

# OPPORTUNITY ZONE DESIGNATION

## FEDERAL TAX CREDITS

First approved zone in Montrose County as part of US Census Tract 9663

The project is approved as an official Opportunity Zone by the US Department of the Treasury. This federally-approved designation allows for:

- 1 NO LONG TERM CAPITAL GAINS TAXES:** For an investment held for 10 years within the Zone. Investments include those made for operating businesses, equipment, and real property (both real estate or infrastructure).\*
- 2 36% HIGHER RETURNS:** For investments within the zone, when compared to an alternative investment with an 8% annualized return.\*



\*Source: Economic Innovation Group | EIG.org

## 12 BUSINESS INCENTIVES FOR COMING TO COLORADO OUTDOORS

All incentives are subject to government approvals and successful applications.

## OEDIT\* CREDITS

\*Colorado Office of Economic Development & International Trade

- 1 Up to \$10,000 Cash Job Incentive creation:**  
Cash payments per net new job created and maintained for one year. Up to \$5,000 from the Strategic Fund / up to \$5,000 from the City of Montrose.
- 2 8 year exemption from BOTH Business and Employee State income taxes:**  
The Rural-Jump Start program provides tax relief for companies & their employees relocating or expanding.
- 3 Manufacturing Exemptions for Sales and Use Tax:**  
Exemption from State sales & use tax on purchases of manufacturing machinery, machine tools & parts
- 4 Colorado First Job Training Incentive - \$1,200 per full-time employee:**  
For companies that are relocating or expanding in Colorado & provide funds only to net new hires.
- 5 Job Growth Incentive - Tax Credit:**  
Provides state income tax credit to businesses involved in job creation projects.

## STATE TAX CREDITS

- 6 New Enhanced Rural Areas Job Tax Credit - \$2,000/Job:**  
Additional credit per new job located in Montrose County's Enhanced Rural Enterprise Zone.
- 7 New Employer Health Insurance Tax Credit - \$1,000/Covered Employee:**  
2 years for each employee insured under a qualified employer-sponsored health insurance program.
- 8 Job Training Tax Credit - 12% of Eligible Training Costs:**  
Employers who carry out a qualified job training program for their enterprise zone employees.
- 9 Investment Tax Credit of Equipment Purchases - 3% of Equipment Purchases Cost:**  
Excess credits may be carried back 3 years & forward 12 years.
- 10 Commercial Vehicle Investment Tax Credit - 1.5% of Qualifying Vehicle Purchases**

## REGIONAL & LOCAL INCENTIVES

- 11 Personal Property Tax Abatement:**  
Abatement of the County portion of the taxable personal property up to 35 years.
- 12 Sales and Use Tax Abatement:**  
Abatement from City 3.3% sales & use tax on manufacturing equipment brought in for the first 3 years.