

Be it Enacted by the People of the State of Colorado:

SECTION 1. In the constitution of the state of Colorado, section 20 of article X, **repeal in part** (8)(a) as follows:

(8) Revenue limits. (a) New or increased transfer tax rates on real property are prohibited. No new state real property tax or local district income tax shall be imposed. Neither an income tax rate increase nor a new state definition of taxable income shall apply before the next tax year. ~~Any income tax law change after July 1, 1992 shall also require all taxable net income to be taxed at one rate, excluding refund tax credits or voter approved tax credits, with no added tax or surcharge.~~

SECTION 2. In Colorado Revised Statutes, 39-22-104, **amend** (1.7) as follows:

39-22-104. Income tax imposed on individuals, estates, and trusts – single rate – definitions – repeal. (1.7) Except as otherwise provided in section 39-22-627, subject to subsection (2) of this section, with respect to taxable years commencing on or after January 1, 2000, a tax of four and sixty-three one hundredths percent is imposed on the federal taxable income, as determined pursuant to section 63 of the internal revenue code, of every individual, estate, and trust. IN ADDITION TO THE TAX RATE AUTHORIZED IN THIS SUBSECTION ON FEDERAL TAXABLE INCOME OF INDIVIDUALS, ESTATES, AND TRUSTS, FOR ALL TAXABLE YEARS COMMENCING ON OR AFTER JANUARY 1, 2020, AN INCOME TAX CREDIT SHALL BE ALLOWED AGAINST, OR INCOME TAX INCREMENT SHALL BE IMPOSED UPON, THE FEDERAL TAXABLE INCOME OF SUCH TAXPAYERS:

(a) UP TO AND INCLUDING FIFTY THOUSAND DOLLARS A CREDIT OF THIRTEEN ONE HUNDREDTHS PERCENT;

(b) OVER ONE HUNDRED FIFTY THOUSAND DOLLARS AND UP TO AND INCLUDING TWO HUNDRED THOUSAND DOLLARS, AN INCREMENT AT THE RATE OF THIRTY-SEVEN ONE HUNDREDTHS PERCENT;

(c) OVER TWO HUNDRED THOUSAND DOLLARS AND UP TO AND INCLUDING THREE HUNDRED THOUSAND DOLLARS, AN INCREMENT AT THE RATE OF ONE AND TWELVE ONE HUNDREDTHS PERCENT;

(d) OVER THREE HUNDRED THOUSAND DOLLARS AND UP TO AND INCLUDING FOUR HUNDRED THOUSAND DOLLARS, AN INCREMENT AT THE RATE OF TWO AND TWO ONE HUNDREDTHS PERCENT;

AND

(d) OVER FOUR HUNDRED THOUSAND DOLLARS, AN INCREMENT AT THE RATE OF THREE AND TWELVE ONE HUNDREDTHS PERCENT.

SECTION 3. In Colorado Revised Statutes, 39-22-301, **amend** (1)(d)(I)(I), as follows:

39-22-301. Corporate tax imposed. (1)(d)(I) A tax is imposed upon each domestic C corporation and foreign C corporation doing business in Colorado annually in an amount of the

net income of such C corporation during the year derived from sources within Colorado as set forth in the following schedule of rates:

(I) Except as otherwise provided in section 39-22-627, for income tax years commencing on or after January 1, 2000, four and sixty-three one hundredths percent of the Colorado net income. IN ADDITION TO THE TAX RATE AUTHORIZED IN THIS SUBSECTION (1)(d)(I)(I), FOR ALL TAXABLE YEARS COMMENCING ON OR AFTER JANUARY 1, 2020, AN INCOME TAX INCREMENT SHALL BE IMPOSED ON COLORADO NET INCOME AT THE RATE OF ONE AND THIRTY-SEVEN ONE HUNDREDTHS PERCENT.

SECTION 4. In Colorado Revised Statutes, 39-22-623, **amend** (1)(b) as follows:

39-22-623. Disposition of collections. (1)(b) Following apportionment of the city, town, and county shares pursuant to paragraph (a) of this subsection (1) and pursuant to [section 29-21-101, C.R.S.](#), all remaining funds, less the amount credited to the reserve created in [section 39-29-107.8](#), in accordance with subsection (2) of said section, shall be credited AS FOLLOWS:

(I) FOR ALL TAXABLE YEARS COMMENCING ON OR AFTER JANUARY 1, 2020, ALL MONEYS DERIVED FROM THE INCOME TAX INCREMENTS UNDER SECTIONS 39-22-104(1.7)(b) TO (e) AND 39-22-301(1) C.R.S., AS ADOPTED BY THE VOTERS AT THE NOVEMBER 2019 STATEWIDE ELECTION AND AS MAY BE ADJUSTED THEREAFTER, SHALL BE CREDITED AS FOLLOWS:

(A) TEN PERCENT TO THE COLLEGE OPPORTUNITY FUND CREATED BY PART 2 OF ARTICLE 18 OF TITLE TWENTY THREE, C.R.S.;

(B) FORTY PERCENT TO THE STATE EDUCATION FUND CREATED BY SECTION 17 OF ARTICLE IX OF THE STATE CONSTITUTION; AND

(C) FIFTY PERCENT TO THE GENERAL FUND.

(II) NOTWITHSTANDING ANY LIMITATIONS ON REVENUE, SPENDING, OR APPROPRIATIONS CONTAINED IN SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION OR ANY OTHER PROVISION OF LAW, ALL MONEYS DERIVED FROM THE INCOME TAX INCREMENTS UNDER SECTIONS 39-22-104(1.7) AND 39-22-301(1) C.R.S., AS ADOPTED BY THE VOTERS AT THE NOVEMBER 2019 STATEWIDE ELECTION AND AS MAY BE ADJUSTED THEREAFTER, MAY BE COLLECTED AND SPENT AS VOTER-APPROVED REVENUE CHANGES AND SHALL NOT REQUIRE SUBSEQUENT VOTER APPROVAL.

(III) ALL REMAINING FUNDS SHALL BE CREDITED to the general fund, and the general assembly shall make appropriations therefrom for the expenses of the administration of this article.