



Legislative
Council Staff

Nonpartisan Services for Colorado's Legislature

HB 20-1182

FINAL FISCAL NOTE

Drafting Number:	LLS 20-0567	Date:	October 8, 2020
Prime Sponsors:	Rep. Arndt; McKean Sen. Moreno	Bill Status:	Signed into Law
		Fiscal Analyst:	Meredith Moon 303-866-2633 Meredith.Moon@state.co.us

Bill Topic: RESIDENTS OF BORDERING STATES SALES TAX EXEMPTION

Summary of Fiscal Impact: **No fiscal impact.** This bill repeals the sales tax exemption for sales to residents of bordering states without a retail sales tax. The bill does not affect the revenue, expenditures, or workload of any state agency and thus is assessed as having no fiscal impact.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: This fiscal note reflects the enacted bill.

Summary of Legislation

This bill repeals the sales tax exemption for sales to residents of bordering states without a retail sales tax.

Assessment of No Fiscal Impact

This bill is assessed as having no fiscal impact. The Office of the State Auditor (OSA) reviewed this tax expenditure and determined that the deduction is obsolete because all of Colorado's neighboring states assess a retail sales tax. The Department of Revenue does not require any modifications to tax forms, staffing, or programming. The bill does not affect the revenue, expenditures, or workload of any state or local government entity. OSA's report can be found here: https://leg.colorado.gov/sites/default/files/2018-te11_sales_to_residents_of_bordering_states.pdf

Effective Date

The bill was signed into law by the Governor on March 20, 2020, and it took effect on September 14, 2020.

State and Local Government Contacts

Information Technology

Personnel

Revenue

State Auditor

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit: leg.colorado.gov/fiscalnotes.