

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
10:00 A.M.
Room EW42
Wednesday, January 14, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
	Organizational meeting	

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
Room: EW54
Phone: 332-1125
Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Wednesday, January 14, 2026

TIME: 10:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative Hill

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon call the meeting to order at 10:00 AM.

Chairman Cannon reviewed the procedures and expectations for the committee.

Chairman Cannon introduced himself, the committee secretary **Iryna Moskvina**, and the Page **Kraten Barker**.

Chairman Cannon asked committee members to introduce themselves.

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 10:37 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Tuesday, January 20, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 32920	Sales tax, rebate, developers	Rep. Monks

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Tuesday, January 20, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** None

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

MOTION: **Rep. Cheatum** made a motion to approve the minutes of January 14, 2026.
Motion carried by voice vote.

RS 32920: **Rep. Monks** presented **RS 32920**, he explained the STARs program, which allows developers to build transportation infrastructure at their own expense and then recover those costs through a portion of the new sales tax revenue generated by the project. This approach reduces the financial burden on the state and local governments, speeds up large retail developments, and effectively functions as an interest-free loan to the state. The proposed legislation updates the program's outdated financial thresholds to account for inflation and rising infrastructure costs, ensuring the program remains effective for modern, large-scale projects.

MOTION: **Rep. Raybould** made a motion to introduce **RS 32920**.

Rep. Monks answered questions from the committee regarding whether payments to developers are clearly limited and whether the public-private partnership would create additional costs for the road districts or ITD and whether these costs would be covered by the STAR program. He stated the proposed legislation raises the financial limits but does not change the rules and he explained the infrastructure expenses would arise eventually and coverage for engineering work still needs to be verified.

Committee members also raised questions regarding the program's financial impact, particularly the potential reduction in future tax revenues and how this aligns with growth "paying for itself" and generating additional revenue.

Rep. Berch spoke in support of the motion, while expressing concern about a potential reduction in government revenues in light of the fiscal challenges expected next year, and emphasized the need for further review of the bill with regard to its long-term financial effectiveness.

**VOTE ON
MOTION:**

Motion carried by voice vote.

ADJOURN:

There being no further business to come before the committee, the meeting was adjourned at 9:18 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Thursday, January 22, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
	Budget discussion	Keith Bybee, LSO Christopher Lehosit , LSO
	JFAC budget discussion	Rep. Tanner (14), JFAC Co-Chair

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Thursday, January 22, 2026
TIME: 9:00 A.M.
PLACE: Room EW42
MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch
**ABSENT/
EXCUSED:** Representative(s) Raybould
GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.
Chairman Cannon called the meeting to order at 9:00 AM.
Keith Bybee, Division Manager, Budget and Policy Analyst, Legislative Services Office, presented an overview of the Idaho State Tax Commission Budget.
Christopher Lehosit, Senior Analyst, Budget and Policy Analysis, Legislative Services Office, presented a website resource used to analyze revenue metric and demonstrated how they can be integrated into the state budget
ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:52 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
7:30 A.M.
Room EW42
Friday, January 23, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33071	The annual tax conformity bill	Rep. Ehlers

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon Rep Ehlers
Vice Chairman Weber Rep Monks
Rep Shepherd Rep Raymond
Rep Cheatum Rep Hill
Rep Cornilles Rep Raybould

COMMITTEE SECRETARY

Iryna Moskvina
Room: EW54
Phone: 332-1125
Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Friday, January 23, 2026

TIME: 7:30 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative(s) Cornilles, Barbieri, Berch.

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 7:30 AM.

RS 33071: **Rep. Ehlers** presented **RS 33071**, as the annual tax conformity bill aligning Idaho tax law with recent federal changes, including retroactive application to calendar year 2025. The bill addresses research and development deductions and extends applicable tax benefits to both corporations and individuals. It also prevents double counting of qualified expenses while allowing businesses to choose the tax treatment that provides the greatest benefit.

