

**Senate Tax Committee**  
**Thursday, March 3, 2005**  
**Room 107 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 3:05 p.m.

A quorum was present.

**Agenda Item #1: SF 753 (Ortman) Governor's Tax Bill**

1. Presented by Senator Ortman
  - a. Overview article by article
    - i. Article 1-Income and Corporate Franchise Taxes
      1. John Haugen, MN Department of Revenue; Independent contractors
    - ii. Article 3-Sales, Use and Special Taxes
      1. Commissioner Dan Salomone, MN Department of Revenue; Solid waste taxes, section 12
    - iii. Article 4-International Economic Development Zone
    - iv. Article 5-Miscellaneous
    - v. Article 2-Federal Update
      1. John Haugen, MN Department of Revenue; Federal Conformity
2. Set aside

**Agenda Item #2: SF 1209 (Pogemiller) Delete All Amendment**

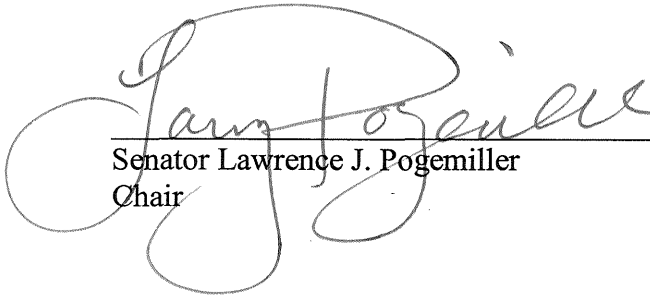
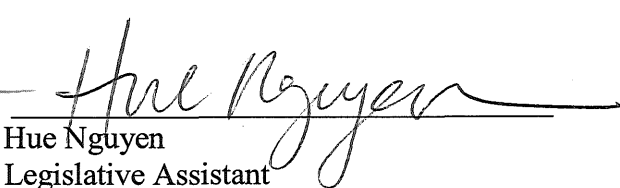
1. General discussion
2. Discussion of "SF XXXX 3-3-05" spreadsheet
  - a. Anita Neumann
  - b. Handout #1 "Market Value Credit Reduction"
3. Testimony
  - a. Gary Carlson, League of Minnesota Cities, Opposes Market Value Credit
  - b. Louis Jambois, Metropolitan Municipalities, Market Value Credit
  - c. Tom Hesse, MN Chamber of Commerce, F.O.C.
    - i. Senator Bakk moves to remove F.O.C. provisions from the amendment. Motion adopted
  - d. Jack Horner, Individual Contractor, Multi Housing concerns
  - e. Commissioner Dan Salomone, MN Department of Revenue, Individual Contractors
  - f. John Haugen, MN Department of Revenue, Individual Contractors
4. Senator Belanger moves to delete Article 1, section 2 of the A-1 amendment. Motion adopted.
5. Senator Belanger moved to adopt the A-1 amendment as amended. Motion adopted.
6. Senator Belanger moves SF 1209 as amended be recommended to pass. Motion adopted.

**Agenda Item #3: Continuation of SF 753 (Ortman) Governor's Tax Bill**

1. Senator Ortman moves to adopt the A-1 amendment.
3. Testimony
  - a. Commissioner Dan Salomone, MN Department of Revenue
4. On the Ortman motion to adopt the A-1 amendment. Motion adopted.
5. Senator Ortman moves that SF 753 as amended be moved to the floor without the recommendation of the committee. Motion not adopted.

Senator Pogemiller adjourned the meeting at 4:45 p.m.

Respectfully Submitted:

	
_____ Senator Lawrence J. Pogemiller Chair	_____ Hue Nguyen Legislative Assistant

**Senate Committee on Taxes**  
**Thursday, March 3, 2005**  
**3:00 p.m., Room 107**

**AGENDA**

SF 1209-delete all amendment: (Pogemiller): Committee bill on structural balance.

SF 753 (Ortman) Governor's tax bill.

Commissioner Dan Salomone, MN Department of Revenue  
Department of Revenue staff

Senator Lawrence J. Pogemiller  
Chair

Hue Nguyen  
Legislative Assistant

## Senate Committee Meeting Log

Committee Name: Taxes

Date: 3/3/05 Day: Thu Start Time: 3p

**Agenda**

Bill # (or Topic)	753
Author	Ortman
Short Descriptor	Governors Tax bill
Action(s)	general discussion (A1) amendment adopted bill recommended to pass w/out committee recommendation denied
Bill # (or Topic)	1209
Author	Pogemiller
Short Descriptor	committee bill on structural balance
Action(s)	general discussion A1 delete everything & adopted 1209 recommended to pass as amended adopted
Bill # (or Topic)	
Author	
Short Descriptor	
Action(s)	
Bill # (or Topic)	
Author	
Short Descriptor	
Action(s)	

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Action(s)	

Adjournment Time: 4:50 p

Recorded by: Eileen M Campbell Date: 3/3/05  
 Received by: \_\_\_\_\_ Date: \_\_\_\_\_  
 Reformatted by: \_\_\_\_\_ Date: \_\_\_\_\_  
 Returned on (date): \_\_\_\_\_ Received by: \_\_\_\_\_