

**MINUTES OF THE
SENATE REVENUE AND TAXATION STANDING COMMITTEE
FEBRUARY 2, 1998, 8:00 A.M.
ROOM 416, STATE CAPITOL BUILDING**

Members Present: Sen. Howard Nielson, Chair
Sen. Leonard Blackham
Sen. Mike Dmitrich
Sen. Lyle Hillyard
Sen. George Mantes
Sen. Robert Montgomery
Sen. Howard Stephenson
Sen. Michael Waddoups

Members Excused: Sen. Steven Poulton

Staff Present: Bryant Howe, Research Analyst
Nadine Woodhead, Secretary

List of Others Present on File:

Chair Nielson called the meeting to order at 8:15 a.m.

1. **HB 200 INCOME TAX - ELECTION CAMPAIGN FUND DESIGNATIONS** (*R. Short*)

Rep. Short explained the bill to the committee.

There was not a quorum present to vote.

2. **SB 128 MUNICIPAL ENERGY SALES AND USE TAX EXEMPTION** (*L. Hillyard*)

Sen. Hillyard presented the bill to the committee with the assistance of David J. Crapo, Attorney, Vulcraft.

MOTION: Sen. Montgomery moved to amend the bill as follows:

1. Page 2, Line 15: After "customers" insert "who, as of July 1, 1997, were" and after "energy by a" delete "provider" and insert "supplier"
2. Page 2, Line 17: After "municipality is" delete "the primary supplier" and

insert "a generator"

3. Page 2, Line 19: After "unable to" delete "provide" and insert "generate" and after "energy" delete "to" and insert "for"

MOTION: Sen. Mantes made a motion to saunter until 8:45, because there was not a quorum present to vote.

MOTION: Sen. Blackham moved to cease the saunter.

The motion passed unanimously.

MOTION: Chair Nielson moved to approve the minutes of Jan. 29.

The motion passed unanimously.

MOTION: Sen. Montgomery moved to pass HB 200 with a favorable recommendation.

The motion passed unanimously with Sens. Hillyard, Mantes and Waddoups absent for the vote.

MOTION: Sen. Montgomery moved to pass SB 128 with a favorable recommendation.

The vote passed unanimously with Sens. Mantes and Waddoups absent for the vote.

3. **SB 41 WATER CONSERVANCY DISTRICTS TAXING AUTHORITY** (*M. Waddoups*)

Sen. Waddoups presented the bill to the committee.

Zac Frankl, Utah River Council, spoke for the bill.

Chair Nielson requested that the committee hear HB 209 before further discussion.

4. **HB 209 APPROPRIATION FOR OLENE WALKER HOUSING TRUST FUND**
(*G. Adair*)

Sen. Adair presented the bill to the committee.

MOTION: Sen. Blackham moved to send the bill out with a favorable recommendation.

The motion passed unanimously with Sen. Hillyard absent for the vote.

Sen. Montgomery assumed the committee chair, and discussion resumed on SB 41.

Horst Reschke, citizen, spoke for the bill.

The committee directed questions to Mr. Frankl.

Fred Finlinson, Lobbyist, Salt Lake Water Conservancy District, spoke against the bill.

Sen. Nielson assumed the chair.

Eric Wilden, Utah Rivers Council, Jessica McWhinnie, student, Boyer Jarvis, citizen, Kathy Van Dame, Utah Rivers Council, Jason Groenewold, citizen, Joel Pickelner, realtor, and Jonothan Hampshire, student, spoke for the bill.

Jan Furner, Utah Assn. of Special Districts, spoke against the bill.

MOTION: Sen. Dmitrich moved to amend the bill as follows:

1. Page 2, line 10: After "to a maximum of" delete the brackets and restore "0004" and insert "for multi-county water conservancy districts federal obligations, and"
2. Page 2, Line 11: After "taxable property" bracket "within the district" and insert "for all other districts"

SUBSTITUTE MOTION: Sen. Mantes moved to hold the bill until Friday morning for further study.

The motion passed unanimously.

MOTION: Sen. Montgomery moved to adjourn.

The motion passed unanimously.

Sen. Howard C. Nielson,
Committee Chair