

**Tax Working Group
Friday, June 24, 2005
Room 15 Capitol
Chair, Representative Krinkie**

Senate Conferees

Pogemiller
Belanger
Betzold
Moua
Skoe

House Conferees

Krinkie, Chair
Abrams
Lanning
Lenczewski
Simpson

Representative Krinkie called the meeting to order at 9:35 a.m.

A quorum was present.

Agenda Item #1: Taxpayer Satisfaction Survey

1. Overview by Karen Baker, House Legislative Analyst and Steve Hinze, House Research
2. Handout #1 "Timeline comparison"
3. Handout #2 "Truth in taxation notice"
4. General discussion
 - a. Debt levy
 - b. School districts exempted from Taxpayer Satisfaction Survey
 - c. Testimony
 - i. Terry Spicer, Ramsey County
 - d. Renters and landlords/non owner occupied residence
5. Senator Belanger moves to adopt House provision Article 1. Motion does not prevail

Agenda Item #2: Property tax freeze, Senate Article 26

1. Senator Belanger moves to adopt Senate Article 26
 - a. Representative Abrams moves to amend the motion so that wherever 2006 appears, 2005 will be inserted in its place and wherever 2007 appears, 2006 will be inserted in its place. Motion is not adopted
 - b. On Senator Belanger's motion. Motion does not prevail

Agenda Item #3: Land clearing, House provision Article 7, Section 23

1. Overview by Pat Dalton, House Legislative Analyst
2. Handout #3 "MN Revenue lawn and garden care, tree and bush service, landscaping"
3. Comments on past practice by Jack Mansun, DOR
4. Senator Moua moves Article 7, Section 23 and Section 7, pertaining to the collection and remittance of tax. Motion adopted

Agenda Item #4: Political contributions refund, House Article 11, Sections 18, 21, 26 and 34

1. General discussion

Representative Krinkie calls a recess of the Tax Working Group at 11:35 a.m.

Representative Krinkie calls the Tax Working Group to order at 2:30 p.m.

Agenda Item #5: Duluth sales tax collection

1. Overview by Jack Mansun, DOR
2. Senator Moua moves the House position which is current law. Motion adopted

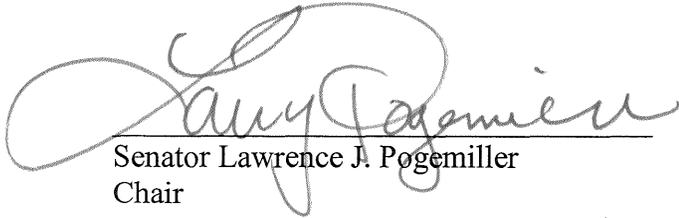
Agenda Item #6: Senate and House tax offers

1. Senate offer
 - a. Handout #1 "Senate offer 6/24/05"
 - b. Handout #2 "Structural balance"

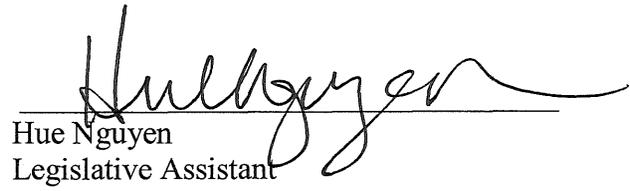
- c. Discussion of Senate proposal
 - i. Affect of proposal on education and health care funding
 - ii. Reduction of tax expenditures
- d. Handout #3 "Senate revenue offer 6/24"
- e. Handout #4 "Negotiation timeline"

Representative Krinkie adjourned the meeting at 3:15 p.m.

Respectfully Submitted:



Senator Lawrence J. Pogemiller
Chair



Hue Nguyen
Legislative Assistant