MOTION: **Rep. Raybould** made a motion to introduce **RS 33071**.

During the hearing, committee members raised concerns about the fiscal note for **RS 33071**, stating that analyses by the Tax Foundation and other states indicate a significantly higher fiscal impact. The bill sponsor responded that the \$155 million estimate applies to personal deductions, while business deductions are already reflected in current revenue forecasts. It was emphasized that further detailed analysis of the fiscal implications should be conducted at subsequent hearings.

VOTE ON MOTION: **Motion carried by voice vote. Rep. Gannon** requested to be recorded as voting **NAY**.

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 7:42 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
10:00 A.M.
Room EW42
Wednesday, January 28, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 32840	Property tax, assessment	Rep. Cheatum

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Wednesday, January 28, 2026

TIME: 10:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative(s) Ehlers.

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 10:00 AM.

MOTION: **Rep. Berch** made a motion to approve the minutes of January 20, 2026, January 22, 2026, and January 23, 2026. **Motion carried by voice vote.**

RS 32840: **Rep. Cheatum** presented **RS 32840**, which makes a technical clarification to **H 436**, enacted last year. The bill addressed urban renewal and allowed fire protection and emergency medical service districts to opt out of urban renewal areas. The added language allows those districts that are not included in urban renewal areas to assess fees on new development.

MOTION: **Rep. Monks** made a motion to introduce **RS 32840**. **Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourn at 10:06 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Thursday, January 29, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33142	Internal revenue code conformity	Rep. Ehlers

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Thursday, January 29, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

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

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

RS 33142: **Rep. Ehlers** presented **RS 33142**, which preserves tax relief for Idaho individuals beginning in 2025 and makes changes to the treatment of research and development expenses for corporations. The bill restores full expensing of R&D expenses starting in 2025, provides transitional provisions for tax years 2022–2024, and prevents double tax benefits.

MOTION: **Rep. Shepherd** made a motion to introduce **RS 33142**.

During the discussion, members debated the accuracy and reliability of the bill's fiscal note, comparing different estimates of its budgetary impact and the methodologies used to produce them. The discussion focused on assumptions related to tax conformity, the treatment of research and development expenses, and the use of a single fiscal estimate for budget planning purposes.

VOTE ON MOTION: **Motion carried by voice vote. Rep. Gannon** requested to be recorded as voting **NAY**.

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:26 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Monday, February 02, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
H 559	Internal revenue code conformity	Rep. Ehlers

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon Rep Ehlers
Vice Chairman Weber Rep Monks
Rep Shepherd Rep Raymond
Rep Cheatum Rep Hill
Rep Cornilles Rep Raybould

COMMITTEE SECRETARY

Iryna Moskvina
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Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Monday, February 02, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

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

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9.00 AM.

H 559: **Rep. Ehlers** presented **H 559**, which brings Idaho's tax code into conformity with federal tax changes and provides tax relief for individual taxpayers. The fiscal note in the amount of \$155 million is reasonable, based on multiple evaluation methodologies, and does not include bonus depreciation, to which Idaho does not conform. The proposed changes are consistent with current budget forecasts and do not result in material deviations from the figures included in the budget.

The committee discussed the fiscal impact of **H 559**, particularly the treatment of research and development expenses for corporate taxpayers. Members raised questions regarding the transition from five-year amortization to full expensing beginning in 2025, the overlap between calendar and fiscal years, and the resulting effect on state revenues. The discussion also addressed budget balance considerations, potential adjustments in future fiscal years, and the reasonableness of the projected fiscal impact estimates.

Public testimony on **H 559** was presented both **in support** and **in opposition**. Supporters were primarily business representatives, taxpayer advocacy organizations, and certified public accountants, emphasizing tax conformity, administrative simplicity, and taxpayer certainty. Opponents included retirees, parents of children with disabilities, healthcare and mental health advocates, faith-based organizations, fiscal policy analysts, and community groups, who raised concerns about revenue losses, budget uncertainty, Medicaid, education funding, and impacts on vulnerable populations.

