

MINUTES
JOINT MEETING
**SENATE LOCAL GOVERNMENT & TAXATION COMMITTEE
HOUSE REVENUE & TAXATION COMMITTEE**

DATE: Tuesday, January 20, 2015

TIME: 3:00 P.M.

PLACE: Lincoln Auditorium WW-2

MEMBERS PRESENT: Chairman Siddoway, Vice Chairman Johnson, Senators McKenzie, Rice, Vick, Bayer, Guthrie, Werk, and Burgoyne
Chairman Collins, Vice Chairman Trujillo, Representatives Moyle, Raybould, Anderson, Anderst, Dayley, Hartgen, Kauffman, Chaney, Nate, Scott, Thompson, Erpelding, Nye, and Rudolph

ABSENT/ EXCUSED: None

NOTE: The sign-in sheet, testimonies and other related materials will be retained with the minutes in the committee's office until the end of the session and will then be located on file with the minutes in the Legislative Services Library.

CONVENED: The meeting was called to order at 3:00 p.m.

PRESENTATION Idaho State Tax Commission

Representative Collins introduced **Commissioner Ken Roberts** of the Tax Commission who gave announcements and introduced Commissioner Richard Jackson, and Commissioner Tom Katsilometes. **Mr. Roberts** also introduced **Michael Chakarun**, Commission Tax Policy Manager. **Mr. Chakarun** gave an overview of the Commission including field offices, statistics, and various divisions. These divisions include: revenue operations, return, processing, audit, collection, property tax, and tax policy. He also highlighted five support units and who they are managed by.

Mr. Chakarun introduced **Cynthia Adrian** who spoke about individual income tax. She discussed general information, tax brackets, and IRS conformity. She reviewed what income is taxable in Idaho. **Ms. Adrian** also explained exemptions, exclusions, deductions, and credits.

Ms. Adrian introduced **Don Williams** who spoke about the motor fuel tax. **Mr. Williams** spoke about the Petroleum Clean Water Trust Fund which details fee, products, exemptions, and suspension. He outlined terminology and taxation, which motor fuels are taxable, how motor fuels are measured and taxed, and lastly who pays the tax and fee. **Mr. Williams** defined a distributor license as well as International Fuel Tax Agreement. He further explained underpayment and overpayment of tax, as well as distribution of taxes and fees.

Mr. Chakarun spoke about product and miscellaneous taxes. He commented on the wine tax and where it goes as well as the beer tax, cigarette tax, tobacco tax, kilowatt-hour tax, and mine license tax.

Mr. Chakarun concluded and answered questions.

ADJOURNED: There being no further business, the meeting adjourned at 4:45

Senator Siddoway
Chair

Amanda McLennan
Secretary