

First Regular Session
Seventy-first General Assembly
STATE OF COLORADO

ENGROSSED

*This Version Includes All Amendments Adopted
on Second Reading in the House of Introduction*

LLS NO. 17-0154.01 Jason Gelender x4330

HOUSE BILL 17-1104

HOUSE SPONSORSHIP

Navarro, Lundeen, Carver, Liston, Nordberg, Williams D.

SENATE SPONSORSHIP

Priola, Gardner, Hill

House Committees

Finance
Appropriations

Senate Committees

A BILL FOR AN ACT

101 **CONCERNING THE EXCLUSION FROM STATE TAXABLE INCOME OF THE**
102 **MONETARY VALUE OF ANY MEDAL WON BY AN ATHLETE WHILE**
103 **COMPETING FOR THE UNITED STATES OF AMERICA AT THE**
104 **OLYMPIC GAMES, SO LONG AS THE ATHLETE'S FEDERAL**
105 **ADJUSTED GROSS INCOME DOES NOT EXCEED A SPECIFIED**
106 **AMOUNT.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://leg.colorado.gov/>.)

For the purpose of determining the state income tax liability of an

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

HOUSE
Amended 2nd Reading
March 7, 2017

individual, income earned as a direct result of winning a medal while competing for the United States of America at the olympic games is excluded from state taxable income. "Income earned as a direct result of winning a medal" is defined to include both the cash value of the medal itself and any cash award given for winning the medal from the United States olympic committee or any sport-specific national governing body or paralympic sport organization and to exclude endorsement income and nonmonetary benefits. "Olympic games" is defined to include the summer and winter olympic games and the summer and winter paralympic games.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 39-22-104, **add**
3 (4)(x) as follows:

4 **39-22-104. Income tax imposed on individuals, estates, and**
5 **trusts - single rate - legislative declaration - definitions - repeal.**

6 (4) There shall be subtracted from federal taxable income:

7 (x) (I) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (4)(x)(II)
8 OF THIS SECTION, FOR INCOME TAX YEARS COMMENCING ON OR AFTER
9 JANUARY 1, 2018, ALL INCOME EARNED, TO THE EXTENT INCLUDED IN
10 FEDERAL TAXABLE INCOME EXCEPT AS OTHERWISE PROVIDED IN
11 SUBSECTION (4)(x)(IV) OF THIS SECTION, AS A DIRECT RESULT OF WINNING
12 A MEDAL WHILE COMPETING FOR THE UNITED STATES OF AMERICA AT THE
13 OLYMPIC GAMES.

14 (II) THE SUBTRACTION PROVIDED FOR IN SUBSECTION (4)(x)(I) OF
15 THIS SECTION DOES NOT APPLY TO A TAXPAYER WHOSE FEDERAL ADJUSTED
16 GROSS INCOME FOR THE INCOME TAX YEAR IN WHICH THE TAXPAYER HAS
17 INCOME EARNED AS A DIRECT RESULT OF WINNING A MEDAL, AS
18 DETERMINED PRIOR TO APPLICATION OF THIS SUBSECTION (4)(x), EXCEEDS
19 ONE MILLION DOLLARS OR, IF THE TAXPAYER'S FILING STATUS IS MARRIED
20 FILING SEPARATELY, EXCEEDS FIVE HUNDRED THOUSAND DOLLARS.

1 (III) AS USED IN THIS SUBSECTION (4)(x):

2 (A) "INCOME EARNED AS A DIRECT RESULT OF WINNING A MEDAL"
3 INCLUDES BOTH THE MONETARY VALUE OF THE MEDAL ITSELF AND ANY
4 MONETARY AWARD GIVEN FOR WINNING THE MEDAL BY THE UNITED
5 STATES OLYMPIC COMMITTEE OR ANY SPORT-SPECIFIC NATIONAL
6 GOVERNING BODY OR PARALYMPIC SPORT ORGANIZATION BUT DOES NOT
7 INCLUDE ENDORSEMENT INCOME OR NONMONETARY BENEFITS.

8 (B) "OLYMPIC GAMES" MEANS THE SUMMER AND WINTER OLYMPIC
9 GAMES AND THE SUMMER AND WINTER PARALYMPIC GAMES.

10 (IV) THE MONETARY VALUE OF ANY MEDAL WON WHILE
11 COMPETING FOR THE UNITED STATES OF AMERICA AT EITHER THE SUMMER
12 OR WINTER OLYMPIC GAMES OR THE SUMMER OR WINTER PARALYMPIC
13 GAMES SHALL BE SUBTRACTED FROM FEDERAL TAXABLE INCOME
14 REGARDLESS OF WHETHER OR NOT SAID MONETARY VALUE IS INCLUDED IN
15 FEDERAL TAXABLE INCOME.

16 **SECTION 2. Act subject to petition - effective date.** This act
17 takes effect at 12:01 a.m. on the day following the expiration of the
18 ninety-day period after final adjournment of the general assembly (August
19 9, 2017, if adjournment sine die is on May 10, 2017); except that, if a
20 referendum petition is filed pursuant to section 1 (3) of article V of the
21 state constitution against this act or an item, section, or part of this act
22 within such period, then the act, item, section, or part will not take effect
23 unless approved by the people at the general election to be held in
24 November 2018 and, in such case, will take effect on the date of the
25 official declaration of the vote thereon by the governor.