Ron Nate, President, Idaho Freedom Foundation; **Ken McClure**, Representing the Idaho Society of Certified Public Accountants; **Mark Wynn**, Vice President of Tax, Lamb Weston, CPA; **Miguel Legarreta**, President, Idaho Taxpayers Association, testified **in support** of **H 559**.

Elinor Cheney from the United Women in Faith; **Sally Stone**, retired CPA; **Bonnie M. Pfuff**; **Kathy Tidwell**; **Valerie Slavin**; **Alicia Mondor**; **Georgia Boatman**; **Stan Hall**; **Kendal Shaber**; **Judith M. Roesbery**; **Randy Morris**; **May Roberts**; **Debbie Johnson**; **Beth Markley**, executive director National Alliance on Mental Illness; **Tom Dominick**, Catholic Deacon at St. Mary's Catholic Church; **Donna Carlson**; **Emily Ballantyne**; **Paul Rolig**; **Kayla Dodson**; **Christine Pisani**, testified **in opposition** to **H 559**.

During discussion, committee members expressed both support, including for provisions eliminating taxes on tips and overtime pay, and concerns regarding potential budgetary risks and uncertainty surrounding the fiscal impact.

MOTION: **Rep. Monks** made a motion to send **H 559** to the floor with a **DO PASS** recommendation.

ROLL CALL VOTE: Roll call vote requested by **Rep. Gannon**. **Motion carried by a vote of 12 AYE, 2 NAY and 1 Absent/Exused. Voting in favor** of the motion: **Chairman Cannon, Vice Chairman Weber, Reps. Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Raybould, Shirts, Barbieri, Rasor. Voting in opposition** to the motion: **Reps. Gannon and Berch. Rep. Hill was absent/ excused. Rep. Ehlers** will sponsor the bill on the floor.

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 11:00 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Tuesday, February 03, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
<u>35-0102-2501</u>	Idaho Sales and Use Tax Administrative Rules (ZBR Chapter Rewrite)- Pending Rule	Rep. Weber
<u>35-0106-2501</u>	Hotel/Motel Room and Campground Sales Tax Administrative Rules (ZBR Chapter Rewrite)- Pending Rule	Rep. Weber

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Tuesday, February 03, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

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

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

MOTION: **Rep. Cheatum** made a motion to approve the minutes of January 28, 2026, and January 29, 2026. **Motion carried by voice vote.**

DOCKET NO. 35-0102-2501: **Vice Chairman Weber** presented **Docket No. 35-0102-2501** concerning sales and use tax, which proposes substantial reductions and clarifications to the rule without changing tax policy or state revenues. During the discussion, questions were raised regarding the alignment of provisions related to yard sales with existing statute and the small seller exemption. As a result, the committee postponed consideration to allow the Tax Commission to provide additional clarification and data.

MOTION: **Rep. Monks** made a motion to **hold Docket No. 35-0102-2501** to time certain, Monday, February 9, 2026. **Motion carried by voice vote.**

DOCKET NO. 35-0106-2501: **Vice Chairman Weber** presented **Docket No. 35-0106-2501** relating to hotels, motels, and campgrounds, noting it follows a zero-based regulation approach and reduces the rule by approximately 37% without changing underlying tax policy.

MOTION: **Rep. Raybould** made a motion to approve **Docket No. 35-0106-2501**. **Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:40 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Thursday, February 05, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 32981C1	Taxation, late charges, fees	Rep. Cheatum
H 551	Property tax, assessment	Rep. Cheatum

To submit written testimony, please email hrev@house.idaho.gov, with "Written testimony" and the bill number in the subject line, and include your name, your legislative district, who if anyone you represent, and whether you are for or against the legislation in question, by 4:00 P.M. on the day prior to the hearing. Please limit your testimony to approximately 300 words, or the amount that can be read in 2 minutes.

