



SINGLE-USE BAG FEE NOTICE

Effective July 1, 2023

The State of Colorado has mandated a **10 cent fee** for single-use plastic and paper bags used at checkout.



Who is required to charge the fee?

- Grocery stores and supermarkets
- Major convenience stores
- Drug stores
- Clothing stores
- Hardware stores
- Liquor stores
- Retailers that have **more than 3 stores** in Colorado
- Other major stores that include self-checkout and delivery services

What do you need to do and know?

- Add a **10 cent bag fee** to your point of sale system
- Bag fees are **NOT** subject to city or state sales tax
- Businesses retain **40%** of the bag fee to cover the costs of administration and compliance
- Businesses remit **60%** of the bag fee collected to Commerce City on a separate, quarterly return that will be added to your business center commercecity.munirevs.com starting July 2023

Next Steps

- Add the 10 cent bag fee to your point of sale system
- Visit c3gov.com/Tax for supplemental signage and materials to communicate the fee to customers

What bags are included?

- Single-use paper or plastic bags furnished to a customer at the point of sale to transport or carry items

What is exempt from the bag fee?

- Customers that provide evidence to the store that they are a participant in a federal or state food assistance program
- Farmer's markets
- Restaurants
- Laundry or dry cleaning services
- Bulk stores
- Smaller businesses with three or fewer locations in Colorado
- Pharmacies
- Bags used by consumers in the store for items like produce, bulk items, candy, small hardware items, meat, bakery, or floral items

SCAN
TO
LEARN
MORE



Learn more at c3gov.com/Tax