

## CHAPTER 213

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**MOTOR VEHICLES AND TRAFFIC REGULATION**

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HOUSE BILL 06-1394

BY REPRESENTATIVE(S) Vigil, Borodkin, Frangas, and McFadyen;  
also SENATOR(S) Teck, Kester, and Taylor.**AN ACT****CONCERNING AUTHORIZATION FOR RENTAL COMPANIES OF CLASS A MOTOR VEHICLES TO PAY TWO PERCENT OF RENTAL FEES IN LIEU OF PAYING ON THE VEHICLE'S TAXABLE VALUE WHEN PAYING SPECIFIC OWNERSHIP TAXES.***Be it enacted by the General Assembly of the State of Colorado:***SECTION 1.** 42-3-107 (11) (a) and (12) (a), Colorado Revised Statutes, are amended to read:**42-3-107. Taxable value of classes of property - rate of tax - when and where payable - department duties - apportionment of tax collections - definitions.**

(11) (a) In lieu of payment of the annual specific ownership tax in the manner specified in subsections ~~(8) and (10)~~ (2), (8), AND (10) of this section, a person who owns vehicles that are based in Colorado for rental purposes and whose primary business is the rental of such vehicles for periods of less than forty-five days, including renewals, to another person may elect to pay specific ownership tax as authorized in this subsection (11).

(12) (a) In lieu of payment of the annual specific ownership tax in the manner specified in subsections ~~(8) and (10)~~ (2), (8), AND (10) of this section, any person who owns vehicles that are based in a state other than Colorado for rental purposes and whose primary business is the rental of such vehicles for periods of less than forty-five days, including renewals, to another person shall pay specific ownership tax as prescribed in this subsection (12).

**SECTION 2. Effective date - applicability.** This act shall take effect July 1, 2006, and shall apply to specific ownership tax due on or after said date.

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*Capital letters indicate new material added to existing statutes; dashes through words indicate deletions from existing statutes and such material not part of act.*

**SECTION 3. Safety clause.** The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

Approved: May 17, 2006