

ARIZONA STATE SENATE

51ST LEGISLATURE
FIRST REGULAR SESSION

MINUTES OF COMMITTEE ON FINANCE

DATE: January 23, 2013 **TIME:** 2:00 p.m. **ROOM :** SHR 3

CHAIRMAN: Senator Steve Yarbrough **VICE-CHAIRMAN:** Senator Bob Worsley

ANALYST: Bill Ritz **INTERN:** Mark Ryan

ASSISTANT ANALYST: David Fernandez **COMMITTEE SECRETARY:** Toy Brown

ATTENDANCE

BILLS

| <u>Committee Members</u> | <u>Pr</u> | <u>Ab</u> | <u>Ex</u> | <u>Bill Number</u> | <u>Disposition</u> |
|--------------------------------|-----------|-----------|-----------|--------------------|--------------------|
| Senator Cajero Bedford | X | | | SB 1028 | HELD |
| Senator Crandall | X | | | SB 1047 | DP |
| Senator Farley | X | | | | |
| Senator Meza | X | | | | |
| Senator Reagan | X | | | | |
| Senator Worsley, Vice-Chairman | X | | | | |
| Senator Yarbrough, Chairman | X | | | | |

EXECUTIVE NOMINATIONS

| <u>Name</u> | <u>Position</u> | <u>Recommendation</u> |
|-------------------|---|-----------------------|
| Jeffrey M. Tyne | Member, Arizona State Retirement System Board | CONFIRMATION |
| Amy W. Fellner | Member, State Board of Tax Appeals | CONFIRMATION |
| Derrick R.E. Doba | Member, State Board of Tax Appeals | CONFIRMATION |

PRESENTATIONS

TPT Simplification Task Force recommendations by Michael Hunter, Director of Policy, Office of the Governor

Chairman Yarbrough called the meeting to order at 2:01 p.m. and attendance was taken.

STAFF INTRODUCTION

The following staff introductions were made:

Bill Ritz, Finance Committee Research Analyst
David Fernandez, Finance Committee Assistant Research Analyst
Mark Ryan, Finance Committee Research Intern
Reed Spangler, Republican Staff Policy Advisor
Melissa Woodin, Republican Staff Intern
John Fetherston, Democratic Staff Policy Advisor
Jessica Wicks, Democratic Staff Intern
Toy Brown, Committee Secretary
Sanaa Hamid, Page
John Baumer, Page

ADOPTION OF COMMITTEE RULES

Senator Worsley moved the Committee Rules, as distributed, be adopted (Attachment A). The motion CARRIED by voice vote.

APPOINTMENT OF COMMITTEE OF REFERENCE

Senator Yarbrough appointed the following Committee members to the Committee of Reference:

**Senator Yarbrough, Chairman
Senator Cajero Bedford
Senator Meza
Senator Reagan
Senator Worsley**

EXECUTIVE NOMINATIONS

Jeffrey M. Tyne, Member, Arizona State Retirement System Board – CONFIRMATION RECOMMENDED

Mr. Tyne gave an overview of his resume.

Senator Worsley moved the Committee on Finance recommend to the full Senate the CONFIRMATION of Jeffrey M. Tyne as a Member of the Arizona State Retirement System Board. The motion CARRIED with a roll call vote of 7-0-0 (Attachment 1).

Amy W. Fellner, Member, State Board of Tax Appeals – CONFIRMATION RECOMMENDED

Ms. Fellner gave an overview of her resume.

Senator Worsley moved the Committee on Finance recommend to the full Senate the CONFIRMATION of Amy W. Fellner as a Member of the State Board of Tax Appeals. The motion CARRIED with a roll call vote of 7-0-0 (Attachment 2).

Derrick R.E. Doba, Member, State Board of Tax Appeals – CONFIRMATION RECOMMENDED

Mr. Doba gave an overview of his resume.

Senator Worsley moved the Committee on Finance recommend to the full Senate the CONFIRMATION of Derrick R.E. Doba as a Member of the State Board of Tax Appeals. The motion CARRIED with a roll call vote of 7-0-0 (Attachment 3).

CONSIDERATION OF BILLS

SB 1028 – municipal TPT exemption; leases; LLC – HELD

Senator Yarbrough announced that SB 1028 would be HELD.

SB 1047 – mortgage insurance; repeal coverage limitation – DO PASS

Bill Ritz, Finance Committee Research Analyst, explained SB 1047 and answered questions posed by the Committee.

J. Michael Low, Attorney, Mortgage Insurance Companies of America, testified in support of SB 1047 and answered questions posed by the Committee.

Senator Worsley moved SB 1047 be returned with a DO PASS recommendation. The motion CARRIED with a roll call vote of 7-0-0 (Attachment 4).

PRESENTATIONS

Michael Hunter, Director of Policy, Office of the Governor, distributed handouts entitled "TPT Simplification Task Force: Final Recommendations" (Attachment B) and "Transaction Privilege Tax Simplification Task Force Final Report" (Attachment C). Mr. Hunter gave a powerpoint presentation and answered questions posed by the Committee.

Linda Stanfield, Owner, Benjamin Franklin Plumbing and Member, TPT Simplification Task Force, discussed the task force recommendations.

Attached is a list noting the individuals who registered their position on the agenda items (Attachment D).

There being no further business, the meeting was adjourned at 3:29 p.m.

Respectfully submitted,

Toy Brown
Committee Secretary

(Audio recordings and attachments on file in the Secretary of the Senate's Office/Resource Center, Room 115. Audio archives are available at <http://www.azsenate.gov>)