



Legislative Council Staff

Research Note

Version: Final

Date: 6/9/2016

Bill Number

House Bill 16-1026

Sponsors

***Representatives Thurlow and
Kraft-Tharp
Senator Holbert***

Short Title

***Repeal Department of Revenue
Impact Accounting
Requirements***

Research Analyst

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Status

This research note reflects the final version of the bill, which was signed by the Governor, and became effective March 22, 2016.

Summary

This bill repeals the requirement that, to the extent information is available, the Department of Revenue (DOR) provide quarterly reports on the revenue impact of certain bills passed during the 2010 legislative session.

Background

In 2010, the General Assembly passed ten tax bills that required reporting regarding the bills' revenue impact. Some of the tax provisions were repealed in 2011 and 2012, but the reporting requirements still exist in state law for eight of the ten bills. House Bill 16-1026 addresses the reporting requirements for:

- *House Bill 10-1189*, which eliminated the state sales and use tax exemption for direct mail advertising materials;
- *House Bill 10-1190*, which suspended the sales and use tax exemption for energy sources used for industrial purposes from March 2010 to June 2012;
- *House Bill 10-1191*, which excluded certain candy and soft drink purchases from the state

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- sales tax exemption for food for off-premise consumption;
- *House Bill 10-1193*, which required online retailers to collect sales tax from Colorado residents;
 - *House Bill 10-1194*, which eliminated the sales and use tax redemption for nonessential articles, containers, and bags provided without a separate charge to consumers of food or beverages;
 - *House Bill 10-1196*, which limited the alternative fuel vehicle income tax credit to the 2010 tax year;
 - *House Bill 10-1197*, which temporarily reduced the cap on gross conservation easement tax credits to \$26 million per year for tax years 2011, 2012, and 2013; and
 - *House Bill 10-1199*, which temporarily limited the state corporate income tax deduction for net operating losses that may be carried forward to \$250,000 per year for tax years 2011, 2012, and 2013.

Currently, data is not sufficient to accurately estimate the revenue attributable to these bills even though DOR still publishes quarterly reports on the revenue impact of the 2010 bills. This bill does not repeal the tax provisions themselves, only the reporting requirements associated with the provisions.

House Action

House Finance Committee (January 20, 2016). The committee referred the bill to the House Committee of the Whole with no amendments.

House second reading (January 25, 2016). The House passed the bill on second reading with no amendments.

House third reading (January 26, 2016). The House passed the bill on third reading with no amendments.

Senate Action

Senate Finance Committee (February 25, 2016). The committee referred the bill to the Senate Committee of the Whole with no amendments and the recommendation that it be placed on the consent calendar.

Senate second reading (March 1, 2016). The Senate passed the bill on second reading with no amendments.

Senate third reading (March 2, 2016). The Senate passed the bill on third reading with no amendments.

