

Tax Expenditures Reviewed by the OSA with Policy Considerations through July 2021
(Does not include expired tax expenditures or those without policy considerations)

Tax Expenditure	Potential Tax Expenditure Category	Tax Type	Beneficiary Industry	Expiration Date	Recent Legislation Relevant to Report Policy Considerations
Tax expenditures <u>not</u> reviewed by the 2019 Tax Expenditure Evaluation Interim Study Committee					
Exemption for Alcoholic Beverages Originating Outside the U.S.	Alcohol and Tobacco	Excise Tax	N/A		
Structural Cigarette and Tobacco Products Excise Tax Expenditures	Alcohol and Tobacco	Excise Tax	Tobacco		
Enterprise Zones Tax Expenditures	Business-incentive	Income and Sales Tax	General		
Rural Jump-Start Tax Expenditures	Business-incentive	Income and Sales Tax	General	1/1/2026	HB20-1003 extended the program for 5 years and made changes including adding a purpose statement, and changing the non-competition requirement.
Aircraft Manufacturer New Employee Credit	Business-incentive	Income Tax	Aviation	1/1/2023	

Mass Transit and Ridesharing Expenses Deduction	Business-incentive	Income Tax	General		
Old and New Investment Tax Credits	Business-incentive	Income Tax	General		
New Plastic Recycling Technology Investment Tax Credit	Business-incentive	Income Tax	Plastic recycling		
Advanced Industry Investment Credit	Business-incentive	Income Tax	Qualifying advanced industries	1/1/2023	
Alternative Income Tax	Business-structural	Income Tax	General		
Corporate Condemnation Capital Gains Income Tax Deduction	Business-structural	Income Tax	General		
Pension or Annuity Deduction	Individual Income Tax	Income Tax	N/A		HB21-1311 eliminated the deduction cap for social security income only.
Previously Taxed Income Deduction for Individuals, Estates, and Trusts	Individual Income Tax	Income Tax	N/A		
State-employed Chaplains Housing Allowance	Individual Income Tax	Income Tax	N/A		
Enterprise Zone Contribution Credit	Individual Income Tax	Income Tax	Non-profit organizations		

Annuities Exemption	Insurance	Insurance Premium Tax	Insurance		HB20-1312 narrowed the exemption to annuities purchased in connection with certain retirement plans.
In-state Investment Pre-1959 Premium Tax Deduction	Insurance	Insurance Premium Tax	Insurance		
Regional Home Office Insurance Premium Rate Reduction	Insurance	Insurance Premium Tax	Insurance		HB21-1312 narrowed the tax expenditure by requiring a minimum percentage of an insurer's workforce be in the state.
Unauthorized Insurance Premium Tax Expenditures	Insurance	Insurance Premium Tax	Insurance		
Construction and Building Materials Exemption	Sales Tax	Sales Tax	Construction, government, non-profits		
School Sales Exemptions	Sales Tax	Sales Tax	Education		
Food Service Employer-provided Meals Exemption	Sales Tax	Sales Tax	Food service		
Complimentary Marketing Property to Out-of-state Vendees Exemptions	Sales Tax	Sales Tax	General		
Prefabricated Homes Exemptions	Sales Tax	Sales Tax	Home Manufacturers		

Materials Used in Iron, Steel, and Vanadium-ore Manufacturing and Processing	Sales Tax	Sales Tax	Metal Manufacturers		
Wood From Trees Killed or Infested By Certain Beetles Exemption	Sales Tax	Sales Tax	Timber and wood products retailers	7/1/2026	HB21-1261 extended the exemption.
Coal Severance Tax Expenditures	Severance	Severance Tax	Mining	1/1/2026	HB21-1312 phases these tax expenditures out by 1/1/2026.
Metallic Minerals Ad Valorem Credit	Severance	Severance Tax	Mining		
Metallic Minerals Threshold Exemption	Severance	Severance Tax	Mining		
Molybdenum Ore Tonnage Exemption	Severance	Severance Tax	Mining		
Oil and Gas Severance Tax Ad Valorem Credit	Severance	Severance Tax	Oil and Gas		
Oil and Gas Severance Tax Deduction for Transportation Costs and Oil and Gas Severance Tax Deduction for Manufacturing and Processing Costs	Severance	Severance Tax	Oil and Gas		HB21-1312 limited the netback deduction to direct costs actually paid by taxpayer.
Oil Shale Tax Expenditures	Severance	Severance Tax	Oil and Gas		
Stripper Well Exemption	Severance	Severance Tax	Oil and Gas		

