

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

POLITICAL SUBDIVISION TAXATION COMMITTEE

Tuesday and Wednesday, January 12-13, 2016
Roughrider Room, State Capitol
Bismarck, North Dakota

Tuesday, January 12, 2016

9:00 a.m. Call to order
Roll call
Consideration of the minutes of the December 1-2, 2015, meeting

CONTRACTOR SALES AND USE TAX STUDY

9:05 a.m. Presentation by the Legislative Council staff of a bill draft to eliminate the payment of sales and use tax on items purchased by or for an exempt entity and installed by a contractor

9:15 a.m. Presentation by the Legislative Council staff of a bill draft to eliminate the payment of use tax on items purchased by an exempt entity and installed by a contractor

9:25 a.m. Comments by interested persons

9:40 a.m. Committee discussion and directives

10:00 a.m. Break

ECONOMIC DEVELOPMENT TAX INCENTIVES STUDY

10:15 a.m. Presentation by the Legislative Council staff of a memorandum identifying the various definitions of a primary sector business and a bill draft to provide for a uniform definition of a primary sector business

10:25 a.m. Comments by interested persons

10:40 a.m. Committee discussion and directives

SOCIAL SERVICES FINANCING STUDY

11:00 a.m. Presentation by Mr. James Fleming, Director, Child Support Enforcement Division, Department of Human Services, regarding a comparison of the child support system before and after state administration including any notable impacts or cost savings

11:30 a.m. Committee discussion

12:00 noon Luncheon recess

1:00 p.m. Presentation by Mr. Terry Traynor, Assistant Director, North Dakota Association of Counties, of a sampling of information regarding county ending fund balances and the number of mills each county has been able to reduce from its budget as a result of 2015 Senate Bill No. 2206

1:30 p.m. Presentation by Mr. Steve Reiser, Director, Dakota Central Social Services, of information regarding the Dakota Central Social Services District and a master list of county-funded initiatives that do not receive state funding

1:55 p.m. Presentation by Ms. Kim Jacobson, Director, Traill County Social Services, of information pertaining to county social service sharing agreements

2:15 p.m. Break

2:30 p.m. Presentation by Mr. Randi Suckut, Wells County Commissioner, regarding Wells County's experience with sharing agreements

- 3:00 p.m. Presentation by Governor Jack Dalrymple relating to activities of the County Social Services Finance Working Group
- 3:30 p.m. Committee discussion
- 4:00 p.m. Recess

Wednesday, January 13, 2016

- 9:00 a.m. Comments by the Chairman

ECONOMIC DEVELOPMENT TAX INCENTIVES STUDY

- 9:05 a.m. Presentation by the Legislative Council staff of a memorandum listing the incentives selected for review and summarizing the questions to be considered when analyzing incentives
- 9:15 a.m. Presentation by the Legislative Council staff of a bill draft to provide for the repeal of the electrical generating facilities sales tax exemption, biodiesel fuel blending credit, biodiesel sales equipment credit, biodiesel fuel production facility or soybean or canola crushing facility construction or retrofit credit, certified nonprofit development corporation credit, microbusiness credit, and wage and salary credit
- 9:25 a.m. Presentation by Mr. Justin Dever, Co-Deputy Commissioner, Department of Commerce, of information relating to:
 - The costs and benefits associated with various economic development tax incentives to determine an estimated return on investment;
 - Information pertaining to indirect or induced economic impacts; and
 - Information relating to any complementary or duplicative government programs available to taxpayers qualifying for incentives selected by the committee for review.
- 9:50 a.m. Committee discussion
- 10:15 a.m. Break
- 10:30 a.m. Comments from interested persons regarding the angel fund investment tax credit
- 11:15 a.m. Comments from interested persons regarding the seed capital investment tax credit
- 12:00 noon Luncheon recess
- 1:00 p.m. Comments from interested persons regarding the agricultural commodity processing facility investment tax credit
- 1:45 p.m. Comments from interested persons regarding the electrical generating facilities sales tax exemption
- 2:30 p.m. Break
- 2:45 p.m. Comments from interested persons regarding the biodiesel fuel blending credit, biodiesel sales equipment credit, and the biodiesel fuel production facility or soybean or canola crushing facility construction or retrofit credit
- 3:05 p.m. Comments from interested persons regarding the certified nonprofit development corporation investment tax credit
- 3:25 p.m. Comments from interested persons regarding the microbusiness income tax credit
- 3:45 p.m. Comments from interested persons regarding the wage and salary credit
- 4:05 p.m. Committee discussion and directives
- 4:30 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