



**Legislative Council Staff**

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**Final Fiscal Note**

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**Drafting Number:** LLS 23-0704 **Date:** August 8, 2023  
**Prime Sponsors:** Sen. Baisley; Winter F. **Bill Status:** Signed into Law  
Rep. Pugliese; Frizell **Fiscal Analyst:** Emily Dohrman | 303-866-3687  
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**Bill Topic:** **ALLOWING TEMPORARY REDUCTIONS IN PROPERTY TAX DUE**

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**Summary of Fiscal Impact:**  State Revenue  TABOR Refund  
 State Expenditure  Local Government  
 State Transfer  Statutory Public Entity

The bill specifies that local governments may provide temporary property tax relief through temporary tax credits or mill levy reductions. Conditional upon future action by local governments, the bill may reduce local government revenue.

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**Appropriation Summary:** No appropriation is required or included.

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

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**Summary of Legislation**

The bill specifies that local governments may administer temporary tax credits or mill levy reductions for the purpose of providing temporary property tax relief.

**Background and Assumptions**

In Colorado, all property taxes are imposed by and paid to local governments. Mill levies for property taxes are determined by local governments. Property tax revenue is among the largest sources of local government tax revenue for counties, cities, and special districts, and is the first source of funding for local public school districts.

The bill is assumed not to grant authority to local governments beyond what is already included in the constitution. Additionally, the bill is assumed not to grant school districts the authority to reduce their total program mills below the mill levy floor defined in Article 54 of Title 22, C.R.S.<sup>1</sup>

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<sup>1</sup> §22-54-102, C.R.S

## **Local Government**

The bill has no direct impact on local government revenue or spending. If a county, municipality, or special district decides to provide temporary tax relief from property taxation, then that government's revenue will decrease accordingly.

## **Effective Date**

The bill was signed into law by the Governor on June 6, 2023, and it took effect on August 7, 2023.

## **State and Local Government Contacts**

Counties  
Local Affairs

Property Tax Division

Special Districts