

NORTH DAKOTA LEGISLATIVE MANAGEMENT

Tentative Agenda

TAXATION COMMITTEE

Wednesday, February 14, 2018
 Roughrider Room, State Capitol
 Bismarck, North Dakota

- 9:00 a.m. Call to order
 Roll call
 Consideration of the minutes of the December 14, 2017, meeting

**ECONOMIC DEVELOPMENT TAX INCENTIVES
 AND CITY GROWTH AND DEVELOPMENT**

- 9:05 a.m. Presentation by the Legislative Council staff of a memorandum regarding items to consider when evaluating economic development tax incentives and updated economic development tax incentive background memorandums pertaining to tax increment financing districts, renaissance zone incentives, and new or expanding business exemptions
- 9:10 a.m. Presentation by Mr. Kelvin Hullet, Economic Development and Government Program Market Manager, Bank of North Dakota, regarding a summary of the Bank's work in preparing a dynamic fiscal impact report for the committee
- 9:15 a.m. Presentation by Mr. Scott Nystrom, Senior Consultant, FTI Consulting, Inc., of a report on the estimated economic and fiscal impacts of the renaissance zone program
- 10:15 a.m. Presentation by Mr. Charles Marohn, Founder and President, Strong Towns, regarding city growth and development
- 11:15 a.m. Presentation by Mr. Jim Gilmour, Planning Director, City of Fargo, of information pertaining to Fargo's renaissance zone program
- 11:35 a.m. Presentation by the Legislative Council staff of a memorandum pertaining to the definition of a "blighted area" in regard to development and renewal area incentives
- 11:45 a.m. Presentation by a representative of the Department of Commerce regarding government programs administered or promoted by the department, which are complementary or duplicative to the incentives selected for review during the 2017-18 interim
- 12:00 noon Luncheon recess
- 1:00 p.m. Comments by interested persons on the committee's study of economic development tax incentives
- 1:15 p.m. Committee discussion

HYBRID LONG-TERM CARE INSURANCE INCOME TAX CREDIT STUDY

- 1:30 p.m. Presentation by the Legislative Council staff of a memorandum pertaining to the legislative history behind the enactment of the income tax credit for premiums paid for long-term care partnership plan insurance
- 1:40 p.m. Presentation by Mr. Jon Godfread, Insurance Commissioner, regarding a definition of hybrid long-term care insurance for purposes of a state tax credit
- 1:55 p.m. Comments by interested persons on the committee's study of providing an income tax credit for premiums paid for hybrid long-term care insurance
- 2:10 p.m. Committee discussion
- 2:20 p.m. Break

OIL AND GAS REVENUE ALLOCATION REPORT

- 2:35 p.m. Presentation by the Legislative Council staff of a bill draft to remove the reporting requirements for school districts and counties that receive oil and gas gross production tax allocations
- 2:40 p.m. Comments by interested persons regarding the bill draft
- 2:50 p.m. Committee discussion

PROPERTY TAX SYSTEM STUDY

- 3:00 p.m. Presentation by the Legislative Council staff of a memorandum listing all property tax exemptions and the date each exemption was enacted
- 3:05 p.m. Presentations by Ms. Linda Leadbetter, State Supervisor of Assessments, Tax Department, regarding:
- An update on the receipt of information for preparation of a statewide property tax increase report;
 - An overview of agricultural property valuation and the use of modifiers; and
 - The use of sales as a basis for residential and commercial property valuation
- 3:20 p.m. Presentation by Mr. Joshua C. Gallion, State Auditor, regarding audits of political subdivisions
- 3:30 p.m. Comments by interested persons on the committee's study of the property tax system
- 3:45 p.m. Committee discussion and directives
- 4:00 p.m. Adjourn

Committee Members

Senators: Jessica Unruh (Chairman), Brad Bekkedahl, Dwight Cook, Jim Dotzenrod, Lonnie J. Laffen, Scott Meyer

Representatives: Thomas Beadle, Jason Dockter, Sebastian Ertelt, Jim Grueneich, Ron Guggisberg, Patrick Hatlestad, Craig Headland, Jim Kasper, Ben Koppelman, Alisa Mitskog, Emily O'Brien, Randy A. Schobinger, Vicky Steiner, Nathan Toman

Staff Contact: Emily L. Thompson, Counsel