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Thursday, February 05, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

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

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

RS 32981C1: **Rep. Cheatum** presented **RS 32981C1**, which codifies a decision of the Supreme Court issued last year regarding the distribution of fees and interest on delinquent property taxes, confirming that taxing districts are entitled to receive not only their share of the taxes owed but also the associated fees and interest. The purpose is to ensure clear and consistent application of the law in the future.

MOTION: **Rep. Raybould** made a motion to introduce **RS 32981C1** in the floor. **Motion carried by voice vote.**

H 551: **Rep. Cheatum** and **Alan Dornfest**, property tax policy bureau chief with the property tax division of the Idaho State Tax Commission presented **H 551**, which amends legislation passed last year to clarify how taxable values and levy calculations apply to fire protection and ambulance districts, particularly those opting out of urban renewal areas. The bill addresses omitted language identified during implementation by the Tax Commission to ensure that new construction is treated consistently for districts regardless of when an urban renewal area was formed. The change prevents unintended funding disparities and ensures proper application beginning in the upcoming fiscal year.

MOTION: **Rep. Raymond** made a motion to send **H 551** to the floor with a **DO PASS** recommendation. **Motion carried by voice vote.** **Rep. Cheatum** will sponsor the bill on the floor.

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:11 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Monday, February 09, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33219	Homestead exempt, religious mission	Rep. Pickett
RS 33148	Tax exemptions, data centers	Rep. Bruce Sen. Den Hartog
35-0102-2501	Idaho Sales and Use Tax Administrative Rules (ZBR Chapter Rewrite)- Pending Rule	Philip Johnson, Idaho State Tax Commission

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon

Vice Chairman Weber

Rep Shepherd

Rep Cheatum

Rep Cornilles

Rep Ehlers

Rep Monks

Rep Raymond

Rep Hill

Rep Raybould

Rep Shirts

Rep Barbieri

Rep Rasor

Rep Gannon

Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina

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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Monday, February 09, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative(s) Shepherd, Hill, Barbieri

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

RS 33219: **Rep. Pickett** presented **RS 33219**, which allows individuals who depart on a religious mission to retain their property tax exemption during their absence, providently intend to return to the home as their primary residence. The bill grants such missionaries the same property tax benefits as those afforded to military service members.

MOTION: **Rep. Raymond** made a motion to introduce **RS 33219**. **Motion carried by voice vote.**

RS 33148: **Rep. Bruce** and **Sen. Den Hartog** presented **RS 33148**, which clarifies tax incentives for data centers: the sale tax exemption applies only to server equipment and does not extend to construction materials. It also prohibits the simultaneous use of sales tax and property tax exemptions, aiming to promote tax fairness and ensure adequate revenue for the budget. Lawmakers emphasized that a broader and fairer tax base could create conditions for overall tax rate reductions.

MOTION: **Rep. Shirts** made a motion to introduce **RS 33148**. **Motion carried by voice vote**
Chairman Cannon turned the gavel over to **Vice Chairman Weber**.

**DOCKET NO.
35-0102-2501:** **Philip Johnson** with Idaho State Tax Commission provided responses to the committee's previous questions and clarified provisions removed from **Docket No. 35-0102-2501** due to statutory rewording, including those related to certificates and the distinction between garage sales and small sellers. **Lauren Smyser** with the Division of Financial Management and the Governor's Office explained three bases for initiating rulemaking: the ZBR review schedule, petitions or legislative changes, and temporary rules, emphasizing coordination with agencies and the need for a clear understanding of the process.

MOTION: **Rep. Raybould** made a motion to approve **Docket No. 35-0102-2501**. **Motion carried by voice vote**

Vice Chairman Weber turned the gavel over to **Chairman Cannon**.

