

Senate Tax Committee
Friday, April 29, 2005
Room 15 Capitol
Chair, Senator Lawrence J. Pogemiller

Present

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

Absent

Bakk

Senator Pogemiller called the meeting to order at 9:50 a.m.

A quorum was present.

Agenda Item #1: SF 728 (Kubly) Credit against income tax of employer for job creation

1. Presentation by Senator Kubly
2. Testimony
 - a. Joe Egge, Litchfield
3. Senator Moua moved that SF 728 be incorporated into the C list for Tax 3.
Motion adopted

Agenda Item #2: SF 2277 (Cohen) Early Childhood Budget and Policy Committee Omnibus Bill

1. Presentation by Senator Hottinger
2. Overview of fiscal implementation by Matt Massman, Senate Fiscal Analyst
 - a. Appropriations pg. 12, section 19
3. Discussion
4. Senator McGinn moved that SF 2277 be recommended to pass and laid on the table in the committee. Motion adopted

Agenda Item #3: SF 527 (Reiter) Local government special assessments for utilities

1. Presentation by Senator Reiter
2. Testimony
 - a. Scott Costello, White Bear Lake
 - b. Mark Sather, City Manager, White Bear Lake
 - c. Grania McKiernan, Xcel Energy
 - d. Leanne Higgins, LMC
3. Senator Belanger moved the A-3 amendment. Motion adopted
4. Senator Belanger moved that SF 527 be recommended to pass as amended.
Motion adopted
5. Senator Belanger moved that the contents of SF 527 as amended be incorporated into Tax 3. Motion adopted

Agenda Item #4: SF 2246 (Tomassoni) Authorizing bonds for the town of White

1. Presentation by Senator Tomassoni
2. Testimony
 - a. Mike Couri, Town of White
3. Senator Tomassoni moved that SF 2246 be incorporated into the A list for Tax 3.
Motion adopted

Agenda Item #5: SF 2267 (Stumpf) Omnibus K-12 Education Bill

1. Presentation by Senator Stumpf

2. Discussion of targets by Eric Nauman, Senate Fiscal Analyst
 - a. Handout #1 "E-12 Education Finance Targets"
3. Amendments
 - a. Senator Skoe moved to adopt the A-1 amendment. Motion adopted
 - b. Senator Skoe moved the A-2 amendment.
 - i. Senator Skoe withdraws his motion
 - c. Senator Ortman moved. the A-5 amendment
 - i. Set aside
4. Overview of spreadsheets by Eric Nauman, Senate Fiscal Analyst
 - a. K-12 FY 2006-2007 Budget Property Tax Levy Tracking
 - b. K-12 FY 2006-2007 Budget Appropriation Tracking
 - c. 2005 Senate Session, K-12 Revenue, Aid & Levy changes
 - d. 2005 Session SF 2267 (Sen. Bill) vs. Gov's Rec., Revenue, Aid & Levy changes per ADM
5. Senator Ortman introduced the A-3 amendment
 - a. Handout #1 "Student population growth"
 - b. Testimony from Tom Deans, Waconia School Districts

Senator Pogemiller recessed the committee at 12:30 pm.

Present

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

Absent

Bakk
 Limmer

Senator Pogemiller called the meeting to order at 5:55 p.m.

Continuation of Agenda Item #5: SF 2267 (Stumpf) Omnibus K-12 Education Bill

1. Presentation by Senator Marko
2. Senator Belanger moved the A-2 amendment. Motion adopted
 - a. Senator Belanger moved that the language deleted as a result of the A-2 amendment be placed on the A list for incorporation into Tax 3. Motion adopted
3. Continuation of the A-3 amendment discussion
 - a. Handout #2 "Fiscal status-local bills excluded from omnibus"
 - b. Senator Ortman moves the A-3 amendment
 - i. Motion not adopted
 - ii. A division was requested, there being 5 yeas and 6 nays the motion is not adopted
4. Senator Belanger moved that SF 2267 be recommended to pass and moved to the floor as amended
 - a. A roll call vote was requested, there being 5 yeas and 6 nays the motion not adopted
5. Senator Tomassoni moves that SF 2267 be recommended to pass as amended and laid on the table
 - a. A roll call vote was requested, there being 6 yeas and 5 nays the motion is adopted

Senator Pogemiller recessed the committee at 6:15 p.m.

Senator Pogemiller called the meeting to order at 6:20 p.m.

Agenda Item #6: Distribution of Tax 3 draft

1. Overview by JoAnne Sellner, Senate Counsel
2. Discussion of LGA Baseline and County crime Justice Aid

- a. Jack Paulson, Legislative Analyst
3. Amendments
 - a. Senator Gerlach presents the Tax III A-1 amendment
 - i. Senator Belanger moved that the A-1 amendment be incorporated into Tax 3. Motion adopted
 - b. BL053 (Pogemiller)-distributed and set aside
 - c. Catholic Charities amendment – Language is already in the bill
 - i. Senator Marty moved that language be incorporated into Tax 3. Motion adopted
4. Set aside Tax 3

Agenda Item #7: SF 2043 (Rest) Market value credit reimbursement

1. Presentation by Senator Rest
2. Testimony
 - a. Gary Carlson, LMC
 - b. Tom Paul, Municipal Legislative Coalition
3. Senator Belanger moved to incorporate SF 2043 in Tax 3. Motion adopted

