



Legislative Council Staff

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Final Fiscal Note

Drafting Number: LLS 21-0845
Prime Sponsors: Sen. Hansen
Rep. Ransom

Date: July 23, 2021
Bill Status: Signed into Law
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Bill Topic: LOCATION OF DEPARTMENT OF REVENUE ADMINISTRATIVE HEARING

Summary of Fiscal Impact: **Budget package bill — no fiscal impact.** The bill allows for flexibility in where and how a Department of Revenue administrative hearing may be held. The bill will have no impact on state or local government revenue or expenditures.

Appropriation Summary: No appropriation is required.

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

Summary of Legislation

Under current law, in cases where a taxpayer disputes a notice of tax deficiency from the Department of Revenue, and the disputed deficiency involves gift taxes or exceeds \$200 and does not involve sales and use taxes, the associated administrative hearing must take place in the City and County of Denver.

The bill allows an administrative hearing to be held in Adams, Arapahoe, Boulder, Broomfield, Denver, Douglas, or Jefferson counties, and allows for remote participation at the request of the taxpayer. Additionally, in cases where the taxpayer's principle place of business is within Colorado and the disputed deficiency is \$200 or less, the hearing may be conducted at the nearest district office to where the taxpayer lives or the location of their principle place of business.

Assessment of No Fiscal Impact

The bill creates the option for the Department of Revenue to hold certain administrative hearings outside of the City and County of Denver. This alternative practice requires equal effort to current practices, and therefore the bill is assessed as having no fiscal impact.

Effective Date

This bill was signed into law by the Governor and took effect on May 4, 2021.

State and Local Government Contacts

Information Technology

Personnel

Revenue