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 9:18 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AMENDED AGENDA #1
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Friday, February 13, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33317	Urban renewal financing, withdrawal	Rep. Monks
H 506	Sales tax, rebate, developers	Rep. Monks
RS 33329	Sales tax, rebate, developers	Rep. Monks
H 610	Homestead exempt, religious mission	Rep. Pickett
H 594	Taxation, late charges, fees	Rep. Cheatum

To submit written testimony, please email hrev@house.idaho.gov, with "Written testimony" and the bill number in the subject line, and include your name, your legislative district, who if anyone you present, and whether you are for or against the legislation in question, by 4:00 P.M. on the day prior to the hearing. Please limit your testimony to approximately 300 words, or the amount that can be read in 2 minutes.

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
Room: EW54
Phone: 332-1125
Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Friday, February 13, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

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

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

MOTION: **Rep. Cheatum** made a motion to approve the minutes of February 2, 2026, February 3, 2026, February 5, 2026, and February 9, 2026. **Motion carried by voice vote.**

RS 33317: **Rep. Monks** presented **RS 33317**, which clarifies the rules governing urban renewal district: an agency may not deny a fire district or an ambulance district's request to withdraw if there are no outstanding bonds or written contractual obligations, or if sufficient alternative revenues exist to cover the debts. In essence, this is not a policy change but technical clarification following last year's amendments.

MOTION: **Rep. Cheatum** made a motion to introduce **RS 33317**. **Motion carried by voice vote.**

H 506: **Rep. Monks** presented **H 506**, which addresses the STARS program, and explained that developers are reimbursed only from new sales tax revenues and are limited to actual infrastructure costs. He also clarified the changes in financial thresholds in **H 506** and **RS 33329**. The main difference between them is the lower limit: the bill raises it to \$10 million, while **RS 33329** lowers it to \$5 million with an upper limit of \$100 million.

MOTION: **Rep. Raybould** made a motion to **HOLD H 506** in committee. **Motion carried by voice vote.**

RS 33329: **Rep. Monks** presented **RS 33329**, which relates to the STARS program and changes in the financial thresholds for participation in it. **Rep. Monks** explained the program's logic in detail: developers advance the funding for the necessary road and related infrastructure, after which they can receive partial reimbursement from the new sales tax revenues generated by the respective project. It was emphasized that this concerns new revenue specifically, not a redistribution of existing tax revenues, so there is no impact on current budget flows.

MOTION: **Rep. Raybould** made a motion to introduce **RS 33329** and recommend it be sent directly to the Second Reading Calendar. **Motion carried by voice vote.** **Rep. Monks** will sponsor the bill on the floor.

- H 610:** **Rep. Pickett** presented **H 610**, which clarifies the tax code to allow individuals temporarily absent from their primary residence due to religious service or a mission to retain the homeowner's property tax exemption. It aligns their treatment with that of military service members, including the ability to rent out the home during their absence.
- MOTION:** **Rep. Raybould** made a motion to send **H 610** to the floor with a **DO PASS** recommendation. **Motion carried by voice vote.** **Rep. Pickett** will sponsor the bill on the floor.
- H 594:** **Rep. Cheatum** presented **H 594**, which codifies a Supreme Court decision regarding the distribution of fees and interest on delinquent property tax collections. The bill established that these funds must be returned to the jurisdictions that assess the respective property fees, in order to eliminate legal uncertainty in the future. The bill was supported by **Annette Dygert** representative of the Idaho Association of County Treasurers and **Leon Duce**, City Administrator of Rathdrum.
- MOTION:** **Rep. Raybould** made a motion to send **H 594** to the floor with a **DO PASS** recommendation. **Motion carried by voice vote.** **Rep. Cheatum** will sponsor the bill on the floor.
- ADJOURN:** There being no further business to come before the committee, the meeting was adjourn at 9:44 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Tuesday, February 17, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33364	Rule approval, tax commission	Rep. Weber
RS 33397	Rate-regulated utilities	Rep. Ehlers

