

**First Regular Session
Seventy-third General Assembly
STATE OF COLORADO**

REENGROSSED

*This Version Includes All Amendments
Adopted in the House of Introduction*

LLS NO. 21-0907.01 Gregg Fraser x4325

HOUSE BILL 21-1261

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A BILL FOR AN ACT

101 **CONCERNING THE EXTENSION OF THE SALES AND USE TAX EXEMPTION**
102 **FOR BEETLE KILL WOOD PRODUCTS, AND, IN CONNECTION**
103 **THEREWITH, MAKING AN APPROPRIATION.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://leg.colorado.gov>.)

Statutes exempted the sale of wood and wood products from trees killed by pine and spruce beetles in the state from sales and use tax from 2008 through June 2020. The bill extends the exemption through June 2026.

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters or bold & italic numbers indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

HOUSE
3rd Reading Unamended
May 12, 2021

HOUSE
Amended 2nd Reading
May 11, 2021

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 39-26-723, **amend**
3 (1) and (3) as follows:

4 **39-26-723. Colorado wood products - repeal.** (1) For fiscal
5 years commencing on or after July 1, 2008, but prior to the fiscal year
6 commencing on ~~July 1, 2020~~, JULY 1, 2026, all sales, storage, and use of
7 wood from salvaged trees killed or infested in Colorado by mountain pine
8 beetles or spruce beetles, including but not limited to products such as
9 lumber, furniture built from the salvaged trees, and wood chips or wood
10 pellets generated from the salvaged trees, are exempt from taxation under
11 the provisions of parts 1 and 2 of this ~~article~~ ARTICLE 26.

12 (3) This section is repealed, effective ~~July 1, 2021~~ JULY 1, 2027.

13 **SECTION 2. Appropriation.** For the 2021-22 state fiscal year,
14 \$55,560 is appropriated to the department of revenue for use by the
15 taxation business group. This appropriation is from the general fund. To
16 implement this act, the group may use this appropriation for personal
17 services related to taxation services.

18 **SECTION 3. Safety clause.** The general assembly hereby finds,
19 determines, and declares that this act is necessary for the immediate
20 preservation of the public peace, health, or safety.