Tax Conference Committee Thursday, May 19, 2005 **Room 15 Capitol** Chair, Representative Larry Pogemiller

Senate Conferees Pogemiller, Chair Belanger Betzold Moua

Skoe

House Conferees

Krinkie Abrams Lanning Lenczewski

Simpson

Senator Pogemiller called the meeting to order at 6:20 p.m.

A quorum was present.

Agenda Item #1: HF 785 Omnibus Tax Bill

- 1. Overview of Side by Side by Jack Paulson, Senate Legislative Analyst and Pat Dalton, House Legislative Analyst
 - a. Property tax aids and credits
 - i. Senator Belanger moves to delete on pg. 36, article 22, section 15, which will correct an error in the 2003 Omnibus Tax Act
 - 1. Motion adopted
 - ii. Senator Belanger moves to delete article 22, section 19
 - 1. Motion adopted
 - b. Overview of DOR property taxes by JoAnne Sellner, Senate Counsel and Karen Baker, House-article 4, Senate-SF 1683
 - i. Senator Belanger moves that House sections 1-3, 5, 7-33, 35-45 and Senate article 14, section 5 and article 14, section 39, be incorporated into the Omnibus Tax bill
 - 1. Motion adopted
 - ii. Senator Belanger moves to delete the "failure to notify" provision from article 14, section 22, found on pg. 42, and to adopt the "electronic means" provision from article 14, section 22
 - 1. Testimony regarding concerns from Luci Botzek, Minnesota Association of County Officers
 - 2. On Senator Belanger's motion
 - a. Motion adopted
 - iii. Senator Belanger moves that article 14, section 30 from Tax 2 and found on pg. 44 be incorporated into the Omnibus Tax bill
 - 1. Set aside
 - iv. Discussion on article 14, section 42 from Tax 2 and found on pg. 45
 - 1. Testimony from Jack Horner, MN Multi Housing
 - 2. Senator Moua moves to drop the Senate provision
 - a. Motion adopted
 - v. Discussion on House provision section 46 and Senate provision article 14, section 57 from Tax 2
 - 1. Senator Belanger moves to adopt House provision paragraph (a) to the Omnibus Tax bill
 - a. Motion adopted
 - 2. Representative Abrams moves to delete House provision paragraph (b) from the Omnibus Tax bill
 - a. Motion adopted
 - 3. Senator Betzold moves that House provision paragraph (c) be adopted to the Omnibus Tax bill
 - a. Motion adopted
 - 4. Representative Abrams moves to adopt House provision paragraph (d) to the Omnibus Tax bill
 - a. Motion adopted

- 2. Power point presentation by Deb Anderson entitled "MN Income Tax on Foreign Source Income"
 - a. Discussion
- 3. Continuation of Side by Side overview by JoAnne Sellner, Senate Counsel and Karen Baker, House Legislative Analyst
 - a. Income, corporate franchise and estate taxes, House-article 5, Senate-various
 - b. Tax shelters, House article 10, Senate-SF 2206, article 7
 - i. Deb Anderson, Tax Policy Consultant and Joel Michael, House Legislative Analyst

Senator Pogemiller adjourned the meeting at 10 p.m.

Respectfully Submitted:

Senator Lawrence J. Pogemiller Chair Hue Nguyen () () Legislative Assistant