Impact Assistance Credits	Severance	Severance Tax, Income Tax	Mining		
Tax expenditures <u>not</u> reviewed by the 2019 Tax Expenditure Evaluation Interim Study Committee, with policy considerations that are only related to establishing a statutory purpose and performance measures.					
Alternative Minimum Tax Credit	Individual Income Tax	Income Tax	N/A		
Aircraft Used in Interstate Commerce Exemption	Sales Tax	Sales Tax	Aviation		
Precious Metal Bullion and Coin Exemption	Sales Tax	Sales Tax	Bullion and coin retailers		
Food for Home Consumption & Retirement Communities Exemptions	Sales Tax	Sales Tax	Food retailers		
Machinery Used in Manufacturing Exemption	Sales Tax	Sales Tax	Manufacturing		
Food Ingredients Exemption	Sales Tax	Sales Tax	Manufacturing-food		
Pre-press Printing Exemption	Sales Tax	Sales Tax	Printing		
Tax Expenditures reviewed by the 2019 Tax Expenditure Evaluation Interim Study Committee (Does not include tax expenditures with policy considerations that were fully addressed by legislation)					
Excise Tax Credit for Unsalable Alcoholic Beverages	Alcohol and Tobacco	Excise Tax	Alcohol manufacturers and distributors		
Occasional Sale of Liquor by Public Auction	Alcohol and Tobacco	Excise Tax	N/A		HB20-1304, postponed indefinitely, would have clarified exemption.

Sacramental Wines Excise Tax Exemption	Alcohol and Tobacco	Excise Tax	Religious organizations		HB20-1303, postponed indefinitely, would have repealed the exemption.
Crop and Livestock Contribution Corporate Income Tax Credit	Business-incentive	Income Tax	Agriculture		
Colorado Net Operating Loss Deduction for C-Corporations	Business-structural	Income Tax	General		HB20-1024 changed net operating loss requirements.
Deduction for Wages and Salaries Due to Internal Revenue Code 280C	Business-structural	Income Tax	General		
Previously Taxed Income or Gain Deduction for C-Corporations	Business-structural	Income Tax	General		HB20-1202, postponed indefinitely, would have repealed the deduction.
Child Care Expense Credit	Individual Income Tax	Income Tax	N/A		
State Income Tax Refund Deductions for Individuals, Estates, and Trusts	Individual Income Tax	Income Tax	N/A		
Crop Hail Insurance Premium Tax Exemption	Insurance	Insurance Premium Tax	Insurance		HB20-1305, laid over, would have repealed the exemption.
Employee Retirement Plan Insurance Premium Tax Deduction	Insurance	Insurance Premium Tax	Insurance		
Fraternal Society Exemption	Insurance	Insurance Premium Tax	Insurance		

Insurance Premium Tax Expenditures	Insurance	Insurance Premium Tax	Insurance		
Tax Exempt Organization Insurance Premium Tax Deduction	Insurance	Insurance Premium Tax	Tax-exempt organizations and Insurance		
Agricultural Inputs Sales Tax Exemptions	Sales Tax	Sales Tax	Agriculture		HB19-1329 clarified that fertilizer is included as exempt.
Farm Close-out Sales Tax Exemption	Sales Tax	Sales Tax	Agriculture		
Sales to Charitable Organizations Exemption	Sales Tax	Sales Tax	Charitable Organizations		
Long-term Lodging Exemption	Sales Tax	Sales Tax	Hotels		HB20-1020 narrowed the exemption by limiting qualifying beneficiaries to individuals.
Energy Used for Industrial & Manufacturing Purposes Exemption	Sales Tax	Sales Tax	Manufacturing		HB20-1025, postponed indefinitely, would have required meters to claim exemption.
Newspapers Exemption	Sales Tax	Sales Tax	Newspaper publishers		