

**Tax Working Group
Monday, July 11, 2006
Room 15 Capitol**

Chairs, Senator Lawrence Pogemiller and Representative Ron Abrams

Senate Conferees

Pogemiller, chair
Belanger
Betzold
Moua
Skoe

House Conferees

Abrams
Brod
Lanning
Lenczewski
Simpson

Senator Pogemiller called the meeting to order at 10:30am.

Agenda #1: Budget Offers

- 1 Overview of Senate Offer
- 2 Overview of House Offer

Agenda #2: Outstanding Provisions

1. Miscellaneous
 - a. Motion to adopt NM81 – Tax preparer. Motion adopted.
 - b. Motion regarding Limited Market Value Phase out. Motion adopted.
 - c. Motion to accept house position on PILT – 75 cents. Motion adopted.
2. Sales and Use Tax
 - a. Motion to adopt Department of Revenue recommended language. Motion adopted.
 - b. Motion to adopt Rochester sales tax as amended page 3, line17 delete “April 1” and insert December 31” and delete “2007” and insert “2009”. Make the same changes to line 34-35. Motion adopted.
 - c. Motion to adopt the Senate provision regarding Proctor Lodging tax. Motion adopted.
 - d. Motion to adopt Senate provision on County Aid pp50. Motion adopted.
 - e. Motion to adopt JMR – Technical Changes. Motion adopted.

Senator Pogemiller recessed the meeting at 12:45 pm.

Senator Pogemiller reconvened the meeting at 2pm.

Agenda #1: Local Option Sales Tax Provisions

1. Motion to adopt PD62. Motion adopted.
2. Motion to adopt PD63. Motion adopted.
3. Motion to adopt PD64. Motion adopted.
4. Motion to adopt Senate provision regarding Bemidji sales tax. Motion adopted.
5. Motion to adopt PD61 – Meeker County JOBZ. Motion adopted.
6. Motion to adopt BL1214. Motion adopted.
7. Motion to adopt SCh0785 A-3. Motion adopted.
8. Motion to adopt B11194 – CUNA. Motion adopted.
9. Motion to adopt Air Cargo language with changed. Motion adopted.
10. Motion to adopt SC4146-1. Motion adopted.

Agenda #2: HSA Provisions

1. Motion to adopt B11216. Motion adopted.
2. Motion to adopt B11215. Motion adopted.
3. Motion to adopt NM61-1. Motion adopted.

Agenda #3: Distribution of Senate Offer

Senator Pogemiller recessed the meeting at 4:45 pm.

Senator Pogemiller reconvened the meeting at 7pm.

Agenda #1: Continuation of Omnibus Tax Bill Provisions

1. Representative Abrams moved to include TriCare provisions. Motion adopted.
2. St. Louis Park Police Officer Pension Provision discussion.

Agenda #2: Distribution of House Offer

Senator Pogemiller recessed the meeting at 7:40pm.

Senator Pogemiller reconvened the meeting at 8pm.

Agenda #1: Distribution of Senate Counter Offer

Senator Pogemiller recessed the meeting at 8:15pm.

Senator Pogemiller reconvened the meeting at 8:45pm.

Agenda #1: House Counter Offer

Agenda #2: Miscellaneous Items

1. Motion to adopt Catholic Charities provision. Motion adopted.
2. Motion to adopt construction materials provision. Motion adopted.
3. Motion to adopt Department of Revenue appropriations. Motion adopted.
4. Motion to adopt Worthington sales tax. Motion adopted.

Senator Pogemiller recessed the meeting at 10:15pm.

Senator Pogemiller reconvened the meeting at 11:20pm.

Agenda#1: Discussion regarding LGA

Senator Pogemiller recessed the meeting at 12:50 am.

Representative Abrams reconvened the meeting at 1:40 am.

Agenda #1: Continuation of House/Senate Offers

1. House 1:20am Offer
2. Senate Verbal Offer
3. A roll call was requested on the Governor's FOC language.
 - a. Senate: 1 aye and 4 nays
 - b. House: 5 ayes and 0 nays
 - c. Motion is not adopted.

Representative Abrams recessed the meeting at 1:52 am.

Representative Abrams reconvened the meeting at 2:10 am.

Agenda #1: Continuation of House/Senate Offers

1. Senate offer 2am
2. Motion to adopt the House LGA Proposal
 - a. A roll call was requested.
 - i. Senate: 2 ayes and 3 nays
 - ii. House: 4 ayes and 1 nay
 - b. Motion is not adopted.
3. Motion to adopt the Senate 2am offer.
 - a. A roll call was requested,
 - i. Senate: 4 ayes and 1 nay
 - ii. House: 1 aye and 4 nays
 - b. Motion is not adopted.

Representative Abrams recessed the meeting at 3 am.

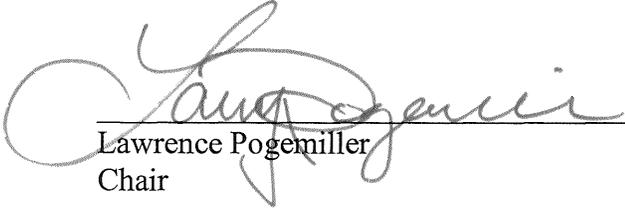
Representative Abrams reconvened the meeting at 4:05 am.

Agenda #1: Senate Provisions

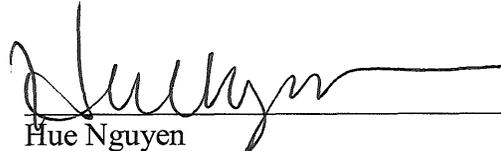
1. Motion to adopt various Senate Provisions: Motion adopted.
2. Motion to freeze taconite production tax for 1 year. Motion adopted.

Representative Abrams adjourned the meeting at 4:30 am.

Respectfully Submitted:



Lawrence Pogemiller
Chair



Hue Nguyen
Legislative Assistant