11 resident individual claimed or could have claimed that is used to calculate  
12 the amount of earned income tax credit allowed pursuant to subsections  
13 (2)(d), (2.5)(e), ~~and~~ (2.7)(c), AND (2.7)(d) of this section is increased by  
14 fifteen percentage points if the estimated adjustment factor is equal to or  
15 greater than two percent.

16 (c) For income tax years commencing on or after January 1, 2026,  
17 the percentage of the federal earned income tax credit that the resident  
18 individual claimed or could have claimed that is used to calculate the  
19 amount of earned income tax credit allowed pursuant to subsections  
20 (2)(d), (2.5)(e), ~~and~~ (2.7)(c), AND (2.7)(d) of this section is increased as  
21 follows if the estimated adjustment factor is as follows:".

22 Renumber succeeding sections accordingly.

23 Page 11 of the report, line 29, after "(12)(b)(III)" insert "and (16)".

24 Page 12 of the report, after line 21 insert:

25 "(16) (a) DURING THE STATE FISCAL YEAR BEGINNING JULY 1,  
26 2027, AND EVERY FOURTH STATE FISCAL YEAR THEREAFTER, THE  
27 DEPARTMENT SHALL ENGAGE A CONTRACTOR TO EXAMINE WHETHER A  
28 COUNTRY THAT IS IDENTIFIED AS A LISTED JURISDICTION SHOULD REMAIN  
29 A LISTED JURISDICTION.

30 (b) THE DEPARTMENT SHALL REQUIRE THE CONTRACTOR TO  
31 EXAMINE EACH LISTED JURISDICTION AND TO MAKE RECOMMENDATIONS  
32 ABOUT THE STATUS OF A LISTED JURISDICTION IN A WRITTEN REPORT  
33 SUBMITTED TO THE EXECUTIVE COMMITTEE OF THE LEGISLATIVE COUNCIL  
34 AND THE GOVERNOR NO LATER THAN ONE HUNDRED EIGHTY CALENDAR  
35 DAYS AFTER THE EFFECTIVE DATE OF THE CONTRACT ENGAGING THE  
36 CONTRACTOR TO CONDUCT THE STUDY.

37 (c) WHEN EXAMINING A LISTED JURISDICTION, THE DEPARTMENT  
38 SHALL REQUIRE THE CONTRACTOR TO RECOMMEND WHETHER A LISTED  
39 JURISDICTION SHOULD CONTINUE TO BE A LISTED JURISDICTION BASED ON  
40 WHETHER THE LISTED JURISDICTION:

- 1 (I) ASSESSES A CORPORATE TAX RATE OF LESS THAN FIFTEEN  
2 PERCENT;
- 3 (II) ALLOWS TAX DEDUCTIONS, INCENTIVES, OR CREDITS THAT  
4 LOWER EFFECTIVE TAX RATES ARTIFICIALLY, WITH SPECIAL  
5 CONSIDERATION GIVEN TO INTELLECTUAL PROPERTY AND  
6 FOREIGN-SOURCE ROYALTIES;
- 7 (III) TARGETS PROFIT-SHIFTING OF FOREIGN-CONTROLLED  
8 CORPORATIONS;
- 9 (IV) LACKS TRANSPARENCY AND DOES NOT ENGAGE IN DATA  
10 SHARING OR COOPERATE WITH OTHER COUNTRIES' REVENUE AGENCIES  
11 DURING AUDITS AND INVESTIGATIONS OR DOES NOT PARTICIPATE IN  
12 COUNTRY-BY-COUNTRY REPORTING;
- 13 (V) DOES NOT REQUIRE A CORPORATION TO ENGAGE IN  
14 SUBSTANTIAL ACTIVITY OR DELIVER ECONOMIC SUBSTANCE IN THE LISTED  
15 JURISDICTION IN ORDER TO BE INCORPORATED IN THAT JURISDICTION;
- 16 (VI) DOES NOT MAINTAIN A BENEFICIAL OWNERSHIP REGISTRY OR  
17 DOES NOT PROVIDE THE PUBLIC WITH ACCESS TO COMPANY INFORMATION;
- 18 (VII) ALLOWS HYBRID-MISMATCH RELATIONSHIPS;
- 19 (VIII) ALLOWS OVERLY LENIENT TRANSFER PRICING;
- 20 (IX) ALLOWS INCOME-SHIFTING BETWEEN CORPORATE AFFILIATES  
21 OR OTHER INDICATORS OF PROFIT-SHIFTING;
- 22 (X) HAS NOT UNDERTAKEN REFORMS TO ADDRESS ALLEGATIONS  
23 THAT IT IS A TAX HAVEN AND THAT IT SHOULD NOT BE A LISTED  
24 JURISDICTION;
- 25 (XI) PROVIDES CERTAIN TAX OR OTHER BENEFITS EXCLUSIVELY  
26 FOR FOREIGN FIRMS AND NOT TO DOMESTIC ENTITIES;
- 27 (XII) ENGAGES IN OTHER TAX EVASION INDICATORS; OR
- 28 (XIII) ISSUES CORPORATE PROFIT OR FOREIGN DIRECT INVESTMENT  
29 STATISTICS THAT ARE SIGNIFICANTLY OUT OF PROPORTION TO LOCAL  
30 ECONOMIC DEVELOPMENT OR THE LOCAL WORKFORCE.
- 31 (d) A COUNTRY MAY SUBMIT TO THE CONTRACTOR OR THE  
32 DEPARTMENT INFORMATION ABOUT INTERNATIONAL TAX REFORM AND  
33 EVOLVING BEST PRACTICES.
- 34 (e) THE CONTRACTOR MAY RECOMMEND THAT A COUNTRY BE  
35 DEEMED A LISTED JURISDICTION OR RECOMMEND THAT A COUNTRY NO  
36 LONGER BE A LISTED JURISDICTION."

