

Senate Tax Committee
Tuesday, May 3, 2005
Room 15 Capitol
Chair, Senator Lawrence J. Pogemiller

Present

Pogemiller, Chair
Tomassoni, Vice Chair
Bakk
Belanger
Betzold
Limmer
Marty
McGinn
Moua
Ortman
Skoe

Absent

Johnson

Senator Pogemiller called the meeting to order at 4:15 p.m.

A quorum was present.

Agenda Item #1: SF 1986 (Bachmann) Requiring a super majority vote for counties to transfer certain local assessment

1. Presentation by Senator Bachmann
 - a. Handout #1 "Packet"
2. Testimony
 - a. Mike Ericson, City of Hugo
 - b. Glen Mills, Mayor, City of Marine
 - c. John Kaul, Capital Gains, oppose
 - d. Keith Carlson, MICA
3. General discussion
4. Senator Belanger moved that SF 1986 be placed on the C list for Tax 3. Motion adopted

Agenda Item #2: SF 2206 (Pogemiller) Definition of tax

1. Presentation by JoAnne Sellner, Senate Counsel
2. Senator Bakk moved the A-1 amendment. Motion adopted
3. Discussion
 - a. All bills raising revenue must originate in the House. By passing this bill do all bills imposing fees have to originate in the house?
4. Testimony
 - a. Lynn Reed, MN Taxpayers Association
5. Continuation of discussion
 - a. Handout #1 "Constitution of the State of Minnesota"
6. Set aside

Agenda Item #3: Tax 3 Draft

1. BL1070 Amendment
 1. Testimony from Bill Heaney, MN Resource Recovery Association
 2. Senator Tomassoni moved that BL1070 be placed on the C list for Tax 3. Motion adopted

Continuation of Agenda Item #2: Continuation of SF 2206 (Pogemiller) Definition of tax

1. Senator Betzold moved an amendment on pg. 1, line 24, after "." insert "This subdivision is not intended to extend or limit the application of article 4, section 18 of the Constitution of the State of Minnesota." Motion adopted
2. Testimony
 - a. Lynn Reed, MN Taxpayers Association

3. Senator Betzold moved that on pg. 1, line 11, after “excludes” insert “, (1)” and on line 13, after “entity” insert “; and (2) a fine or penalty imposed for violation of a state law”. Motion adopted
4. Senator Moua moved that on pg. 1, line 8, after “fee,” insert “surcharge,”. Motion adopted
5. Senator Betzold moved to amend his previous amendment after “state” insert “or local”. Motion adopted
6. Testimony from Commissioner Dan Salomone, Department of Revenue
7. Senator Betzold moved to amend SF 2206 on pg. 1, line 9, to delete “exaction,”. Motion adopted
8. Senator Belanger moved that SF 2206, as amended, be incorporated into Tax 3. Motion adopted

Agenda Item #4: SF 2277 (Cohen) Omnibus early childhood, family and adult education appropriations

1. Senator Belanger moved to take SF 2277 off of the table. Motion adopted
2. Senator Skoe moved the A-2 amendment
 - a. Overview of the A-2 amendment by Matt Massman, Senate Fiscal Analyst
3. Senator Skoe moves that SF 2277, as amended, be recommended to pass. Motion adopted

Agenda Item #5: SF 2267 (Stumpf) Omnibus K-12 education funding

1. Senator Skoe moved that SF 2267 be taken off of the table. Motion adopted
2. Senator Skoe moved that SF 2267, as amended, be recommended to pass. Motion adopted

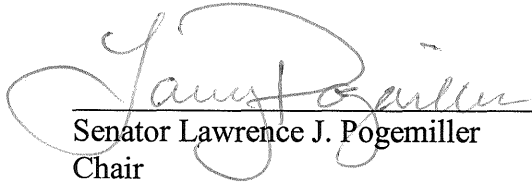
Continuation of Agenda Item #3: Tax 3 Draft

1. Amendments
 - a. Continuation of BL1070
 - i. Testimony
 - b. BL1065
 - i. Senator Tomassoni moved that BL1065 be incorporated into Tax 3
 - ii. Overview by Department of Revenue
 - iii. Testimony
 1. Tom Hesse, MN Chamber of Commerce
 - iv. Set aside
 - c. BL1069 - set aside
 - d. BL1071
 - i. Senator Skoe moved that BL1071 be incorporated into Tax 3. Motion adopted
 - e. A05-7092
 - i. Overview by John Haugen, Department of Revenue and Mike Ahern, Dorsey & Whitney LLP
 - ii. Senator Tomassoni moved that A05-7092 be included in Tax 3.
 - iii. Set aside
 - f. BL1063 (Solon)
 - i. Senator Bakk moves that BL1063 be incorporated into Tax 3. Motion adopted
 - g. BL1061(Property tax freeze)-set aside
 - h. BL1053
 - i. Senator Moua moved to amend BL1053, on pg. 1, line 11, delete “assistance to crime victims” and insert “mental health programs”
 1. Senator Ortman moved to amend Senator Moua’s amendment on pg. 1, line 9, deleting “specifically” and inserting “including”
 2. No action taken on either amendment
 - ii. Testimony from Keith Carlson, MICA
 - iii. Senator Moua moved an amendment on pg. 1, line 11, after “victims” insert “and mental health programs”. Motion adopted
 - iv. Senator Ortman moved that on pg. 1, line 9, delete “specifically” and inserting “including”. Motion not adopted.

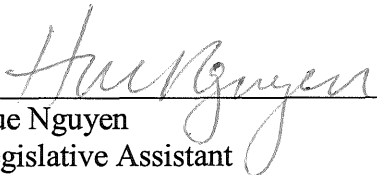
- v. Senator Moua moved to amend BL1053 on pg. 1, line 5, delete “intended to reduce” and insert “provided for the sole purpose of reducing”. Motion adopted.
- vi. Senator Moua moved that BL1053, as amended, be incorporated into Tax 3. Motion adopted

Senator Pogemiller adjourned the meeting at 6:00 p.m.

Respectfully Submitted:



Senator Lawrence J. Pogemiller
Chair



Hue Nguyen
Legislative Assistant

Senate Committee Meeting Log

Committee Name: TAX3

Date: 5/3/05 Day: Tuesday Start Time: 4:10p

Agenda

Bill # (or Topic)	1981e
Author	Bachmann
Short Descriptor	requiring a super majority vote by the county to transfer certain local assessment responsibilities
Action(s)	general discussion, placed on the Clist for TAX 3
Bill # (or Topic)	2206
Author	Pogemiller
Short Descriptor	definition of tax
Action(s)	general discussion, amended amended, incorporated into TAX 3
Bill # (or Topic)	BL1070
Author	Tomassoni
Short Descriptor	definition of waste
Action(s)	placed on the Clist for TAX 3, general discussion
Bill # (or Topic)	2277
Author	Cohen
Short Descriptor	early ed. Omnibus bill
Action(s)	bill amended, recommended to pass, general discussion, taken off the table

2

Senate Committee Meeting Log

Committee Name: Tax
 Date: 5/3/05 Day: ~~Monday~~ Tuesday Start Time: 4:10 p

Agenda

Bill # (or Topic)	AOS-0792
Author	
Short Descriptor	
Action(s)	general discussion, set aside
Bill # (or Topic)	BL1063
Author	Back / Solon
Short Descriptor	
Action(s)	general discussion, added to Tax 3.
Bill # (or Topic)	BL1053
Author	
Short Descriptor	criminal justice aid
Action(s)	general discussion, ^{amended} added to Tax 3, ^{as} amended
Bill # (or Topic)	
Author	
Short Descriptor	
Action(s)	