



COLORADO

Department of Revenue

Taxation Division

Office of Tax Policy

Corporate Income Tax Newsletter

June 2023

Greetings from Tax Policy!

This newsletter provides information about our recently completed and ongoing corporate income tax projects. We've also prepared separate newsletters with information about our projects involving other tax types. You can access these other newsletters through the [Tax Reference Library](#). If you have any questions about any of our rules, publications, or other projects, please feel free to contact us as dor_taxpolicy@state.co.us.

Guidance publications

We expect to publish the following guidance publications in the next few months:

- *Corporate Income Tax Guide* – This publication will be revised to reflect adopted rules regarding net operating losses, the foreign source income exclusion, and the subtraction allowed for section 78 dividends.
- *Income Tax Topics: Innovative Motor Vehicle Credit* and *Income Tax Topics: Innovative Truck Credit* – These two new publications will replace *FYI Income 69* and will reflect changes [House Bill 23-1272](#) made to both credits, some of which take effect July 1, 2023. In particular, allowable credits increase for qualifying motor vehicles sold or leased on or after July 1, 2023. Additionally, no innovative motor vehicle credit is allowed for any vehicle purchased or leased on or after July 1, 2023, that has a manufacturer's suggested retail price exceeding \$85,000 (this limitation does not apply to the innovative truck credit). House Bill 23-1272 makes additional changes that will take effect January 1, 2024, and January 1, 2025.

Rulemaking

We are currently working on the following corporate income tax rules:

- *529 Contribution Employer Credit* – We [recently announced](#) a hearing scheduled for July 18th to consider a proposed rule to address the employer credit for 529 contributions.

- *Alternative Transportation Options Income Tax Credit* – We [recently conducted](#) a stakeholder workgroup meeting to discuss the development of a new income tax rule on the alternative transportation options income tax credit enacted by [House Bill 22-1026](#). Both the meeting [agenda](#) and a [recording](#) of the meeting are available online.
- *Miscellaneous Income Tax Rules* – We [recently conducted a hearing](#) for the repeal of a number of existing rules relating to corporate income tax that are obsolete or duplicative of the statute.

If you wish to receive notifications regarding rulemaking activities, you may sign up to receive those notifications [here](#).

Private Letter Rulings (PLR) and General Information Letters (GIL)

We are currently working on a GIL request relating to:

- Contributions eligible for the child care contribution credit.

Contact Us

Please feel free to contact our office at dor_taxpolicy@state.co.us with any questions about any of the items listed above, rulemaking, our publications, PLRs and GILs, or decisions made by the Tax Policy Committee.