37 Page 70 of the bill, before line 23 insert:

38 **"SECTION 35. Appropriation - adjustments to 2026 long bill.**  
39 (1) Except as provided in subsection (3) of this section, to implement this  
40 act, appropriations made in the annual general appropriation act for the  
41 2026-27 state fiscal year to the department of health care policy and

1 financing are adjusted as follows:

2 (a) The general fund appropriation for medical and long-term care  
3 services for Medicaid eligible individuals is decreased by \$52,560, which  
4 is subject to the "(M)" notation as defined in the annual general  
5 appropriation act for the same fiscal year;

6 (b) The appropriation for medical and long-term care services for  
7 Medicaid eligible individuals is increased by \$52,560 cash funds, which  
8 consists of \$50,900 from the health care expansion fund created in section  
9 24-22-117 (2)(a)(I), C.R.S., and \$1,660 from the tobacco tax cash fund  
10 created in section 24-22-117 (1)(a), C.R.S.;

11 (c) The appropriation for the primary care fund program is  
12 increased by \$21,024, which is from the primary care fund created in  
13 section 24-22-117 (2)(b)(I), C.R.S.;

14 (d) The general fund appropriation for the children's basic health  
15 plan medical and dental costs is decreased by \$332.; and

16 (e) The appropriation for the children's basic health medical and  
17 dental costs is increased by \$332, which is from the children's basic  
18 health plan trust fund created in section 25.5-8-105 (1), C.R.S.

19 (2) For the 2026-27 state fiscal year, the general assembly  
20 anticipates that the department of health care policy and financing will  
21 receive \$20,710 in federal funds for the primary care fund program to  
22 implement this act, which amount is subject to the "(I)" notation as  
23 defined in the annual general appropriation act for the same fiscal year.  
24 The appropriation in subsection (1)(c) of this section is based on the  
25 assumption that the department will receive this amount of federal funds.

26 (3) Subsection (1) of this section does not require a reduction of  
27 an appropriation in the annual general appropriation act for the 2026-27  
28 state fiscal year for the department of health care policy and financing if:

29 (a) The amount of the general fund appropriation for medical and  
30 long-term care services for Medicaid eligible individuals is less than the  
31 amount of the adjustment required in subsection (1)(a) of this section;

32 (b) The amount of the general fund appropriation for the children's  
33 basic health plan medical and dental costs is less than the amount of the  
34 adjustment required in subsection (1)(c) of this section; or

35 (c) The annual general appropriation act for the 2026-27 state  
36 fiscal year does not include an appropriation to the department of health  
37 care policy and financing.

38 **SECTION 36. Appropriation.** (1) For the 2026-27 state fiscal  
39 year, \$48,482 is appropriated to the department of revenue. This  
40 appropriation is from the general fund. To implement this act, the  
41 department may use this appropriation as follows:

42 (a) \$20,024 for for tax administration IT system (GenTax) support;

43 (b) \$15,338 to the taxation business group for personal services

1 related to taxation services; and  
2 (c) \$13,120 to the executive director's office for personal services  
3 related to administration and support.  
4 (2) For the 2026-27 state fiscal year, \$25,000 is appropriated to the  
5 office of the governor for use by economic development programs. This  
6 appropriation is from the general fund. To implement this act, the office  
7 may use this appropriation for administration.  
8 (3) For the 2026-27 state fiscal year, \$996,276 is appropriated to  
9 the department of early childhood. This appropriation is from the  
10 preschool programs cash fund created in section  
11 26.5-4-209 (1)(a), C.R.S. To implement this act, the department may use  
12 this appropriation for universal preschool program.  
13 (4) For the 2026-27 state fiscal year, \$35,741 is appropriated to the  
14 department of public health and environment. This appropriation consists  
15 of \$17,704 from the tobacco education programs fund created in section  
16 24-22-117 (2)(c)(I), C.R.S., \$17,704 from the prevention, early detection,  
17 and treatment fund created in section 24-22-117 (2)(d)(I), C.R.S., and  
18 \$333 from the tobacco tax cash fund created in section 24-22-117 (1)(a),  
19 C.R.S. To implement this act, the department may use this appropriation  
20 as follows:  
21 (a) \$17,704 from the tobacco education programs fund for tobacco  
22 education, prevention, and cessation program administration;  
23 (b) \$17,704 from the prevention, early detection, and treatment  
24 fund for cancer, cardiovascular disease, and chronic pulmonary disease  
25 grants; and  
26 (c) \$333 from the tobacco tax cash fund for appropriation from the  
27 tobacco tax cash fund to the general fund.  
28 (5) For the 2026-27 state fiscal year, \$333 is appropriated to the  
29 department of public health and environment. This appropriation is from  
30 the general fund exempt account created in section 24-77-103.6 (2),  
31 C.R.S. To implement this act, the department may use this appropriation  
32 for immunization operating expenses.  
33 **SECTION 37. Effective date.** This act takes effect upon passage;  
34 except that section 40 of this act takes effect only if the annual general  
35 appropriation act for the 2026-27 state fiscal year becomes law, in which  
36 case section 40 takes effect upon the effective date of this act or of the  
37 annual general appropriation act for state fiscal year 2026-27, whichever  
38 is later."  
39 Renumber succeeding section accordingly.  
40 Strike "2027," and substitute "2026," on: **Page 28**, line 26; and **Page 29**,  
41 lines 9 and 11.

1 Page 1 of the bill, line 101, strike, "EXPENDITURES." and substitute  
2 "EXPENDITURES, AND, IN CONNECTION THEREWITH, MAKING AND  
3 REDUCING AN APPROPRIATION."

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