

TAXES COMMITTEE MINUTES

Representative Aisha Gomez, Chair of the Committee on Taxes, called the meeting to order at 1:06 PM on February 28, 2023 in Room 5 of the State Office Building.

The Committee Legislative Assistant noted the roll.

Members present:

GOMEZ, Aisha, Chair
NORRIS, Matt, Vice Chair
AGBAJE, Esther
ANDERSON, Patti
JEFF, Brand
ELKINS, Steve
HOWARD, Michael
JOY, Jim
KOZNICK, Jon
LEE, Liz
LISLEGARD, Dave
OLSON, Bjorn
OLSON, Liz
PINTO, Dave
ROBBINS, Kristin
SMITH, Andy
SWEDZINSKI, Chris
WIENER, Mike
WITTE, Jeff
YOUAKIM, Cheryl

Members excused:

DAVIDS, Greg, Minority Lead

A quorum was present.

Vice Chair Norris moved the minutes of February 21, 2023. THE MOTION PREVAILED.

HF1938 (Gomez) Individual income and corporate franchise taxes, sales and use taxes, property taxes, local government aids, and other miscellaneous taxes and tax provisions modified; income tax additions, subtractions, and credits modified; taxes on capital gains modified; child tax credit proposed; advance on payment and one-time refundable tax credit proposed; cannabis-related sales and use tax provisions modified; sales tax exemption for entities proposed; eligibility for property tax programs modified; formula modified and definitions for calculation of local government aids added; new forms of local government aids proposed; and money appropriated.

Chair Gomez moved that HF1938 be laid over for possible inclusion in the Taxes Omnibus bill.

Chair Gomez moved the A23-0027 amendment. THE MOTION PREVAILED. THE AMENDMENT WAS ADOPTED.

Chair Gomez presented HF1938, as amended.

Presentation from the Minnesota Department of Revenue on HF1938, as amended.

Testifying on HF1938, as amended:

- Paul Marquart, Commissioner, Minnesota Department of Revenue
- Brad Lehto, Secretary-Treasurer, Minnesota American Federation of Labor and Congress of Industrial Organizations (AFL-CIO)
- Phillip Cryan, Executive Vice President, Service Employees International Union (SEIU) Healthcare Minnesota
- Jessica Webster, Staff Attorney, Legal Aid
- Debra Fitzpatrick, Policy and Research Director, Children's Defense Fund-Minnesota
- Nathan Jesson, Intergovernmental Relations Representative, League of Minnesota Cities
- Nan Madden, Director, Minnesota Budget Project
- Matt Massman, Executive Director, Minnesota Inter-County Association
- Mark Haveman, Executive Director, Minnesota Center for Fiscal Excellence
- Kelly Wilson, President, Education Minnesota-Osseo
- Asad Zaman, Executive Director, Muslim American Society of Minnesota
- Beth Kadoun, Vice President, Tax and Fiscal Policy, Minnesota Chamber of Commerce
- Aurora Vautrin, Legislative and Political Director, 100% Campaign
- Ethan Vogel, Legislative Director, American Federation of State, County and Municipal Employees (AFSCME) Council 5
- Ben Baglio, Government Relations Specialist, Minnesota Nurses Association
- Matt Hilgart, Government Relations Manager, Association of Minnesota Counties

Vice Chair Norris renewed the motion that HF1938 be laid over for possible inclusion in the Taxes Omnibus bill. The bill was laid over.

The meeting adjourned at 2:30 PM.

Representative Aisha-Gomez, Chair

Lauren Sabes, Committee Legislative Assistant