Senate Tax Committee Thursday, February 24, 2005 Room 15 Capitol Chair, Senator Lawrence J. Pogemiller

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

Senator Pogemiller called the meeting to order at 10:08 a.m.

A quorum was present.

Agenda Item #1: SF 1024 (Rosen) Bioscience industry zone tax credit

- 1. Introduction by Senator Rosen
- 2. Testimony
 - a. Lynn Osterman, General overview
 - b. Paul Zerby, Minneapolis City Council Member
 - c. Dean Lund
 - d. Dave Durenburger, Lifescience Corridor
 - e. Gene Goddard, DEED
 - i. Qualifications for Bioscience zone class
 - f. Tom Triplett, Sr. Policy Advisor to Mayor Kelly
 - i. Discussion of Handout #1 "Minneapolis Bioscience Sub zones"
 - ii. Discussion of Handout #2 "Minnesota Bioscience Zone Maps"
 - 1. St. Paul zone pg. 2
- 3. Discussion concerning creation of zones
 - a. Location of bio zones research facilities (proximity)
 - i. Gene Goddard
 - 1. National trend of encouraging clustering of facilities
 - b. Vacant development available to Biosciences
 - c. Bonding for Bioscience projects
 - i. House and Senate allocations
- 4. Continuation of testimony
 - a. John Eckerman, Rochester Area Chamber of Commerce
 - b. Ray Frost, Bioscience
- 5. Senator Moua moved that SF 1024 be placed on the C list. Motion adopted

Agenda Item #2: SF 1087 (Moua) LGA Technical Fix

- 1. Introduction by Senator Moua
- 2. Senator Moua moved that SF 1087 be recommended to pass. Motion adopted

Agenda Item #3: Growth and Justice Presentation

- 1. Presentation by Joel Kramer, Executive Director, Growth and Justice
 - a. Power point presentation
 - i. Handout #3 "Rethinking MN Taxes"
 - b. Discussion of pg. 6, "What's the Business Tax Reality?"
 - c. Discussion of new tax bracket
 - i. "Rebalancing" slide, pg. 12
- 2. Discussion
 - a. Exploring a variety of taxes
 - b. Sales tax regressive/progressive/neutral

Senator Pogemiller adjourned the meeting at 11:40 a.m.

Respectfully Submitted:

MN Senator Lawrence J. Pogemiller Chair

Guyen Hue Nguyen Legislative Assistant

Senate Committee on Taxes Thursday, February 24, 2005 Immediately following session Room 15 State Capitol

AGENDA

SF 1024 (Rosen) Bioscience industry zone tax credit.

Dean Lund Dave Durenburger, Lifescience Corridor John Eckerman, Rochester Area Chamber of Commerce Tom Triplett, Sr. Policy Advisor to Mayor Kelly Pete Bianco, University Enterprise Laboratories Director Paul Zerby, Mars City Commendation SF 1087 (Moua) LGA technical fix.

Presentation regarding tax proposal by Growth and Justice.

Joel Kramer, Executive Director, Growth and Justice

Senator Lawrence J. Pogemiller Chair Hue Nguyen Legislative Assistant