# Senate Taxes Committee Wednesday, April 5, 2006 Room 15 Capitol Chair, Senator Lawrence J. Pogemiller

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

Senator Pogemiller called the meeting to order at 10:06 a.m.

A quorum was present.

#### Agenda Item #1: SF 2377 (Ruud) Sylvan aggregate tax

- 1. Senator Belanger move to amend SF 2377 as follows: on page 1, line 9, after "," insert "and approves imposition of the tax under this subdivision"
  - a. Motion adopted
- 2. Senator Belanger moves that SF 2377 as amended be placed on the A List
  - a. Motion adopted

## Agenda Item #2: SF 2851 (Saxhaug) State Lands Bill

- 1. Testimony
  - a. Kathy Lewis, Department of Natural Resources
  - b. Bruce ZumBahlen, President, Minnesota Forestry Association, Sustainable Forestry Incentive Act
- 2. Senator Bakk moves the A-7 amendment
  - a. Discussion
    - i. Kevin Walli
  - b. Senator Bakk moves to amend the A-7 amendment as follows: on page 1, line 10, after "commissioner", insert "and the commissioner of natural resources"
    - i. Motion adopted
  - c. The motion to incorporate the A-7 amendment, as amended, is adopted
- 3. Senator Belanger moves the A-9 amendment
  - a. Motion adopted
- Senator Belanger moves that SF 2857, as amended, be recommended to pass

   a. Motion adopted

## Agenda Item #3: SF 2518 (Kierlin) Chatfield and Preston TIF

- 1. Dan Christianson, President, F & M Community Bank
  - 2. Senator Belanger moves to place the idea of providing cash for these purposes in the future on the C List
  - Senator Belanger moves to place SF 2518 on the E List

     a. Motion adopted

### Agenda Item #4: 06-6475 (Kierlin) Winona Sales Tax

- 1. Senator McGinn moves to place 06-6475 on the A List
  - a. Motion adopted

## Agenda Item #5: SF 3729 (Jungbauer) Ramsey TIF

- 1. Testimony
  - a. Jim Norman, City Administrator, City of Ramsey

- i. Handout #1 "A Brief Summary of the Ramsey Town Center Project"
- b. Bonnie Balach, City of Ramsey
- 2. Senator Belanger moves that SF 3729 be placed on the B List
  - i. Motion adopted

### Agenda Item #6: SF 3141 (Jungbauer) Ramsey Port Authority

- 1. Testimony
  - a. Jim Norman, City Administrator, City of Ramsey
  - b. Bonnie Balach, City of Ramsey
- 2. Senator Belanger moves that SF 3141 be placed on the B List a. Motion adopted

Agenda Item #7: SF 2796 (Moua) Presented by Senator Dibble - Refund for transit passes

1. Senator Dibble

- a. Handout #2 "Metropolitan Council"
- b. Handout #3 "Expanding Metropass"
- 2. Testimony
  - a. Dee Long, Minnesotans for Energy Efficient Economy
  - b. Dave Van Hatlum, Transit for Livable Communities i. Handout #4 "Transit Benefits"
- 3. Senator Marty moves that SF 2796 be placed on the C List a. Motion adopted

## Agenda Item #8: SF 2748 (Belanger) Burnsville TIF

- 1. Testimony
  - a. Mayor Elizabeth Kautz, City of Burnsville
    - i. Handout #5 "Burnsville Special Legislation"
    - ii. Handout #6 "Minnesota River Quadrant"
  - b. Tammy Omdal, CFO Economic Development Authority, City of Burnsville
- 2. Senator Belanger moves that SF 2748 be placed on the A List
  - a. Motion adopted

## Agenda Item #9: SF 3186 (Skoe) Modifying definition of small cities for TIF purposes

Senator Belanger is given the gavel at 11:40 a.m.

- 1. Mayor Wesley Bussel, City Eyota
  - a. Handout #7 "TIF for commercial development in Eyota"
- 2. Senator Skoe moves to place SF 3186 on the A List a. Motion withdrawn
- 3. Senator Skoe moves to place SF 3186 on the B List a. Motion adopted

#### Agenda Item #10: SF 3062 (Marko) Newport aid increase

- 1. Larry Bodahl, City Administrator, City of Newport
- a. Handout #8 "Resolution No. 2006-9"

Senator Pogemiller is given the gavel at 11:55 a.m.

- 2. Senator Tomassoni moves that SF 3062 be placed on the C List
  - a. Motion adopted
- 3. Senator Belanger moves that the Osseo language from Senator Limmer be placed on the C List
  - a. Motion adopted

## Agenda Item #11: SF 3455: (Bakk) All terrain vehicles gasoline fuel tax modifications

- 1. Ray Bohn, All Terrain Vehicles Association of Minnesota
- 2. Senator Marty moves to set SF 3455 aside
  - a. Motion adopted

# Agenda Item # 12: SF 3456 (Bakk) 21<sup>st</sup> Century Fund occupation taxes proceeds distribution

Senator Bakk moves that SF 3456 be placed on the A List

 a. Motion adopted

# Agenda Item # 13: SF 3690 (Pogemiller) Exemption for milk and water sold in vending machines

Senator Tomassoni is given the gavel at 12:17 p.m.

- 1. Rob Leighton, Minnesota Automatic Merchandising Council
- 2. Senator Pogemiller moves to place SF 3690 on the C List
  - a. Motion adopted

The Senate Taxes Committee is in recess at 12:27 p.m., until the call of the chair.

Absent

Moua

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

A quorum is present.

