

SB25-003 FISCAL – TAX REVENUE LOSS:

According to HB24-1349 FIREARMS & AMMUNITION EXCISE TAX fiscal note (Prop KK), it is assumed that:

- Colorado has 460,000 total firearm sales per year (according to CBI background check data)
- The average cost of a handgun is \$548 and \$932 for a long gun

The state collects the following taxes on firearms:

- 6.5% excise tax (HB25-1349/Prop KK)
- 2.9% sales tax (State of Colorado)
- 4.9% average local sales tax (municipality, county, metro district, etc.)
- 11% federal tax (Pittman Robertson)

Average gun sales are:

- 50% handguns/pistols
- 20% modern sporting rifles
- 18% hunting rifles
- 10% shotguns
- 2% other

Based on this data, Colorado will lose the following in tax revenue in long gun sales alone (this does not include any of the handguns/pistols banned under SB25-003):

- \$17.52 million in 6.5% excise tax
- \$7.82 million in 2.9% sales tax
- \$13.21 million in 4.9% average local sales tax
- \$29.65 million in 11% federal tax

TOTAL TAX REVENUE LOSS:

Colorado: \$38.55 million/year

Federal: \$29.65 million/year



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