



HISTORY *Colorado*

STATE HISTORIC PRESERVATION TAX CREDIT 2011 ABEYANCE

FACT SHEET

In the 2008 legislative session Colorado's historic preservation tax credit was reauthorized through 2019. However, a provision was added to the tax credit statute disallowing the tax credit to be taken in years in which the general fund growth projection for the state fiscal year is less than six percent.

In December 2010 the general fund growth projection for state fiscal year 2010-2011 (July 1, 2010 to June 30, 2011) was projected to be 5.7 percent.

This means that a taxpayer may not take the tax credit on its calendar year 2011 state income tax return that will be prepared in 2012.

However, the credit may be taken in future years when the general fund growth projection is six percent or greater. The ten-year carryover period during which a taxpayer may take the tax credit is extended by a year for each year when the credit is disallowed.

The current general fund growth projection for state fiscal year 2011-2012 (July 1, 2011 to June 30, 2012) is 8.5 percent, although that may change by the time the official growth projection is made in December 2011.

For taxpayers completing projects during calendar year 2010, the 2011 abeyance does not affect the ability to take the credit on their 2010 state income tax returns prepared in 2011.

The 2011 abeyance does not affect the ability of History Colorado and participating Certified Local Governments to accept and review tax credit applications during calendar year 2011.

The statutory citation for this provision is CRS 24-39-22-514 (11.7).

If you have questions, please feel free to contact Dan Corson, Intergovernmental Services Director, History Colorado, at (303) 866-2673.