



SUMMARY REPORT

of Interim Committee Activities

October 2024

Legislative Oversight Committee Concerning Tax Policy

Committee Members: Senator Chris Hansen, Chair, Representative Mike Weissman, Vice-chair
Senators Larry Liston, Kyle Mullica
Representatives Lisa Frizell, Bob Marshall

Committee Charge

The Legislative Oversight Committee Concerning Tax Policy (committee) is charged with reviewing the state's current tax policy and the evaluations of tax expenditures that are statutorily completed by the Office of the State Auditor. The committee is also charged with oversight of the Task Force Concerning Tax Policy.

Calendar of Events

July 29, 2024

- Staff update
- Office of the State Auditor tax expenditure evaluations
- Updates per House Bill 24-1053

August 15, 2024

- Division of Insurance: Insurance Premium Tax
- Alternative Transportation Tax Credit

August 15, 2024 (cont.)

- Business Personal Property Tax
- Committee discussion: additional tax expenditures & tax topics
- Bill draft requests

September 27, 2024

- Public testimony
- Bill draft request approval
- Other business

Recommended Legislation

As a result of committee discussion and deliberation, the committee recommends the following bills for consideration in the 2025 legislative session.

Bill A – Adjusting Certain Tax Expenditures

The bill makes adjustments to several tax expenditures.

Bill B – Senior Housing Income Tax Credit Extension

For tax years 2025 and 2026, the bill extends a refundable income tax credit for senior taxpayers with incomes up to \$75,000 for single filers and \$125,000 for joint filers who have not claimed a homestead property tax exemption.



Bill C – Modification Long-Term Care Insurance Income Tax Credit

The bill modifies the tax credit for purchasing long-term care insurance beginning in tax year 2025.

Bill D – Income Tax Expenditures for Service Members

The bill eliminates an existing income tax deduction for certain active-duty military service members who reacquire Colorado residency, and creates a new refundable income tax credit that expands available tuition assistance for eligible members of the Colorado National Guard.

Bill E – State Tax Expenditure and Grant Database

The bill creates an online database for all qualifying state tax expenditures and state grant opportunities that is managed by the Department of Revenue.