

Senate Tax Committee
Wednesday, May 4, 2005
Room 15 Capitol
Chair, Senator Lawrence J. Pogemiller

Present

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

Absent

Limmer

Senator Pogemiller called the meeting to order at 5:10 p.m.

A quorum was present.

Agenda Item #1: Tax III

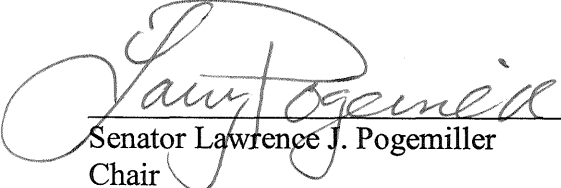
1. BL1070
 - a. Testimony
 - i. Doug Carnival, opposes
 - ii. Art Dunn, Office of Environmental Assessment, opposes
 - iii. Commissioner Victoria Reinhardt, Ramsey County
 - iv. Trudy Richter, MN Resource Recovery Association
 - v. Barry Tilly, Solid Waste Management Coordinator, no position
 - b. Senator Tomassoni moved to place the BL1070 amendment on the D list.
Motion adopted
2. BL1064 (Income tax)
 - a. Overview by JoAnne Sellner, Senate Counsel
3. BL1065
 - a. Testimony
 - i. Tom Hesse, MN Chamber of Commerce, opposes BL1065
 - ii. Terese Mitchell, DOR
 - b. Senator Tomassoni moved to incorporate BL1065 into Tax 3. Motion adopted
4. BL1069
 - a. Handout #1 "Table 3"
 - b. Handout #2 "MICA 2005 Legislative Recommendations"
 - c. Testimony
 - i. Dan Papin, Washington County
 - ii. Claudia Brewington, MICA
 - d. Senator McGinn moved that BL1069 in incorporated into Tax 3. Motion adopted
5. BL1084
 - a. Overview by Jack Paulson, Legislative Analyst
 - b. Senator Skoe moved to incorporate BL1084 in Tax 3
 - i. Set aside
6. BL1086
 - a. Senator Johnson moved to incorporate BL1086 into Tax 3. Motion adopted
7. BL1089
 - a. Overview by JoAnne Sellner, Senate Counsel
 - b. Senator McGinn moved to incorporate BL1089 into Tax 3. Motion adopted
8. BL1088
 - a. Overview by JoAnne Sellner, Senate Counsel

- b. Testimony
 - i. Keith Carlson, MICA, opposes BL1088
 - ii. Jack Mansun, DOR
 - iii. Mike Roelofs, DOR
- c. Senator Tomassoni moved to incorporate BL1088 in the B list for Tax 3. Motion adopted
- 9. BL1057
 - a. Testimony by Jeff Damen, NWA
 - b. Senator Belanger moved to incorporate BL1057 into Tax 3. Motion adopted
- 10. Testimony
 - a. Lynn Reed, MN Taxpayer Association
 - i. Handout #1 "Figure 4 shares of total tax increases"
 - ii. Handout #2 "Estimate changes in rankings"
 - iii. Handout #3 "How and how not to tax business"
 - iv. Handout #4 "MN taxpayer association"
- 11. BL1079 (Sales tax)
 - a. Discussion
 - i. Buy bulk of fiscal shifts-once the buy backs are done then the shifts will sunset
 - b. Senator Pogemiller moved that BL1079 be incorporated into Tax 3
 - i. A roll call vote was requested by Senator Belanger. Motion not adopted
- 12. BL1090 (Income tax increase)
 - a. Overview by M.J. Hedstrom, Fiscal Analyst
 - b. Handouts
 - i. Handout #1 "Option for temporary 4th bracket
 - ii. Handout #2 "Married standard deduction
 - iii. Handout #3 "SF 1333"
 - c. Senator Pogemiller moved that BL1090 be incorporated into Tax 3
 - i. A roll call vote was requested by Senator Belanger. Motion did not prevail
- 13. BL1064 (Income tax)
 - a. Testimony from Lynn Reed
 - b. Senator Pogemiller moved that BL1064 be incorporated into Tax 3
 - i. A roll call vote was requested by Senator Belanger. Motion adopted.
- 14. BL1061 (Property tax freeze)
 - a. Discussion
 - i. State funding for K-12 education
 - ii. State/local fiscal relationship
 - b. Senator Pogemiller moved that BL1061 be incorporated into Tax 3
 - i. A roll call vote was requested by Senator Belanger. Motion did not prevail.
- 15. BL1084
 - a. Senator Skoe moved that BL1084 be incorporated into Tax 3
 - i. A roll call vote was requested by Senator Belanger. Motion does prevail.
- 16. A05-792
 - a. Testimony from Jack Mansun, DOR
 - b. Senator Belanger moved that A05-792 be incorporated into Tax 3. Motion adopted
- 17. SF 1743 (Wergin) School districts debt service levies calculation tax base modification
 - a. Senator Skoe moved that SF 1743 be incorporated into Tax 3. Motion adopted
- 18. SF 1986 (Bachmann) Local assessment responsibilities transfer county board vote requirement
 - a. Senator Tomassoni moved that SF 1986 be added to the D list. Motion adopted
- 19. SF 1455 (Limmer) Proposed property tax notice requirements modifications

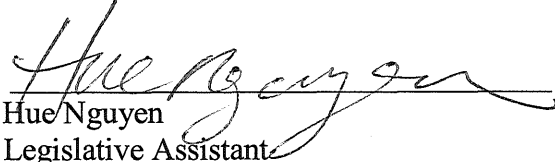
- a. Senator Limmer moved to incorporate SF 1455 into Tax 3. Motion not adopted
20. SF 2043 (Rest) Property tax statements credit amount market value credit reduction reflection
 - a. Senator Skoe moved to reconsider incorporating SF 2043 into Tax 3. Motion adopted
 - b. Senator McGinn moved to incorporate SF 2043 into Tax 3
 - c. Set aside
21. BL1092
 - a. Overview by M.J. Hedstrom, Fiscal Analyst and Commissioner Dan Salomone, DOR
 - i. Handout #1 "Streamline Estimate"
 - b. Discussion
 - c. Senator Tomassoni moved that BL1092 be incorporated into Tax 3. Motion adopted
22. Senator Tomassoni moved that Senate Counsel has the liberty to make technical changes as needed. Motion adopted
23. BL1044-1
 - a. Senator Betzold moved to incorporate BL1044-1 into Tax 3
 - b. Senator Skoe moved to divide the vote
 - c. Senator Betzold moved to incorporate language allowing an increase in 50 tables to 90 tables on pg. 5, subdivision 8, (1)
 - i. A roll call vote was requested by Senator Limmer. Motion adopted
 - d. Senator Johnson moved that BL 1044-1 be incorporated into Tax 3
 - i. A roll call vote was requested by Senator Limmer. Motion is adopted
24. Senator Skoe moved 15/15 for criminal justice aid. Motion adopted
25. Distribution of SF XXX Tax 3 Omnibus Bill-May 4, 2005
26. BL1066 (Tomassoni)
 - a. Senator Tomassoni moved that BL1066 be incorporated into Tax 3. Motion adopted

Senator Pogemiller adjourned the meeting at 9:15 p.m.

Respectfully Submitted:



Senator Lawrence J. Pogemiller
Chair



Hue Nguyen
Legislative Assistant

~~Revised 3/22/04~~

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5:00p.m., Room 15 Capitol

AGENDA

Tax III Bill