Senate Taxes Committee Monday, April 10, 2006 Room 15 Capitol Chair, Senator Lawrence J. Pogemiller

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

Absent Bakk Moua

Senator Pogemiller called the meeting to order at 2:40 p.m.

A quorum was present.

Agenda Item #1: Overview of the articles of the Omnibus Tax Bill

- 1. Sales and Use Tax article
 - a. Overview by Michelle Allen, Counsel, Senate Taxes Committeeb. Discussion
- 2. Income Tax article
 - a. Overview by Michelle Allen, Counsel, Senate Taxes Committeeb. Discussion
- 3. Miscellaneous article
 - a. Overview by Michelle Allen, Counsel, Senate Taxes Committee
 - b. Discussion
- 4. Local Development article
 - a. Overview by JoAnne Sellner, Counsel, Senate Taxes Committeeb. Discussion
- 5. Public Finance article
 - a. Overview by JoAnne Sellner, Counsel, Senate Taxes Committee
 - b. Discussion
- 6. Property Taxes article
 - a. Overview by JoAnne Sellner, Counsel, Senate Taxes Committee
 - b. Senator Tomassoni moves to amend the Property Taxes article as follows: on page 14, line 4, change "2002" to "2004"
 - i. Motion adopted
 - c. Discussion
- 7. Minerals article
 - a. Overview by JoAnne Sellner, Counsel, Senate Taxes Committee
 - b. Senator Tomassoni moves to amend the Minerals article as follows: on page 5, line 15, change "<u>Cass County</u>" to "<u>Sylvan Township</u>"
 i. Motion adopted
 - c. Discussion
- 8. Aids and Credits article
 - a. Overview by JoAnne Sellner, Counsel, Senate Taxes Committee
 - b. Discussion
 - i. Jack Paulson, Legislative Analyst, Senate Taxes Committee
- 9. Department of Revenue articles
 - a. Discussion of Article 4: Department of Revenue: Taconite Production Tax
 - i. Jack Mansun, Assistant Commissioner, Department of Revenue
 - ii. Senator Tomassoni moves to remove Article 4: Department of Revenue: Taconite Production Tax
 - 1. Motion adopted
 - b. Discussion of Article 2: Department of Revenue: Sales and Use Taxes
 - i. Jack Mansun, Assistant Commissioner, Department of Revenue

Agenda Item #2: Continuation of the Public Finance article

- 1. Senator Tomassoni moves the PUB-1 amendment
 - a. Motion adopted

Agenda Item #3: Continuation of the Local Development article

- 1. LOCAL-1 amendment
 - a. Bonnie Balach, Minnesota Solutions
- Senator Betzold moves the LOCAL-1 amendment

 a. Motion adopted

Agenda Item #4: Continuation of the Sales and Use Tax article

- 1. DV0050 amendment
 - a. Overview by Michelle Allen, Counsel, Senate Taxes Committee
- 2. Senator Ortman moves the DV0050 amendment
 - a. Motion adopted

Agenda Item #5: Continuation of the Minerals article

- Senator Tomassoni moves to amend the Minerals articles as follows: on page 3, after line 6, insert <u>"(1) .10 cent per taxable ton to the Range Association of</u> <u>Municipalities and Schools</u>" and renumber the sections in sequence and correct the internal references
 - a. Motion adopted

Agenda Item #6: Overview of Handout #1 "DRAFT – 2006 Session Taxes Committee Tracking Sheet"

- 1. Overview
 - a. Susan Von Mosch, Fiscal Analyst, Senate Taxes Committee
- 2. M.J. Hedstrom, Fiscal Analyst, Senate Taxes Committee

Agenda Item #7: Discussion on all articles of the Omnibus Tax Bill

Senator Tomassoni moves to work off the drafts of the articles, as amended

 a. Motion adopted

Senator Pogemiller adjourned the meeting at 4:10 p.m.

Respectfully Submitted: RUD Senator Lawrence J. Pogemiller Chair

Erin Campbell

Legislative Assistant

Senate Tax Committee Monday, April 10, 2006 Immediately Following Session, Room 15 Capitol

Agenda

Distribution and discussion of Articles of Omnibus Tax Bill

Chair Sen. Larry Pogemiller Legislative Assistant Erin Campbell