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon

Vice Chairman Weber

Rep Shepherd

Rep Cheatum

Rep Cornilles

Rep Ehlers

Rep Monks

Rep Raymond

Rep Hill

Rep Raybould

Rep Shirts

Rep Barbieri

Rep Rasor

Rep Gannon

Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina

Room: EW54

Phone: 332-1125

Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Tuesday, February 17, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative(s) Cornilles, Raymond, Raybould, Berch

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

RS 33364: **Rep. Weber** presented **RS 33364**, concerning the administrative rules of the State Tax Commission, which were reviewed and approved by the Revenue and Taxation Committee.

MOTION: **Rep. Shirts** made a motion to introduce **RS 33364**.

**SUBSTITUTE
MOTION:** **Rep. Barbieri** made a substitute motion to introduce **RS 33364** and recommend it be sent directly to the Second Reading Calendar. **Motion carried by voice vote.**
Rep. Weber will sponsor the bill on the floor.

RS 33397: **Rep. Ehlers** presented **RS 33397**, which adjust reporting timelines to align with the property tax payment schedule and prevent zero assessments that could shift costs to other taxpayers.

MOTION: **Rep. Shepherd** made a motion to introduce **RS 33397**. **Motion carried by voice vote.**

Chairman Cannon recognized the Committee Page for the first half of the Legislative Session, **Kraten Barker**.

ADJOURN: There being no further business to come before the committee, the meeting was adjourn at 9:14 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AMENDED AGENDA #1
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Thursday, February 19, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33462	Federal tax credit scholarship program	Rep. Pickett
RS 33002	Sales tax exemption, Salvation Army	Rep. Cornilles
RS 33398	Income taxes, partnerships	Rep. Ehlers
RS 33417C1	Green energy tax revenue	Rep. Fuhriman

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
Room: EW54
Phone: 332-1125
Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Thursday, February 19, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

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

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

MOTION: **Rep. Shirts** made a motion to approve the minutes of February 13, 2026. **Motion carried by voice vote.**

RS 33462: **Rep. Pickett** presented **RS 33462**, concerns Idaho's intent to participate in the Federal Education Freedom Tax Credit by establishing the appropriate accounting mechanism and designating scholarship-granting organizations. It proposes a dollar-for-dollar tax credit of up to \$1700 per year for donors. During the discussion, committee members expressed concerns about the potential impact of the bill on the state's General Fund and requested clarification on how the program would avoid creating a financial burden for Idaho. The sponsor clarified that the measure pertains solely to a federal tax credit and merely declares Idaho's readiness to participate, without any direct effect on the General Fund.

MOTION: **Rep. Monks** made a motion to introduce **RS 33462** and recommend it be sent directly to the Second Reading Calendar.

SUBSTITUTE MOTION: **Rep. Berch** made a substitute motion to introduce **RS 33462**.

ROLL CALL VOTE ON SUBSTITUTE MOTION: **Chairman Cannon** called for a roll call vote on the substitute motion. **Substitute motion failed by a vote of 3 AYE, 10 NAY and 2 Absent/Exused. Voting in favor of the motion: Reps. Shepherd, Barbieri, Berch. Voting in opposition to the motion: Chairman Cannon, Reps. Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Rasor. Rep. Weber and Gannon was absent/exused.**

VOTE ON ORIGINAL MOTION: **Chairman Cannon** called for a vote on the original motion to introduce **RS 33462** and recommend it be sent directly to the Second Reading Calendar. **Motion carried by voice vote. Reps. Shepherd, Barbieri and Berch** requested to be recorded as voting **NAY**. **Rep. Pickett** will sponsor the bill on the floor.

RS 33002: **Rep. Cornilles** presented **RS 33002**, concerns a potential adjustment to The Salvation Army's tax status to ensure the proper application of sales tax deductions/exemptions. Consideration was deferred to allow for revisions to the fiscal note and alignment of exemption criteria, in order to avoid impacts on the General Funds and the creation precedents.

