

Meeting with Chairs 5/19/18

Below are a set of issues related to administrability or policy concerns in the bill. References in parentheses are to HF4385 as passed by House and Senate. Where indicated, amendment or bill language is provided as a recommendation in the attached documents. We also hope that the administrative memo can be addressed. This list does not include the significant policy items identified in the Governor's veto letter dated May 17, 2018.

- Remove the Local Government Pre-emption provisions (Article 3, Section 10)
- Remove the occupation tax refund provision in the bill (Article 6, Section 1)
- 529s – use House OTB language or Governor's language (See enclosed info sheet)
- Exclude parking and other benefits paid by non-profits from income (Amendment)
- Update Stillbirth Tax Credit or remove (Amendment)
- Remove the state general levy abatements for natural gas pipelines. (Article 4, Sections 16)
- Remove the Excelsior Local Sales Tax (Article 6, Section 12)
- Riparian buffer credit paid for from the general fund (HF1752 sections 1 & 4)
- Update Language on Agricultural Homesteads - (Amendment)
- DOR Policy item: Partnerships - Negotiated Language (Amendment forthcoming from revisor – language from DOR bill with author's amendments from House and Senate committee hearings)
- SFIA Timber Harvest Credit - Governor's introduced (language enclosed)
- Remove craft house provision (Article 4, Section 12)
- Remove the rule that allows a benefit in the calculation of the interest limitation for the insurance industry not provided for other industries related to IRC 163(j). (Article 1, Section 63)
- Remove homestead resort provisions - (Article 4, Section 10)
- Remove the state general levy abatements and sales tax exemptions for certain facilities in medically underserved areas (Article 4, Sections 17, 22, 23, 24, and 25; Article 3, Section 7)
- Remove the bullion provisions - (Article 3, Section 1)
- Governor's business corporate tax changes (Amendment)
- DOR Policy item: Local Lodging Tax (HF3431)
- DOR Technical item: Data Center Certifications (we are NOT asking for QDC limitation)
- Met Council cross-reference clean-up (Bill Language)
- Minneapolis Lodging Tax fix (Article 3, Section 5 of HF4385, 2E)
- Upper Harbor TIF provisions in Minneapolis (HF3161)
- Collegiate Seating Sales Tax Exemption (HF3329)
- Remove fractional homesteads provisions and insert working group with assessors (Article 4, Sections 8, 14, and 15; working group amendment forthcoming from revisor)
- Update the special sales tax exemptions for public safety facilities, and snowmobile clubs so they are refunds. (Comments in the Admin Memo)
- Update Working Group for School Funding/Ag property – Add representatives for homeowners, seniors and renters because they would be most adversely impacted by changes. (Language)
- Homestead eligibility for individuals with ITINs (SF2452)
- Mille Lacs property tax abatement to help small business owners impacted by a temporary downturn (Article 6, Section 6 of HF4385, 3E)