



Colorado  
Legislative  
Council  
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MEMORANDUM

March 25, 2011

**TO:** State Title Board  
**FROM:** Natalie Mullis, Chief Economist, (303) 866-4778  
**SUBJECT:** Revenue Impact of Proposed Initiative 2011-2012 #19

This memorandum provides a state revenue impact estimate for proposed initiative 2011-2012 #19. The estimated state revenue impact for FY 2012-13, the first full fiscal year for which the initiative will be effective, is **\$536.1 million**.

The proposed initiative increases the state sales and use tax rate from 2.9 percent to 3.0 percent and the state income tax rate from 4.63 percent to 5.0 percent beginning January 1, 2012. Table 1 shows the estimated increase in individual income tax, corporate income tax, and sales and use tax collections for FY 2011-12 and FY 2012-13. Estimates are based on the March 2011 Legislative Council Staff revenue forecast.

**Table 1**  
**Estimated Revenue Impact of Proposed Initiative #19**

Fiscal Year	Individual Income Tax	Corporate Income Tax	Sales and Use Tax	Total
FY 2011-12 /a	\$196.3	\$14.8	\$38.6	\$249.8
FY 2012-13 /b	\$420.3	\$35.7	\$80.1	<b>\$536.1</b>

/a A half-year impact will occur in FY 2011-12.

/b FY 2012-13 is the first full fiscal year during which the proposed initiative would be effective.