MOTION: **Rep. Raymond** made a motion to introduce **RS 33002**. **Motion carried by voice vote.**

- RS 33398:** **Rep. Ehlers** presented **RS 33398**, concerns implementing in Idaho a partnership-level audit procedure, aligned with the federal IRS model, to improve audit efficiency. The bill establishes a mandatory framework for partnerships with 100 or more partners and provides an optional election for smaller partnerships.
- MOTION:** **Rep. Cheatum** made a motion to introduce **RS 33398**. **Motion carried by voice vote.**
- RS 33417C1:** **Rep. Fuhriman** presented **RS 33417C1**, which provides a technical adjustment to the method of distributing tax revenues derived from geothermal and wind energy facilities among taxing districts. The changes are intended to ensure that school districts without an active supplemental levy rate can still participate in the allocation of these revenues. It proposes using the county levy rate by default if a school district has not adopted a supplemental levy.
- MOTION:** **Rep. Raybould** made a motion to introduce **RS 33417C1**. **Motion carried by voice vote.**
- ADJOURN:** There being no further business to come before the committee, the meeting was adjourn at 9:23 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Monday, February 23, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33303	Sales tax exemp., review, expire	Rep. Rubel

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
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Phone: 332-1125
Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Monday, February 23, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative(s) Raybould, Gannon

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

RS 33303: **Rep. Rubel** presented **RS 33303**, which proposes implementing a systematic, phased review of existing sales tax exemptions, including an analysis of their fiscal impact and the rationale for their continuation. During the discussion, committee members debated the workload on LSO, the potential need for additional staff, and the mechanism for the automatic expiration of exemptions after a defined period. Different viewpoints were also expressed regarding the risk of an automatic tax increase if exemptions are not renewed, as well as the importance of regular reviews for the state's fiscal responsibility.

MOTION: **Rep. Weber** made a motion to introduce **RS 33303**. **Motion carried by voice vote.** **Reps. Shepherd, Monks, Raymond** requested to be recorded as voting **NAY**.
Chairman Cannon introduced the Committee Page for the second half of the Legislative Session, **Colin Chou**.

ADJOURN: There being no further business to come before the committee, the meeting was adjourn at 9:18 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
9:00 A.M.
Room EW42
Tuesday, February 24, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33370C1	Sales tax, exemptions, small seller	Rep. Monks
RS 33474	Low-income property tax exemption	Rep. Weber

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
Room: EW54
Phone: 332-1125
Email: hrev@house.idaho.gov

MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Tuesday, February 24, 2026

TIME: 9:00 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** None

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 9:00 AM.

MOTION: **Rep. Raybould** made a motion to approve the minutes of February 17, 2026 and February 19, 2026. **Motion carried by voice vote.**

RS 33370C1: **Rep. Monks** presented **RS 33370C1**, which clarifies the sales tax treatment of casual and small sellers, including yard sales, income thresholds, and the obligation to collect tax once specified limits are exceeded. It also specifies that small sellers must still pay sales tax on retail purchases of goods. The discussion focused on responsibility and eligibility in multi-party yard sales, as well as inconsistencies in the statutory language related to the \$5,000 and \$7,500 thresholds.

MOTION: **Rep. Raybould** made a motion to introduce **RS 33370C1**.

**UNANIMOUS
CONSENT
REQUEST:** **Rep. Raybould** made a unanimous consent request to withdraw her motion. There being no objection the request was granted.

MOTION: **Rep. Raybould** made a motion to return **RS 33370C1** to the sponsor. **Motion carried by voice vote.**

RS 33474: **Rep. Weber** and **Jason Kreizenbeck** from Lobby Idaho, presented **RS 33474**, which proposes to authorize county commissioners to grant a discretionary property tax exemption for specific low-income and workforce housing projects. The discussion centered on the potential fiscal impact, the lack of precise estimates in the fiscal note, and whether the exemption would ensure affordability rather than market-rate pricing. Members also clarified that the exemption applies only to property taxes and would be considered on a project-by-project basis.

