Chair Gibson called the meeting to order.

1. Task Force Business

MOTION: Sen. Hillyard moved to approve the minutes. The motion passed with a vote of 7 - 0 - 3.

2. Review of Draft Task Force Legislation

Alex R. Janak, Policy Analyst, Office of Legislative Research and General Counsel, explained the draft legislation and responded to questions from the task force.

2 - Tax Restructuring Revisions Summary

Ryan M. Hunter, Policy Analyst, Office of Legislative Research and General Counsel, further explained the draft legislation and responded to questions from the task force.

2 - "Tax Restructuring Revisions" - 2020FL0838, version 009

2 - Tax Restructuring Revisions Summary

Jonathon C. Ball, Legislative Fiscal Analyst, responded to questions from the task force.

Christine R. Gilbert, Associate General Counsel, Office of Legislative Research and General Counsel, responded to questions from the task force.
John L. Valentine, Chair, Utah State Tax Commission, and Rebecca Rockwell, Commissioner, Utah State Tax Commission, responded to questions from the task force.

George Chapman spoke in opposition to the draft legislation.

Heidi Matthews, President, Utah Education Association, spoke in opposition to the bill.

Nathan Rex spoke in opposition to the provisions regarding intangible property provisions within the draft legislation, and responded to questions from the task force.

Heather Andrews, Americans For Prosperity, spoke in opposition to the draft legislation.

Jeremiah Sniffin, Organizational Specialist, Utah School Employees Association, introduced Tammy Horger, who spoke in opposition to provisions affecting school lunch funding within the draft legislation.

Ryan Anderson spoke in opposition to the public education implications in the draft legislation.

Karece Thompson, Member, Clearfield City Council, expressed concerns about the impacts of the draft legislation for his community and small businesses.

Jennifer Chamberlain expressed concerns with the draft legislation.

Brett Hastings, Utah Legislative Watch, spoke in opposition to a potential special session for the passage of the draft legislation, taxation on services, and responded to questions from the tax force.

Sen. Hillyard assumed the chair.

Steve Hiatt spoke in opposition to the draft legislation and proposed alternative solutions to tax instability.

Alex Cragun, Utahns Against Hunger, passed out a packet stating opposition to the increase of sales tax on food.

Dan Nixon, Self Storage Association, spoke in opposition to the draft legislation.

Rep. Gibson assumed the chair.

Darin Mann, Utah Permaculture Collective, spoke in opposition to the sales tax on food within the draft legislation.

Bob McEntee spoke in opposition to the draft legislation.

Barbara Riddle, President, ChamberWest expressed appreciation with the tax restructuring process, support for certain aspects of the draft legislation, and suggested caution and restraint when considering future changes.

Richard Bay, ChamberWest, added his support to Barbara Riddle’s comments.

Nathan Anderson, Union Pacific Railroad, expressed appreciation with the tax restructuring process, and highlighted potentially overlooked ramifications of the draft legislation.

Martin King spoke in opposition to the draft legislation.

Janalee Tobias spoke in opposition to the draft legislation.

Greg Zenger spoke in opposition to taxation.
Stephanie Clancy expressed concern with government spending and an increased sales tax on food.

Michelle Polish expressed concern over the proposed earned income tax credit in the draft legislation, asked questions to and answered questions from the task force.

Caren Burns spoke in opposition to the draft legislation.

Robert Burch, Utah Black Roundtable, spoke in opposition to the draft legislation.

John Molnar spoke in opposition to the draft legislation.

Michelle Jones spoke in opposition to the draft legislation.

Brock Lyle, Overstock.com, spoke in opposition to the draft legislation as it's currently drafted.

Emily Bell McCormick, The Policy Project, expressed appreciation for the feminine hygiene tax exemption and asked for a minor fix in verbiage.

Chair Gibson opened the task force to discussion.

Andrea Wilko, Jonathan Ball, and Thomas Young provided insight into how the incidence analysis was structured for the draft legislation and responded to questions from the tax force.

Ryan M. Hunter presented on the overall change in tax liability in both previous versions of the draft legislation and it's current form, and responded to questions from the task force.

Alex R. Janak presented three policy options for addressing those facing a tax increase in the current draft legislation.

2 - Tax Restructuring Options

**MOTION:** Rep. Schultz moved to direct chairs to work with staff and Governor's office to identify alternative policy options to include in another draft of the proposed legislation. The motion passed with a vote of 6 - 0 - 4.

- **Yeas-6**
  - Sen. C. Bramble
  - Rep. J. Briscoe
  - Sen. L. Fillmore
  - Rep. F. Gibson
  - Rep. M. Schultz
  - Rep. R. Spendlove

- **Nays-0**

- **Absent-4**
  - Sen. K. Cullimore
  - Sen. L. Hillyard
  - Sen. K. Mayne
  - Rep. T. Quinn

3 . Discussion of Education Funding Alternative

Sen. Ann Millner presented on alternative education funding policy concepts and responded to questions from the task force.

3 - Income Tax Volatility

4 . Other Items/Adjourn

**MOTION:** Sen. Hillyard moved to adjourn.