

Senate Tax Committee
Wednesday, April 27, 2005
Room 15 Capitol
Chair, Senator Lawrence J. Pogemiller

Present

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

Absent

Johnson

Senator Pogemiller called the meeting to order at 9:05 a.m.

A quorum was present.

Agenda Item #1: SF 782 (Reiter) Requiring payment by Department of Revenue to City of White Bear Lake

1. Presentation by Senator Reiter
2. Testimony
 - a. Mark Sather, City Manager, White Bear Lake
 - i. Handout #1 "2004 Local Government Aid"
 - b. Jack Mansun, DOR
3. Senator Belanger moved that SF 782 be placed on the C list for Tax 3. Motion adopted

Agenda Item #2: SF 2091 (Day) Personal property tax exemption for utility

1. Presentation by Senator Day
2. Overview by Kathy Hahne, MALFA
3. Senator McGinn moved that the contents of SF 2091 as passed in the Energy subcommittee be placed on the A list for Tax 3. Motion adopted

Agenda Item #3: SF 2163 (Pogemiller) Sales/property tax exemptions for hydroelectric utilities

1. Overview by JoAnne Sellner, Senate Counsel
2. Senator Skoe moved that SF 2163 be placed on the C list for Tax 3. Motion adopted

Agenda Item #4: SF 2166 (Anderson) Utility property tax modification

1. Overview by JoAnne Sellner, Senate Counsel
2. Senator Belanger moved the A-1 amendment. Motion adopted
3. Testimony
 - a. Grania McKiernan, Xcel Energy
4. Senator Belanger moved that the contents of SF 2166, as amended, be placed on the A list for Tax 3. Motion adopted

Agenda Item #5: SF 1962 (Betzold) Transferred judicial employees post-retirement benefit costs payment requirement repeal

1. Presentation by Senator Betzold
 - a. Senator Betzold moved the A-1 amendment. Motion adopted
2. Testimony
 - a. Terry Johnson
 - b. Molly O'Rourke, Deputy County Administrator, Washington County
 - c. Judy Rehanck, State Court Administrators
3. General discussion

- a. State take over of courts
4. Senator Ortman moved SF 1962, as amended, be placed on the C list for Tax 3. Motion adopted

Agenda Item #6: SF 1743 (Wergin) School districts debt service levies calculation tax base modification

1. Presentation by Senator Wergin
2. "Is the current ANTC still the Gold Standard" power-point presentation by Fred Nolan, Superintendent, Foley Public Schools
 - a. Handout #1 "2003 School District Sales Ratios"
 - b. Handout #2 "Debt Service Levies under alternative proposals"
3. Discussion
 - a. Property taxes under this proposal
 - b. School districts affected
4. Senator Skoe moved that SF 1743 be placed on the C list for Tax 3. Motion adopted

Agenda Item #7: SF 1880 (Belanger) Bloomington fiscal disparities payment extension

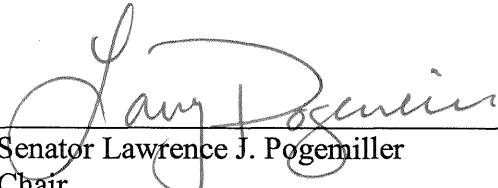
1. Presentation by Senator Belanger
2. Senator Belanger moved that SF 1880 be placed on the A list for Tax 3. Motion adopted

Agenda Item #8: Discussion regarding statewide business tax

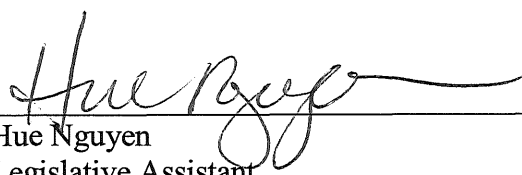
1. Overview of Freezing Statewide Business Tax, Jack Paulson, Tax Committee Legislative Analyst
2. Overview of BL01000 amendment, JoAnne Sellner, Senate Counsel
3. Testimony
 - a. Jeff Forester, MSRPO
 - b. Tom Hesse, MN Chamber of Commerce
 - c. Kent Warden, BOMA
 - i. Handout #1 "Greater Minneapolis BOMA letter"
 - ii. Handout #2 "Minneapolis Assessor Data"
 - d. Glen Dorfman, MN Association of Realtors
 - e. Mike Hickey, Association of Small Businesses
4. Senator Marty moved that the BL01000 amendment be placed on the C list for Tax 3. Motion adopted

Senator Pogemiller adjourned the meeting at 11:30 a.m.

Respectfully Submitted:



Senator Lawrence J. Pogemiller
Chair



Hue Nguyen
Legislative Assistant

Revised 3/22/04

Senate Committee on Taxes
Wednesday, April 27, 2005
9:00 a.m., Room 15 State Capitol
AGENDA

1st C SF 782 (REITER) Requiring payment by Dept of Revenue to City of White Bear Lake

Mark Sather, City Manager, White Bear Lake

5th C SF 1962 (BETZOLD) Transferred judicial employees post-retirement benefit costs payment requirement repeal
Molly O'Rourke, Deputy County Administrator, Washington County

7th SF 1880 (BELANGER) Bloomington fiscal disparities payment extension

6th C SF 1743 (WERGIN) School districts debt service levies calculation tax base modification

Fred Nolan, Superintendent, Foley Public Schools

Amendments:

2nd A SF 2091 (DAY) Personal property tax exemption for utility

3rd C SF 2163 (POGEMILLER) Sales/personal property tax exemptions for hydroelectric utilities

4th A SF 2166 (ANDERSON) Utility property tax modification

Discussion regarding statewide business tax.

Kent Warden, BOMA

Senator Lawrence J. Pogemiller
Chair

Hue Nguyen
Legislative Assistant

Senate Committee Meeting Log

Committee Name: TAX10Date: 4/27/05 Day: Wed Start Time: 9AAgenda ⁷⁸² 1st - Reitter (see back)

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Bill # (or Topic)	2091
Author	Day
Short Descriptor	personal property tax exemption for utility
Action(s)	general discussion, placed on the A list for TAX3

3

Bill # (or Topic)	2163
Author	Pogemiller
Short Descriptor	Sales/personal property tax exemption for hydroelectric utilities
Action(s)	general discussion, placed on the C list for TAX3

4

Bill # (or Topic)	2164
Author	Anderson
Short Descriptor	Utility property tax modification
Action(s)	general discussion, placed on the A list for TAX3

5

Bill # (or Topic)	1162
Author	Betzold
Short Descriptor	transferred judicial employees post-retirement benefit costs payment requirement
Action(s)	general discussion, placed on the C list for TAX3 ^{repeal}