



TAXATION and FINANCE

Friday April 21, 2017

CCI Office

(This meeting is recorded)

Teleconference: 1.857.216.6700 Passcode: 171009

AGENDA

WELCOME

Commissioner, Steve Johnson, Chair
 Commissioner Casey Tighe, Vice Chair
 Gini Pingenot, CCI

INTRODUCTIONS

LEGISLATION

HB17-1016	Exclude Value Mineral Resources Tax Increment Financing Division	Support Gov Signed
HB17-1049	Eliminate Property Tax Abatement Refund Interest	Support Awaiting Gov Sig
HB17-1063	Reduce Business Personal Property Taxes	Oppose PI'd
HB17-1161	TIF Tax Increment Financing Transparency	Support / Amends PI'd
HB17-1187	Change Excess State Revenues Cap Growth Factor	Support PI'd
SB17-034	Disaster Emergency Transfers From County General Funds	Support Gov Signed
SB17-285	Downtown Development Authorities Fairness Act	CCI Bill Support PI'd

BPP

Bill #	SB17-009
Title	Business Personal Property Exemption
H-Spon	T. Leonard
S-Spon	L. Crowder
Summary	There is an exemption from property tax for business personal property that would otherwise be

	listed on a single personal property schedule that is equal to \$7,300 for the current property tax year cycle. As amended, this bill increases the exemption to \$10,000 for the next 2 property tax years and adjusts it for inflation for subsequent property tax cycles.
Position	Oppose
SALES TAX & USE TAX	
Bill #	HB17-1216
Title	Sales And Use Tax Simplification Task Force
H-Spon	T. Kraft-Tharp, L. Sias
S-Spon	C. Jahn, T. Neville
Summary	<p>The bill creates the sales and use tax simplification task force (task force) made up of legislative members and state and local sales and use tax experts. The bill requires the task force to study sales and use tax simplification between the state and local governments, and in particular between the state and home rule jurisdictions. The task force is:</p> <ul style="list-style-type: none"> • Authorized to seek, accept, and expend gifts, grants, or donations from private or public sources in order to meet its goals; • Subject to sunset review in 3 years; and • Required to make an annual report to the legislative council that may or may not include recommendations for legislation.
Position	Monitor
TIF	
Bill #	SB17-279
Title	Applicability Recent Urban Renewal Legislation
H-Spon	M. Gray, S. Beckman
S-Spon	B. Martinez Humenik, R. Zenzinger
Summary	<p>The bill clarifies the applicability provisions of legislation enacted in 2015 and 2016 to promote an equitable financial contribution among affected public bodies in connection with urban redevelopment projects allocating tax revenues in the following respects:</p> <ul style="list-style-type: none"> • The bill clarifies that a substantial modification of an urban renewal plan (plan) is a proposed modification that substantially changes provisions of the plan regarding land area, land use, authorization to collect incremental tax revenue, the extent of the use of tax increment financing, the scope or nature of the urban renewal project, the scope of method of financing, design, building requirements, timing, or procedure, as previously approved, or where the modification will substantially clarify a plan that, when approved, was lacking in specificity as to the urban renewal project or financing. If the modification is substantial, the modification is subject to pertinent requirements of the urban renewal law addressing modifications. For plans to which a pledge of the revenues deposited into the special fund was made by an indenture or other legally binding document that is separate from the plan itself prior to January 1, 2016, a pledge to secure the payment of refunding bonds is not a substantial modification and is not subject to the modification requirements of the urban renewal law. • Not less than 30 days prior to approving any modification of a plan, the bill requires the

	<p>governing body or an urban renewal authority (authority) to provide a detailed written description of the proposed modification to each taxing entity that levies taxes on property located within the urban renewal area and a notice of the date and time of the meeting at which the governing body will consider the modification. Any taxing entity that levies taxes on property located within the urban renewal area may file an action in the state district court exercising jurisdiction over the county in which the urban renewal area is located for an order determining, under a de novo standard of review, whether the modification is a substantial modification. Further, if requested by the taxing entity, the court is required to enjoin any action by the authority pursuant to the modification until the court has determined whether the modification is a substantial modification and, if so, the court is required to further enjoin any action by the authority until there has been compliance with statutory provisions addressing the sharing of incremental property tax revenues.</p> <ul style="list-style-type: none"> • The bill prohibits any action from being brought to enjoin any undertaking or activity of the authority to a plan, including the issuance of bonds, the incurrence of other financial obligations, or the pledge of revenue, unless the action is commenced within 45 days after the date the authority provided notice of its intention regarding such undertaking or activity. The notice must describe the undertaking or activity proposed to be engaged in by the authority and specify that any action to enjoin the undertaking or activity must be brought within 45 days from the date of the notice. The notice must be published one time in a newspaper of general circulation within the county. On or before the date of publication of the notice, the bill also requires the authority to mail a copy of the notice to each taxing entity that levies taxes on property within the urban renewal area.
Position	Support
MISC	
Bill #	SB17-267
Title	Sustainability Of Rural Colorado
H-Spon	J. Becker, K. Becker
S-Spon	L. Guzman, J. Sonnenberg
Summary	<p>As of April 17, 2017 - Section 3 of the bill eliminates annual statutory transfers of general fund revenue to the highway users tax fund (HUTF) and the capital construction fund for state fiscal years 2017-18, 2018-19, and 2019-20. Section 1 makes statutory general fund transfers to the state public school fund in amounts equal to the amounts of the eliminated statutory transfers to the HUTF for the sole purpose of reducing, proportionally to the extent feasible, the financial impacts of inconsistent funding of the state share of district total program on rural and small rural school districts. Section 2 requires executive branch departments to submit 2018-19 budget requests to the office of state planning and budgeting (OSPB) that are at least 2% lower than their 2017-18 budgets. The OSPB must strongly consider the budget reduction proposals made by each department when preparing the annual executive budget proposals to the general assembly. Section 5 authorizes the state to execute lease-purchase agreements for eligible state facilities to generate up to \$1.7 billion of net proceeds. \$1.3 billion of the net proceeds are credited to the HUTF and allocated to the state highway fund and \$400 million of the net proceeds are credited to the capital construction fund. As specified in section 19, the department of transportation (CDOT) may use the net proceeds only for qualified federal aid highway projects, with at least 25% of the money being used for projects that are located in counties with populations of 50,000 or less. Section 6 creates the Colorado healthcare affordability and</p>

	sustainability enterprise (enterprise) Section 4 lowers the referendum C cap for the 2017-18 fiscal year and subsequent fiscal years.
Position	

OTHER BUSINESS

ADJOURN

In Case You Missed It – News Items from Previous ecountylines publications

May 2-5: Downtown Colorado, Inc. Annual Conference



Downtown Colorado, Inc. (DCI) will hold its 35th annual Vibrant Downtown Conference on **May 2-5, 2017** in Breckenridge. This multi-day event, themed “In the Game,” features smart people, pioneering research, powerful ideas and proven strategies designed to make our Colorado neighborhoods better. Highlight speakers include Elizabeth Garner, Colorado State Demographer; Charlie Miller, Denver Center for the Performing Arts; and land use/public policy attorney Carolynne White of Brownstein Hyatt Farber Schreck. For more information or to register, click [here](#). For hotel accommodations, call **888.525.1787** and use group code BC0DC7.