

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Friday, February 26, 2016

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Collins, Vice Chairman Trujillo, Representatives Moyle, Raybould, Anderson, Anderst, Dayley, Hartgen (Hartgen), Kauffman, Chaney, Nate, Scott, Thompson, Erpelding, Nye, Rudolph

**ABSENT/
EXCUSED:** Representative(s) Scott, Thompson

GUESTS: Bob Perkins, Russell Westerberg, John Blakley, AvCenter; Jack Lyman, Idaho Housing Alliance; Ben Davenport, Associated Taxpayers of Idaho; Jonathan Parker, Holland & Hart

Chairman Collins called the meeting to order at 9:00 A.M.

MOTION: **Rep. Trujillo** made a motion to approve the minutes of February 24, 2016. **Motion carried by voice vote.**

RS 24584C1: **Rep. Moyle** presented **RS 24584C1** which deals with how park model homes are taxed, titled and registered. A similar bill was introduced during last session but was unable to pass in the Senate. During the summer, counties and other stakeholders attempted to draft new legislation but were unable to agree. Rep. Moyle would like to introduce this proposed legislation and let those stakeholders work on refining and coming to agreement over the coming summer. This proposed legislation defines "recreational park trailer" in Idaho Code consistent with federal regulations and industry standards and practices. Recreational park trailers, also known as park models or park model recreational vehicles, are temporary quarters intended for recreational, camping, travel or seasonal use. This proposed legislation provides for the titling and registration of these units as recreational vehicles and clarifies how sales tax will be applied. It also provides for the taxation of recreational park trailers as personal property in some instances.

MOTION: **Rep. Trujillo** made a motion to introduce **RS 24584C1**. **Motion carried by voice vote.**

RS 24530: **Rep. Anderst** presented **RS 24530** which proposes granting a sales tax exemption for the sale, lease or purchase of fixed-winged aircraft used under contract with a governmental entity for wildfire activity. He explained this issue was brought to his attention by a constituent who operates a charter flight service and contracts with the state and federal government to fly tactical group supervisors over active wildfires. He was recently contacted by the Idaho State Tax Commission notifying him that he does not qualify for a sales tax exemption on his aircraft. Rep. Anderst requested this proposed legislation be introduced so that this constituent can testify as to why he believes this exemption should be clarified in Idaho Code and is needed to eliminate the disadvantage Idaho aviation businesses encounter when competing with non-residents for these government contracts.

Rep. Nye invoked Rule 38 stating a possible conflict of interest but that he would not be voting on the legislation.

MOTION: **Rep. Anderson** made a motion to introduce **RS 24530**. **Motion carried by voice vote.**

RS 24600: **Rep. Erpelding** presented **RS 24600** related to local governments ability to piggy back onto competitively bid contracts entered into by the state. Current Idaho Code allows local government to participate in and piggy back onto contracts that were competitively bid by the State of Idaho. The National Association of State Procurement Officers competitively bids contracts in which the State of Idaho participates. These contracts have not been accessible to local governments as they were not competitively bid directly to the State but rather to the National Association of State Procurement Officers. This proposed amendment to Idaho Code would outline that any contract let by the Division of Purchasing, competitively bid or not, would be available for use by local governments and political subdivisions. Rep. Erpelding noted this proposed legislation has been discussed with the State Department of Administration and various county commissioners for their concurrence.

MOTION: **Rep. Raybould** made a motion to introduce **RS 24600. Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:10 A.M.

Representative Collins
Chair

Bev Bean
Secretary