

Tax Working Group
Tuesday, June 7, 2005
Room 15 Capitol
Chair, Senator Pogemiller

Senate Conferees

Pogemiller, Chair
Belanger
Betzold
Moua
Skoe

House Conferees

Krinkie
Abrams
Lanning
Lenczewski
Simpson

Senator Pogemiller called the meeting to order at 3:15 p.m.

A quorum was present.

Agenda Item #1: BL1153 (Draft of Air Cargo language)

1. Overview by JoAnne Sellner, Senate Counsel
2. General discussion and review of provisions

Agenda Item #2: Military Pay provisions

1. Introduction by Representative Lanning
2. Overview by M.J. Hedstrom, Senate Fiscal Analyst and Nina Manzi, House Legislative Analyst
 - a. Handout #1 "House and Senate proposed Military Pay subtractions"
 - b. Handout #2 "House and Senate Military Income Provisions"
3. Representative Lanning moves language limiting Minnesota residents to avoid ambiguity with respect to new federally required subtraction for active service performed by non residents, found in the federal update article, as recommended by the Department of Revenue, lines 10 and 11 on the "Omnibus Tax Bills" budget sheet. Motion adopted
4. Representative Lanning moves the Military Family Tax Relief Act of 2003, or line 24 on the "Omnibus Tax Bills" budget sheet. Motion adopted

Agenda Item #3: Definition of a tax/fee draft language

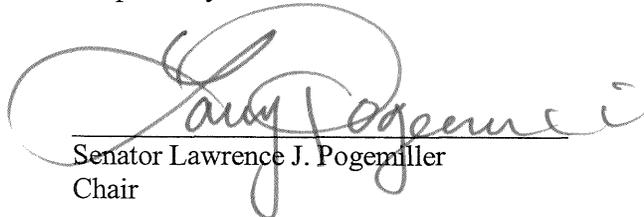
1. Overview of provisions by JoAnne Sellner, Senate Counsel
 - a. Handout #3 "MG1"
2. Comments from Commissioner Dan Salomone and Jack Mansun, Department of Revenue, on the proposed language and the Tax Incidence Study
 - a. DOR has concerns that this language will take away from the importance of the Tax Incidence Study

Agenda Item #4: Discussion on Homestead Resorts

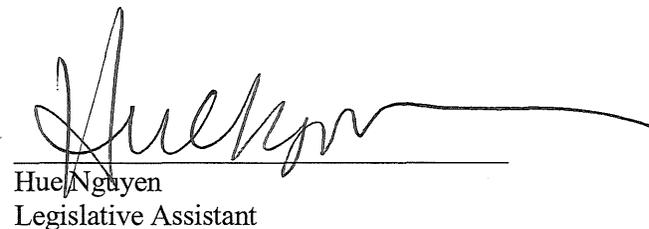
1. Introduction by Senator Skoe and Representative Simpson
 - a. Senate provision, Article 8, Section 34
2. Overview by Karen Baker, House Legislative Analyst and Steve Hinze, House Legislative Analyst
 - a. Handout #4 "Comparison of House and Senate provisions relating to Class 1c Homestead Resorts"
 - b. Discussion of Green Acres program
3. General discussion

Senator Pogemiller adjourned the meeting at 4:30 p.m.

Respectfully Submitted:



Senator Lawrence J. Pogemiller
Chair



Hue Nguyen
Legislative Assistant