

**MINUTES OF THE
SENATE REVENUE AND TAXATION STANDING COMMITTEE MEETING**
Room 250, State Capitol
February 26, 2013

Members Present: Sen. Deidre Henderson, Chair
Sen. J. Stuart Adams
Sen. Curtis S. Bramble
Sen. Jim Dabakis
Sen. Gene Davis
Sen. Wayne A. Harper
Sen. Scott K. Jenkins
Sen. Howard A. Stephenson

Members Absent: Sen. John L. Valentine

Staff Present: Mr. Phillip V. Dean, Policy Analyst
Ms. Nancy A. Skidmore, Committee Secretary

A list of visitors and a copy of handouts are filed with the committee minutes.

Chair Henderson called the meeting to order at 8:07 a.m.

Approval of Minutes

There were no minutes to approve.

S.B. 226 Sales and Use Tax Amendments (*W. Harper*)

Sen. Harper introduced and explained the bill.

MOTION: Sen. Harper moved to amend S.B. 226 as follows:

1. Page 15, Lines 450 through 460:

450 (d) (i) "Online advertising" ~~{includes:}~~ means advertising that is
anonymous and passive in nature.
(ii) "Online advertising includes:
451 ~~{(i)}~~ (A) ~~{email communication.}~~ advertising generated as a
result of generic algorithmic functions ~~{that are~~
452 anonymous and passive in nature} ;
453 ~~{(ii)}~~ (B) an advertisement tied to an Internet search engine;
454 ~~{(iii)}~~ (C) a banner advertisement;
455 ~~{(iv)}~~ (D) a click-through advertisement;
456 ~~{(v)}~~ (E) a cost-per-action advertisement;

H.B. 234 Corporate Franchise and Income Tax Fine and Penalty Amendments (*B. Greene*)

Rep. Greene introduced and explained the bill.

MOTION: Sen. Bramble moved to pass H.B. 234 out favorably. The motion passed unanimously, with Sen. Adams absent for the vote.

MOTION: Sen. Bramble moved that H.B. 234 be placed on the Consent Calendar. The motion passed unanimously, with Sen. Adams absent for the vote.

1ST SUB H.B. 62 Display of Prisoner of War and Missing in Action Flag (*J. Westwood*)

Rep. Westwood introduced and explained the bill.

Spoke in favor
of bill: Mr. Ron Lewis, Retired Navy Captain

Spoke against the bill: Mr. Peter Cannon, Retired Army Lieutenant Colonel

MOTION: Sen. Bramble moved to pass 1st Sub. H.B. 62 out with a favorably. The motion passed unanimously, with Sen. Adams absent for the vote.

MOTION: H.B. 246 was not considered.

MOTION: Sen. Davis moved to adjourn the meeting. The motion passed unanimously, with Sen. Adams absent for the vote.

Chair Henderson adjourned the meeting at 9:09 a.m.

Minutes reported by Nancy A. Skidmore, Secretary.

Sen. Deidre M. Henderson, Committee Chair