The Senate Taxes Committee reconvenes at 2:35 p.m.

## Agenda Item # 14: SF 3633 (Pogemiller) Public Finance Bill

- 1. Lynn Endorf, Legislative Chair, Minnesota Institute of Public Finance
- 2. Senator Belanger moves that Section 1 be adopted
  - a. Motion adopted
- Senator Belanger moves that Sections 2 and 3 be adopted
   a. Motion adopted
- 4. Senator Bakk moves the A-3 amendment a. Motion adopted
- 5. Senator Skoe moves that Section 4, as amended, be adopted a. Motion adopted
- Senator Skoe moves that Section 5, as amended, be adopted
   a. Motion adopted
- Senator Tomassoni moves that Section 6 be adopted
   a. Motion adopted
- Senator Skoe moves that Section 7 be adopted
   a. Motion adopted
- 9. Senator Skoe moves that Section 8 be adopted a. Motion adopted
- 10. Senator Belanger moves that Section 9 be adopteda. Motion adopted
- 11. Senator Tomassoni moves that Section 10 be adopteda. Motion adopted
- 12. Senator Bakk moves that Section 11 be adopted a. Motion adopted
- 13. Senator Belanger moves the A-2 amendment
  - a. Kathy Hahne, Carver County
  - b. On the Belanger motion
    - i. Motion adopted
- 14. Senator Bakk moves the A-4 amendment a. Motion adopted
- 15. Senator Tomassoni moves A-5 amendment
  - a. Motion adopted

- 16. Senator Marty moves the A-6 amendment
  - a. Mark Misukanis, Minnesota Office of Higher Education
  - b. Gene Ranieri, City of Minneapolis
  - c. Motion adopted
- 17. Senator Betzold moves the A-7 amendment
  - a. Bonnie Balach, Minnesota Solutions, Inc.
    - i. Handout #9 "Minnesota Solutions, Inc"
    - ii. Set aside

#### Agenda Item # 15: SF 3320 (Pogemiller) Metropolitan Council Bonding Bill

- 1. Judd Schetnan, Metropolitan Council
- 2. Senator Betzold moves that SF 3320 be added to SF 3633
  - a. Motion adopted
- Senator Betzold moves that SF 3633, as amended, be recommended to pass

   a. Motion adopted
- 4. Senator Betzold moves that SF 3633 be placed on the A List
  - a. Motion adopted

## Agenda Item # 16: SF 3131 (Pogemiller) Tax Compliance Initiatives

1. Senator Belanger moves the A-1 amendment

a. Motion adopted

- 2. Jack Mansun, Assistant Commissioner, Department of Revenue
- 3. Senator Belanger moves to amend SF 3131 as follows: on page 3, line 2, delete "September 1" and insert "October 15"
  - a. Motion adopted
- Senator Belanger moves that SF 3131, as amended, be placed on the A List

   a. Motion adopted

# Agenda Item # 17: Continuation of SF 3455 (Bakk) All terrain vehicle gasoline fuel tax modification

Senator Belanger is given the gavel at 2:37 p.m.

- 1. Testimony
  - a. Gene Larimore, JakePine Coalition
    - i. Handout #10 "Study of Annual Recreational Fuel Consumption by All-Terrain Vehicles
    - ii. Handout #11 "Where ATV's Are Ridden"
  - b. Mark Holsten, Deputy Commissioner, Department of Revenue
- 2. Senator Bakk moves that SF 3455 be recommended to pass and re-referred to the Finance Committee
  - a. Motion adopted

Senator Belanger adjourned the meeting at 4:05 p.m.

Respectfully Submitted.

(11e)UN Senator Lawrence J. Rogemiller Chair

Erin Campbell

Legislative Assistant

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## Agenda

#### SF 2377 (Rudd) Sylvan aggregate tax

## SF 2851 (Saxhaug) State Lands Bill

Kathy Lewis, Dept of Natural Resources Paul Pojar, Dept of Natural Resources

#### SF 3633 (Pogemiller) Public Finance Bill

Lynn Endorf, Legislative Chair, MN Institute of Public Finance

#### SF 3320 (Pogemiller) Metropolitan Council Bonding Bill

Judd Schetnan, Metropolitan Council

## SF 2748 (Belanger) Burnsville TIF

Elizabeth Kautz, Mayor, City of Burnsville Tammy Omdal, CFO Economic Development Authority, City of Burnsville Craig Ebeling, City Manager, City of Burnsville

## SF 2518 (Kierlin) Chatfield and Preston TIF

Dan Christianson, President, F & M Community Bank

#### SF 3186 (Skoe) Modifying definition of small cities for TIF purposes

Nancy Larson, Minnesota Association of Small Cities Jennifer O'Rourke, League of Minnesota Cities

#### SF XXXX (Jungbauer) Ramsey TIF

Sean Sullivan, Economic Development, City of Ramsey Jim Norman, City Administrator, City of Ramsey

## SF 3141 (Jungbauer) Ramsey Port Authority

### SF 3456 (Bakk) 21st Century Fund occupation taxes proceeds distribution

#### SF 3062 (Marko) Newport aid increase

Larry Bodahl, City Administrator, City of Newport Bart Fischer, Director of Economic Development, City of Newport

#### SF 2796 (Moua) Presented by Senator Dibble - Refund for transit passes

Dee Long, Minnesotans for Energy Efficient Economy Allison Wolf, Minnesota Center for Environmental Advocacy Dave Van Hatlum, Transit for Livable Communities

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Chair Senator Larry Pogemiller Legislative Assistant Erin Campbell