

**MINUTES OF THE
SENATE REVENUE AND TAXATION STANDING COMMITTEE
FEBRUARY 19, 1998
ROOM 416, STATE CAPITOL BUILDING**

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

Members Excused: Sen. George Mantes

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

List of Others Present on File:

Chair Nielson called the meeting to order at 8:05 a.m.

1. **SB 220 RESEARCH AND DEVELOPMENT CREDIT FOR MACHINERY AND EQUIPMENT** (*C. Peterson*)

Sen. Peterson presented the bill and distributed amendments to the committee.

For bill: Peter Genereaux, Utah Information Technology, Richard Gourley, Coopers and Lybrand, Clark Burbidge, First Security Bank, Val Finlayson, Utah Partnership, Ruth Ann Hamilton, S. L. Chamber of Commerce, Greg Fredde, Utah Tax Payer Assn.,

Against bill: Clair Geddes, United We Stand,

MOTION: Sen. Montgomery moved to adopt the amendments as follows:

1. Page 1, Line 8: After "BOTH" insert "PRIMARILY"
2. Page 2, Line11: Delete "subject to a" and insert "not exempt from" and delete "tax" and insert "taxes"
3. Page 2, Line 12: After "is" insert "primarily"

4. Page 2, Line 15: Delete "subject to" and insert "not exempt from" and delete "tax" and insert "taxes"
5. Page 2, Line 16: Delete "provided" and insert "donated" and after "organization to" insert "be primarily used to"
6. Page 2, Line 31: Delete "for" and insert "to be primarily used to conduct" and after "research" delete "conducted"
7. Page 4, Line 15: Delete "subject to a" and insert "not exempt from" and delete "tax" and insert "taxes"
8. Page 4, Line 16: After "is" insert "primarily"
9. Page 4, Line 20: Delete "subject to a" and insert "not exempt from" and delete "tax" and insert "taxes"
10. Page 4, Line 21: Delete "provided" and insert "donated" and after "organization to" insert "be primarily used to"
11. Page 5, Line 5: Delete "for" and insert "to be primarily used to conduct" and after "research" delete "conducted"

The motion passed unanimously with Sens. Blackham, Dmitrich and Hillyard absent for the vote.

MOTION: Sen. Stephenson moved to pass the bill with a favorable recommendation.

The motion passed unanimously with Sens. Blackham, Dmitrich and Hillyard absent for the vote.

2. **SJR 13 RESOLUTION ON REVIEW OF TAX COMMISSION CASES** (*H. Stephenson*)

Sen. Stephenson presented the bill to the committee assisted by Mark Buchi, Tax Attorney.

MOTION: Sen. Stephenson moved to adopt SJR 13 1st Sub.

The motion passed unanimously with Sens. Blackham, Dmitrich and Hillyard absent for the vote.

Against bill: Richard McKeown and Pam Hendrickson, State Tax Commission.

For bill: Morris Jackson, Questar, Greg Fredde, Utah Taxpayer Assn., Paul Allen, Franklin Covey

To the bill: Dennis Ayers, Iron County Assessor, Rich Schwermer, Judicial Council,

MOTION: Sen. Montgomery moved to pass the bill with a favorable recommendation.

The motion passed unanimously.

3. **SB 62 DISTRICT COURT REVIEW OF TAX COMMISSION CASES** (*H. Stephenson*)

MOTION: Sen. Stephenson moved to pass the bill with a favorable recommendation.

The motion passed unanimously.

4. **SB 211 SALES TAX - PREPAID CALLING CARDS** (*L. Hillyard*)

Sen. Hillyard presented the bill to the committee.

For Bill: John McNamara, AT&T, Mary Beth McHale, MCI,

MOTION: Sen. Dmitrich moved to pass the bill with a favorable recommendation.

The bill passed unanimously.

5. **SJR 2 RESIDENTIAL PROPERTY TAX AMENDMENTS RESOLUTION** (*H. Stephenson*)

Sen. Stephenson presented the bill to the committee.

Against bill: Greg Fredde, Utah Taxpayer Assn., Dennis Ayers, Iron County Assessor, Lee Gardner, S. L. County Assessor, Juneil Lyon, Utah PTA, Judy Larson, Utah School Boards Assn,

MOTION: Sen. Blackham moved to table the bill with a recommendation to study further.

The motion passed unanimously with Sen. Stephenson voting against.

6. **SB 58 STUDY ON RESIDENTIAL PROPERTY TAX AMENDMENTS** (*H. Stephenson*)

MOTION: Sen. Montgomery moved to pass the bill with a favorable recommendation.

The motion passed unanimously.

7. **HB 175 TAX INCENTIVES FOR ADOPTION AND GUARDIANSHIP** (J. Haymond)

Rep. Haymond presented the bill to the committee.

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

The motion passed unanimously with Sens. Blackham and Poulton absent for the vote.

MOTION: Sen. Montgomery moved to adjourn.

The motion passed unanimously with Sens. Blackham and Poulton absent for the vote.

The meeting adjourned at 9:30 a.m.

Sen. Howard Nielson
Committee Chair

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