MOTION: **Rep. Monks** made a motion to introduce **RS 33474**. **Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourn at 9:23 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary

AGENDA
HOUSE REVENUE & TAXATION COMMITTEE
8:30 A.M.
Room EW42
Thursday, February 26, 2026

For members of the public to observe the meeting, please click on the following link:
<https://www.idahoptv.org/shows/idahoinsession/ew42/>

SUBJECT	DESCRIPTION	PRESENTER
RS 33066	Health care sharing ministries	Sen. Toews
H 733	Income taxes, partnerships	Rep. Ehlers

To submit written testimony, please email hrev@house.idaho.gov, with "Written testimony" and the bill number in the subject line, and include your name, your legislative district, who if anyone you represent, and whether you are for or against the legislation in question, by 4:00 P.M. on the day prior to the hearing. Please limit your testimony to approximately 300 words, or the amount that can be read in 2 minutes.

If you have written testimony, please provide a copy to the committee secretary.

COMMITTEE MEMBERS

Chairman Cannon
Vice Chairman Weber
Rep Shepherd
Rep Cheatum
Rep Cornilles

Rep Ehlers
Rep Monks
Rep Raymond
Rep Hill
Rep Raybould

Rep Shirts
Rep Barbieri
Rep Rasor
Rep Gannon
Rep Berch

COMMITTEE SECRETARY

Iryna Moskvina
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MINUTES
HOUSE REVENUE & TAXATION COMMITTEE

DATE: Thursday, February 26, 2026

TIME: 8:30 A.M.

PLACE: Room EW42

MEMBERS: Chairman Cannon, Vice Chairman Weber, Representatives Shepherd, Cheatum, Cornilles, Ehlers, Monks, Raymond, Hill, Raybould, Shirts, Barbieri, Rasor, Gannon, Berch

**ABSENT/
EXCUSED:** Representative(s) Cornilles, Raymond, Raybould, Gannon, Berch

GUESTS: The sign-in sheet will be retained in the committee secretary's office; following the end of session the sign-in sheet will be filed with the minutes in the Legislative Library.

Chairman Cannon called the meeting to order at 8:30 AM.

H 733: **Rep. Ehlers** and **Kenneth R McClure** presented **H 733**. This bill aligns Idaho's partnership audit procedures with the federal model by allowing audits and tax adjustments to be handled at the partnership level rather than requiring amended returns from each individual partner. The legislation is intended to streamline administration, reduce burdens on taxpayers and the Idaho State Tax Commission, and improve efficiency, particularly for large or multistate partnerships. During the hearing, members discussed interstate implications, the impact on K-1 recipients, and how the bill would apply to pass-through entities such as LLCs and S corporations.

Kenneth R. McClure from Idaho Society of CPA's and **Jacob Zwygart** partner CPA firm, testified **in support** of **H 733**.

MOTION: **Rep. Shirts** made a motion to sent **H 733** to the floor with a **DO PASS** recommendation. **Motion carried by voice vote.** **Rep. Ehlers** will sponsor the bill on the floor.

RS 33066: **Sen. Toews** presented **RS 33066**, which clarifies that contributions to healthcare sharing ministries qualify as eligible medical expenses under Idaho Medical Savings Accounts (MSAs). This allows MSA funds to be used for such contributions and enables account holders to receive the associated tax benefits.

MOTION: **Rep. Shirts** made a motion to introduce **RS 33066.** **Motion carried by voice vote.**

MOTION: **Rep. Shirts** made a motion to approve the minutes of February 23, 2026 and February 24, 2026. **Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourn at 8:52 AM.

Representative Cannon
Chair

Iryna Moskvina
Secretary