



COLORADO CHAMBER
OF COMMERCE



Business Personal Property Income Tax Credit

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Colorado Chamber of Commerce
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Business Personal Property Tax

- Financial burden of paying tax on depreciable assets
- Compliance costs due to tracking and reporting to local governments.

SB17-267- Sustainability of Rural Colorado

- Created a refundable income tax credit equal to business personal property tax that a taxpayer pays on the first \$18,000 in actual business personal property value.
 - Colorado Chamber supported the bill for many reasons including the Income Tax Credit

HB21-1312- Insurance Premium Property Sales Severance Tax

- Made several changes to tax policy which included a key piece to increase the BBPT exemption and tie it to inflation (currently \$52,000).

Keeping Business Personal Property Tax Credit as is vs. exempting first \$52,000 of actual value

- CO Chamber did gather feedback on the usability of the tax credit by reaching out to a small handful of members.
 - Not aware of the credit
 - Complexity vs. Benefit
 - Perhaps provide updated guidance to businesses or CPAs
- CO Chamber would welcome a discussion regarding changing the exemption to be the first \$52,000 of BPP value rather than only exempting businesses with a total BPP value of \$52,000.



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