

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Tuesday, January 14, 2020

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Collins, Vice Chairman Stevenson, Representatives Moyle, Anderst, Chaney, Gestrin, Addis, Dixon, Furniss, Giddings, Nichols, Ricks, Kiska, Ellis, Mason, Necochea

**ABSENT/
EXCUSED:** Representative(s) Moyle

GUESTS: Tom Shaner, Tax Policy Manager, Idaho State Tax Commission (ISTC); and Cynthia Adrian, Income Tax Policy Specialist, ISTC.

Chairman Collins called the meeting to order at 9:02 a.m.

MOTION: **Rep. Necochea** made a motion to approve the minutes of January 8, 2020. **Motion carried by voice vote.**

DOCKET NO. 35-0000-1900: **Tom Shaner**, Tax Policy Manager, ISTC, presented Chapter 35.02.10 of the **Pending Omnibus Rule 35-0000-1900**. Rule 001 edited the taxing authority and made "tax" plural. Rules 002, 004 and 005 were removed because the information was duplicative of information in statute or on the ISTC website. Rule 006 added a reference to separate non-income tax statutes regarding cigarette tobacco. Rules 012, 017, 018, 019, 020 and 023 addressed grammar and style changes. Rule 017 shortened subsection 04 to avoid duplication. Rule 019.03 took out "Idaho State Tax Commission" and replaced it with "Commission." Rules 023 and 024 deleted the words "state" and "tax."

In response to committee questions, **Mr. Shaner** said "Idaho State Tax Commission" was replaced with "Commission" throughout the **Pending Omnibus Rule 35-0000-1900** and in definitions.

Mr. Shaner introduced **Cynthia Adrian**, Income Tax Policy Specialist, to address Chapter 35.02.01 of the **Pending Omnibus Rule 35-0000-1900**. Mr. Shaner reminded the committee that the stand-alone beer chapter was removed from 35.02.01 and put into a new beer and wine chapter. Ms. Adrian said the Illegal Drug Tax Rules, 35.01.13 were deleted entirely, and Rules 002, 004 and 005 were deleted because they were duplicative of statutes or found on the ISTC website. The Department of Financial Management deleted Rule 100 because it was covered elsewhere.

MOTION: **Rep. Ellis** made a motion to approve **Pending Omnibus Rule Docket No. 35-0000-1900**. **Motion carried by voice vote.**

DOCKET NO. 35-0101-1902: **Ms. Adrian** said **Docket No. 35-0101-1902** is a temporary rule that is being extended. The only changes made were edits to incorrect references.

MOTION: **Rep. Anderst** made a motion to approve **Docket No. 35-0101-1902**. **Motion carried by voice vote.**

DOCKET NO. 35-0101-1903: **Ms. Adrian** said **Docket No. 35-0101-1903** contains a table of historical information on the tax rate that is changed yearly to remove the earliest year and add the most recent year. Rule 263 has a table that is also historically changed every year.

MOTION: **Rep. Stevenson** made a motion to approve **Docket No. 35-0101-1903**. **Motion carried by voice vote.**

DOCKET NO. 35-0101-1904: **Ms. Adrian** stated **Docket No. 35-0101-1904** added the statutory requirement to increase the monthly and annual threshold amounts when the cost of living adjustments cumulatively equal or exceed \$5,000.

MOTION: **Rep. Stevenson** made a motion to approve **Docket No. 35-0101-1904**. **Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:32 a.m.

Representative Collins
Chair

Lorrie Byerly
Secretary