



Attention Tax Council Members:

Please be advised that the CO Department of Revenue (CDOR), Division of Taxation, is convening a stakeholder workgroup to discuss drafts of income tax rules regarding Colorado net operating losses. Details regarding the meeting and the proposed rules are provided below:

Meeting Details:

Date: December 7, 2021

Time: 10:00 a.m.

Ways to Participate:

- Email dor_taxrules@state.co.us to request video conference information or to obtain access to the recording.
- Email dor_taxrules@state.co.us to provide written comments by 5:00 p.m. on December 7, 2021.
- To participate by phone:
 - **Phone Number:** 1 (669) 900-6833
 - **Meeting ID:** 894 6062 9533

Proposed Draft Rules:

- **Rule 39-22-504–1. Colorado Net Operating Losses for Individuals, Estates and Trusts.** Replaces existing Rule 39-22-504 and clarifies net operating losses allowed to individuals, estates, and trusts and any addition they may be required to make for losses not allocated to Colorado.
- **Rule 39-22-504–2. Colorado Net Operating Losses for C Corporations.** Replaces the existing Rule 39-22-504(2) and clarifies the Colorado allocation of net operating losses allowed to C corporations, the carryforward of such net operating losses, and limitations applicable to the deduction of such net operating losses. The draft references Treasury Regulations 26 CFR §§ 1.1502-1 and 1.1502-21, the current versions of which can be found online at: <https://www.ecfr.gov/current/title-26/chapter-I/subchapter-A/part-1/subject-group-ECFRebdf574018b8c1e/section-1.1502-1> and <https://www.ecfr.gov/current/title-26/chapter-I/subchapter-A/part-1/subject-group-ECFRd406b377b28fb28/section-1.1502-21>.

We would encourage Tax Council members to participate in this stakeholder meeting if you have concerns with these proposed rules. You may also contact Loren Furman at lfurman@cochamber.com if you'd like the Colorado Chamber to directly share your concerns with DOR staff.

Thank you!

Colorado Chamber of Commerce
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 FOR COLORADO.
 FOR TOMORROW.**