

**Senate Tax Committee**  
**Tuesday, March 15, 2005**  
**Room 15 Capitol**  
**Chair, Senator Lawrence J. Pogemiller**

Present

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

Absent

Senator Pogemiller called the meeting to order at 10:05 a.m.

A quorum was present.

**Agenda Item #1: SF 812 (Gaither) Early payment on returns filed electronically**

1. Presented by Senator Gaither
2. Testimony
  - a. David Lagermeier
    - i. Handout #1 "SF 812: Accelerated Payment of Property Tax Refund for Electronically Submitted Returns"
  - b. Jack Manson, Department of Revenue, supports SF 812
3. Senator Johnson moved that SF 812 be moved to the A list for Tax 2. Motion adopted

**Agenda Item #2: SF 26 (Solon) Delaying requirement that the Department of Revenue administer local sales taxes in Duluth**

1. Presented by Senator Solon
2. Testimony
  - a. Mark Winston, Chief Administrative Officer, City of Duluth
  - b. Jack Monson, Department of Revenue, concerns with SF 26
3. Senator Marty moved that SF 26 be moved to the B list with the intent to draft trigger language to conform with streamline sales tax. Motion adopted

**Agenda Item #3: SF 1338 (Belanger) Filing requirements for use tax**

1. Presented by Senator Belanger
  - a. Explanation of current law and proposed changes
2. Testimony
  - a. Jack Manson, Department of Revenue, concerns with costs of administering the bill
  - b. Senator Kierlin
3. Senator Belanger moved that SF 1338 be placed on the C list for Tax 2. Motion adopted

**Agenda Item #4: SF 1476 (Sams) Limited Market Value for small resorts-SF 779 (Skoe) Class rate on homestead resorts**

1. Presented by Senator Skoe
2. Testimony
  - a. Jim Peters, Peters Sunset Resort
  - b. Joel Carlson, Congress of Minnesota Resorts
3. SF 779 (Skoe) Class rate on homestead resorts
  - a. Testimony
    - i. Joel Kramer, Congress of Minnesota Resorts

- ii. Jim Peters
  - b. General discussion of new class rates A-1 amendment
    - i. Joel Kramer, Congress of Minnesota Resorts
    - ii. Recapture/additional taxes
4. Senator Skoe moved that SF 1476 be moved to the C list for Tax 2 and that SF 779 with the A-1 amendment be moved to the C list for Tax 2. Motions adopted

**Agenda Item #5: SF 1497 (Pogemiller) Clarification of revenue recapture provisions**

1. Presented by Senator Pogemiller
2. Testimony
  - a. VanBrostrom, Court Administrator Officer, Dakota County
3. Senator Moua moved to incorporate SF 1497 into Tax 2. Motion adopted

**Agenda Item #6: SF 1484 (Moua) St. Paul HRA TIF sub districts**

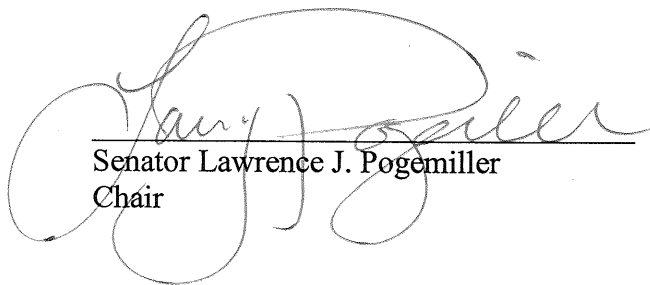
1. Presented by Senator Moua
2. Testimony
  - a. Tony Schertler, Deputy Director St. Paul Planning and Economic Development, supports SF 1484
  - b. Kathy Ano, Springsted Financial Services, supports SF 1484
3. Senator Moua moved that SF 1484 be moved to the A list for Tax 2. Motion adopted

**Agenda Item #7: SF 833 (Sams) Extending agricultural homestead to include grandchildren**

1. Presented by Senator Skoe
2. Testimony
  - a. Thom Peterson, Director of Government Relations, MN Farmers Union, supports SF 833
    - i. FFA students
3. Discussion, questions and answers
4. Senator Skoe moved that SF 833 be moved to the A list for Tax 2. Motion adopted

Senator Pogemiller adjourned the meeting at 11:45 a.m.

Respectfully Submitted:

  
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Senator Lawrence J. Pogemiller  
Chair

  
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Hue Nguyen  
Legislative Assistant

**Senate Committee on Taxes  
Tuesday, March 15, 2005  
10:00 a.m., Room 15 Capitol**

**A G E N D A**

- ✓ SF 1338 (Belanger) Filing requirements for use tax.
- ✓ SF 833 (Sams) Extending agricultural homestead to include grandchildren.
- ✓ SF 1476 (Sams) Limited market value for small resorts.  
Jim Peters, Peters Sunset Resort
- ✓ SF 812 (Gaither) Early payment on returns filed electronically  
David Lagermeier
- ✓ SF 1497 (Pogemiller) Clarification of revenue recapture provisions.  
Van Brostrom, Court Administrator, Dakota County
- ✓ SF 26 (Solon) Delaying requirement that the Department of Revenue  
administer local sales taxes in Duluth.  
Mark Winston, Chief Administrative Officer, City of Duluth
- ✓ SF 1484 (Moua) St Paul HRA TIF subdistricts.  
Wendy Underwood, City of St Paul
- SF 799 Skoe Reducing the class rate that applies to  
homestead resorts  
Senator Lawrence J. Pogemiller  
Chair

Hue Nguyen  
Legislative Assistant



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**A G E N D A**

*SF 779 (Skoe) Classrate on Homestead Resorts*

- ✓ SF 1338 (Belanger) Filing requirements for use tax.
- ✓ SF 833 (Sams) Extending agricultural homestead to include grandchildren.
- ✓ SF 1476 (Sams) Limited market value for small resorts.  
Jim Peters, Peters Sunset Resort
- ✓ SF 812 (Gaither) Early payment on returns filed electronically  
David Lagermeier
- ✓ SF 1497 (Pogemiller) Clarification of revenue recapture provisions.  
Van Brostrom, Court Administrator, Dakota County
- ✓ SF 26 (Solon) Delaying requirement that the Department of Revenue  
administer local sales taxes in Duluth.  
Mark Winston, Chief Administrative Officer, City of Duluth
- ✓ SF 1484 (Moua) St Paul HRA TIF subdistricts.  
Wendy Underwood, City of St Paul

*Tony Schertler, Deputy Director, St. Paul Planning &  
Ec. Dev. Kathy Aho, Springsted Financial Services*

Senator Lawrence J. Pogemiller  
Chair

Hue Nguyen  
Legislative Assistant