

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

POLITICAL SUBDIVISION TAXATION COMMITTEE

Tuesday, April 26, 2016
Roughrider Room, State Capitol
Bismarck, North Dakota

- 9:00 a.m. Call to order
Roll call
Consideration of the minutes of the December 1-2, 2016, meeting
- CONTRACTOR SALES AND USE TAX STUDY**
- 9:05 a.m. Presentation by Mr. Myles Vosberg, Director, Tax Administration Division, Tax Department, of the anticipated fiscal impact on local sales tax revenue of a bill draft to eliminate the payment of sales and use taxes on items purchased by or for an exempt entity and installed by a contractor
- 9:20 a.m. Committee discussion and directives
- ECONOMIC DEVELOPMENT TAX INCENTIVE STUDY**
- 9:30 a.m. Presentation by the Legislative Council staff of an updated evaluation chart and background memorandums to track the committee's progress in its study of economic development tax incentives
- 9:40 a.m. Presentation by Mr. Justin Dever, Co-Deputy Commissioner, Department of Commerce, regarding an update on the department's progress on compiling an estimated return on investment analysis for the incentives selected for review by the committee
- 9:50 a.m. Presentation by Mr. Paul Lucy, Director, Economic Development and Finance Division, Department of Commerce, of additional comments on bill draft [17.0077.01000] pertaining to a standard definition of primary sector business
- 10:00 a.m. Committee discussion and directives
- 10:15 a.m. Break
- 10:30 a.m. Presentation by Mr. Joseph Becker, Auditor III, Research and Education Section, Tax Department, regarding the operation of Minnesota's angel fund credit and potential modifications to this state's angel fund investment tax credit
- 11:00 a.m. Comments by interested persons regarding the angel fund investment tax credit
- 11:45 a.m. Committee discussion and directives
- 12:00 noon Luncheon recess
- SOCIAL SERVICES FINANCING STUDY**
- 1:00 p.m. Presentation by the Legislative Council staff regarding other states' experiences with restructuring human service systems
- 1:15 p.m. Presentation by a representative of the Department of Human Services regarding yearly changes to social service caseloads
- 1:30 p.m. Presentation by Mr. Joe Morrissette, Member, County Social Services Finance Working Group and Deputy Tax Commissioner, Tax Department, of:
- Updated data pertaining to the proposed social service funding formula base year amounts
 - Information regarding the portion of county social service funds derived from state and federal dollars

- An evaluation of how the 12 percent property tax credit would compare to a mill levy reduction resulting from a state assumption of social service costs

2:00 p.m. Break

2:15 p.m. Presentation by Mr. Terry Traynor, Assistant Director of Policy and Programs, North Dakota Association of Counties, regarding a breakdown of the social service budgets in each county and county input regarding the inflationary rate and amount of reserves that might be applied in a proposed funding formula

2:45 p.m. Presentation by the Legislative Council staff of options for the treatment of excess county social service funds

3:00 p.m. Committee discussion and directives

3:30 p.m. Adjourn

Committee Members

Representatives: Jason Dockter (Chairman), Larry Bellew, Mark A. Dosch, Craig Headland, Kathy Hogan, Lawrence R. Klemin, Ben Koppelman, William E. Kretschmar, Mike Lefor, Alisa Mitskog, Gail Mooney, Naomi Muscha, Mike Nathe, Nathan Toman, Robin Weisz

Senators: Brad Bekkedahl, Randall A. Burckhard, Dwight Cook, Jim Dotzenrod, Tim Mathern, Jessica Unruh

Staff Contact: Emily L. Thompson, Counsel