



# Funding Colorado's Water Plan

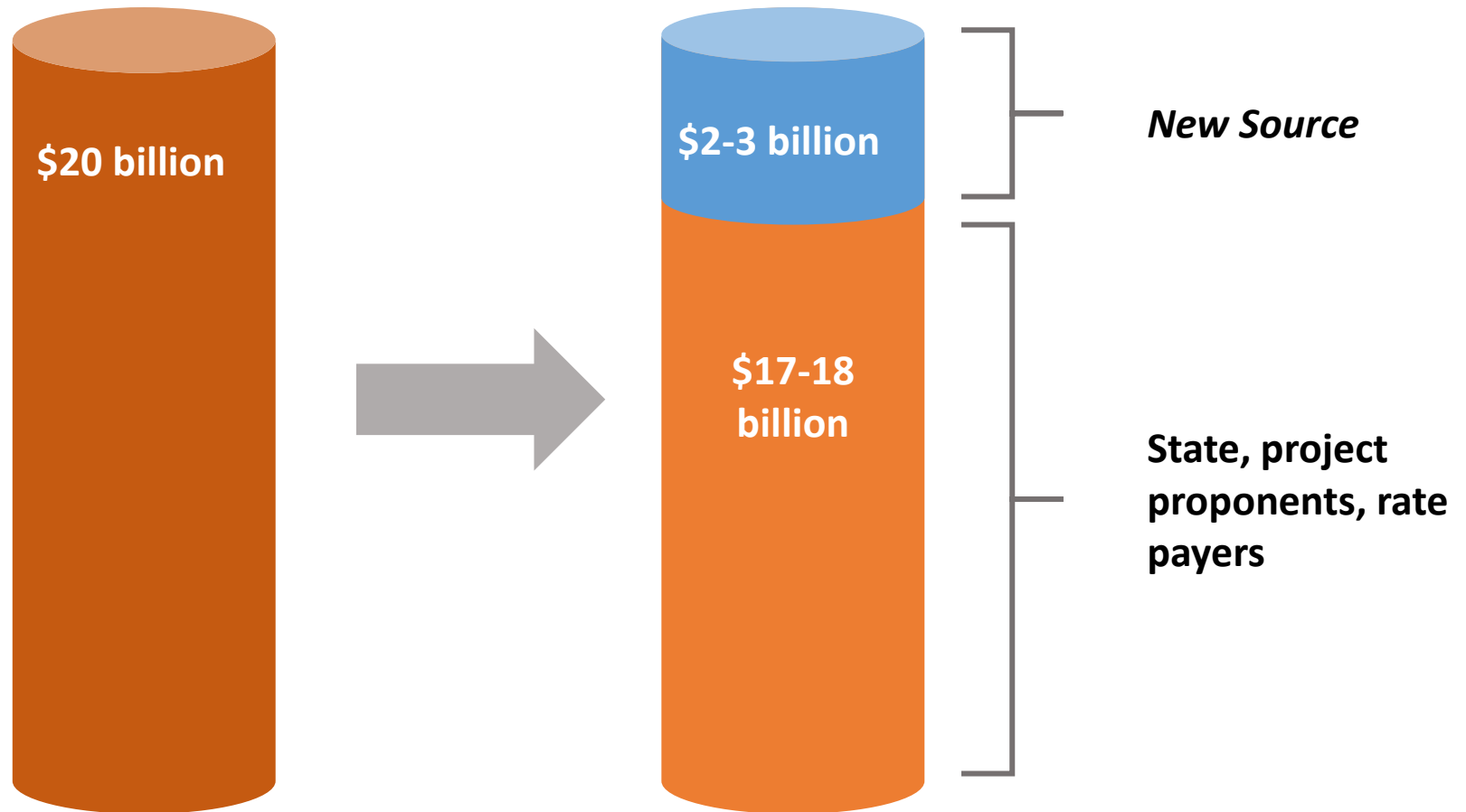
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"Do you want regular bottled water, low-fat water, zero-carb water or free range water?"

# Colorado Water Plan Implementation



**Illustrative Economic Impact from Potential Tax or Fee Revenue**

Potential Tax or Fee Mechanism (1)	Potential Total Tax or Fee Revenue	Basis of Tax or Fee	Net Statewide Job	Net Labor Income Impact	State Sales Tax Revenue
Water Fee: Paid by Households	\$68,250,000 at \$2.50 per month per household		178	\$22,913,400	\$(196,500)
Water Fee: Paid by Households, Industry, Business and Agriculture	\$ 68,250,000	at \$1.25 per month per household and balance from others	(178)	\$ (12,946,800)	\$ (211,600)
Bottle Fee: Paid by Households	\$70,000,000 at \$0.01 per customer, paid by retail customers		183	\$23,500,900	\$(201,500)
Bottle Fee. Paid by Households and Bottling Industry	\$ 70,000,000	at \$0.01 per container, partially paid by consumers, partially paid by industry	358	\$ 28,326,800	\$ 144,900
Tourism Fee: Paid by Out-of-State Tourists, Recreation & Tourism Industry & Households	\$86,000,000 at 0.5% on accommodation	& recreation activities	681	\$52,901,200	\$611,500
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Oil & Gas Fee. Paid based on Production Value	\$ 8,000,000	at 2% on total oil & gas output value	83	\$ 5,430,600	\$ 70,400
Marijuana Grow Operations Fee. Paid by Consumers	\$ 34,950,000	at 5% tax of sales value, all on retail purchases	91	\$ 11,733,700	\$ (100,600)
Marijuana Grow Operations Fee. Paid by Consumers and Mariiuaana Industrv	\$ 34,950,000	at 5% tax of sales value - 1/2 on industry, 1/2 on retail	(2)	\$ 6,692,000	\$ 37,900
New Water Tap Fees: Paid by Households & Construction Industry	\$27,637,000 \$500 fee per new connection on Residential, Comm. & Industr.		13	\$4,337,400	\$37,900
Peak Water Demand Fee. Paid by Households	\$ 61,425,000	the summer on the 45% of water that is used for irrigation	161	\$ 20,622,000	\$ (176,900)

*(1) Each mechanism can be configured in numerous ways with varying results. Results vary due to different multipliers for each NAICS code selected and differing allocations between paying entities.*

Source: Summit Economics