



Colorado Legislative Council Staff Fiscal Note
NO FISCAL IMPACT

Drafting Number: LLS 07-0301

Date: January 8, 2007

Prime Sponsor(s): Rep. Witwer
Sen. Taylor

Bill Status: House Finance

Fiscal Analyst: Harry Zeid (303-866-4753)

TITLE: CONCERNING TECHNICAL MODIFICATIONS TO CERTAIN TAX CREDITS ALLOWED TO QUALIFIED TAXPAYERS AS ECONOMIC DEVELOPMENT INCENTIVES.

Summary of Assessment

This bill makes technical modifications to certain tax credits that are granted to qualified taxpayers as economic development incentives. Specifically, the bill:

- clarifies that the income tax credit allowed to taxpayers who make contributions to enterprise zone administrators to implement economic development plans is allowed for income tax years commencing on or after January 1, 1989, rather than for income tax years commencing on or after January 1, 2000;
- clarifies that on and after January 1, 2000, the Colorado Economic Development Commission, rather than the Department of Local Affairs, designate the administrator of an enterprise zone;
- relocates, in statute, the definitions pertaining to the income tax credit allowed to taxpayers who hire new business facility employees in an enterprise zone; and
- repeals obsolete provisions regarding an income tax credit for taxpayers who operate new business facilities.

Implementation of the bill clarifies the existing practices of the Department of Revenue and will not affect state or local revenue or expenditures. Therefore, the bill is assessed as no fiscal impact. The bill takes effect August 8, 2007, unless a referendum petition is filed, assuming the General Assembly adjourns on May 9, 2007, as scheduled.

Departments Contacted

Governor's Office
Local Affairs

Revenue
Legislative Council Staff