Agenda Item #8: SF 895 (Rest) Air Cargo

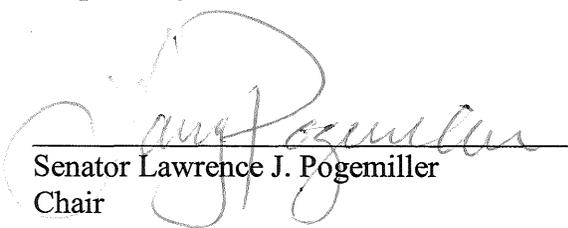
1. Presentation by Senator Rest
2. Set aside

Continuation of Agenda #6: Tax 3

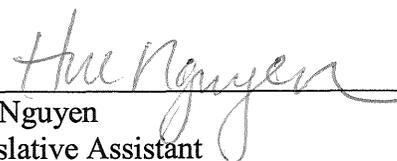
1. Amendments
 - a. BL1060 (Moua)-distributed and set aside
 - i. Testimony from Wendy Underwood, City of St. Paul
 - b. BL1044-1 (Schied)-distributed and set aside
 - c. BL1057 (Dibble)-distributed and set aside
 - d. BL1055 (Pogemiller)-distributed and set aside
2. Discussion of income taxes by M.J. Hedstrom
 - a. Handouts
 - i. Handout #1 “Options for temporary 4th bracket”
 - ii. Handout #2 “Married standard deduction conformity”
 1. In Tax 3 draft, pg. 9
 - iii. Handout #3 “SF 1333 with permanent rates”

Senator Pogemiller adjourned the meeting at 7:50 p.m.

Respectfully Submitted:



Senator Lawrence J. Pogemiller
Chair



Hue Nguyen
Legislative Assistant

Revised 3/22/04

Senate Committee on Taxes
Friday, April 29, 2005
9:30 a.m., Room 15 Capitol

AGENDA

- ^C
1 SF 728 (KUBLY) Credit against income tax of employer for job creation
Joe Egge, Litchfield
- 4th SF 2246 (TOMASSONI) Authorizing bonds for the town of White
Mike Couri, Town of White
- 31st SF 527 (REITER) Local government special assessments for utilities
Scott Costello, White Bear Lake
- SF 2206 (POGEMILLER) Definition of tax
- 5 SF 2267 (STUMPF) Omnibus K-12 Education Bill
- 2nd SF 2277 (HOTTINGER) Early Childhood Omnibus Bill
- SF 2043 (REST) Market value credit reimbursement
Catholic Charities amendment.
- Discussion of Tax 3 bill.

Senator Lawrence J. Pogemiller
Chair

Hue Nguyen
Legislative Assistant

Revised 3/22/04

1-2

Senate Committee Meeting Log

Committee Name: Tax Committee
Date: 4/29/05 Day: Friday Start Time: 9:45A

Agenda

| | |
|-------------------|--|
| Bill # (or Topic) | 728 |
| Author | Kubly |
| Short Descriptor | Credit against income tax of employer for job creation |
| Action(s) | general discussion, placed on the C list for TAX 3 |
| Bill # (or Topic) | 527 |
| Author | Hottinger |
| Short Descriptor | Early childhood omnibus bill |
| Action(s) | general discussion, recommended to pass and laid on the table |
| Bill # (or Topic) | 527 527 |
| Author | Reiter |
| Short Descriptor | local government, special assessments for utilities |
| Action(s) | general discussion, amended, recommended to pass as amended, contents incorporated into the omnibus tax bill, as amended |
| Bill # (or Topic) | 2246 |
| Author | Tomasson |
| Short Descriptor | Authorizing bonds for the town of White |
| Action(s) | general discussion, incorporated into TAX 3 |

Revised 3/22/04

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|-------------------|--|
| Bill # (or Topic) | 2267 |
| Author | Shump |
| Short Descriptor | Omnibus K-12 education bill |
| Action(s) | general discussion, amended REGRESS @ 12:30 pm Laid on the table @ 5:55 pm |
| Bill # (or Topic) | DISCUSSION OF TAX 3 DRAFT |
| Author | |
| Short Descriptor | Amended |
| Action(s) | SET ASIDE |
| Bill # (or Topic) | OF 2043 REST |
| Author | |
| Short Descriptor | MVC Reimbursement |
| Action(s) | INCORP in TAX 3 |
| Bill # (or Topic) | 895 |
| Author | REST |
| Short Descriptor | AIR CARGO |
| Action(s) | SET ASIDE |

Adjournment Time: _____

Recorded by: Ann Campbell Date: 4/29/05
Received by: _____ Date: _____
Reformatted by: _____ Date: _____
Returned on (date): _____ Received by: _____

Revised 3/22/04

Senate Committee Meeting Log

Committee Name: TAXES

Date: 9/29/05 Day: Friday Start Time: _____

Agenda

| | |
|-------------------|---------------------------------------|
| Bill # (or Topic) | Cont of Discussion of Tax 3 |
| Author | |
| Short Descriptor | Amendments |
| Action(s) | Adjourn @ 1:30pm 1:50pm |
| Bill # (or Topic) | |
| Author | |
| Short Descriptor | |
| Action(s) | |
| Bill # (or Topic) | |
| Author | |
| Short Descriptor | |
| Action(s) | |
| Bill # (or Topic) | |
| Author | |
| Short Descriptor | |
| Action(s) | |