



MEMBERS:  
SEN GILBERT,  
MAJORITY VICE CHAIR  
SEN. JANSEN  
SEN. PAPPAGEORGE  
SEN. JACOBS, MINORITY VICE CHAIR  
SEN. WHITMER  
SEN. CHERRY

STATE OF MICHIGAN  
THE SENATE  
FINANCE COMMITTEE  
SENATOR NANCY CASSIS  
CHAIR

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## MINUTES

A meeting of the Senate Committee on Finance was held on Thursday, June 4, 2009, at 11:40 a.m. in the Farnum Building, Room 110.

Committee members present: Cassis (C), Gilbert (Maj. VC), Jansen, Pappageorge, Jacobs (Min VC), Whitmer, Cherry.

Committee members absent: None

Senator Cassis gave opening remarks regarding the order of business:

- HB 4514 Rep. Lahti - Income tax; credit; eligibility for state earned income tax credit; require taxpayer to be resident for at least 6 months.
- SB 198 Sen. McManus - Use tax; exemptions; industrial processing exemption for certain sawmill operations; provide for.
- SB 219 Sen. Pappageorge - Michigan business tax; tax base; exclusion of certain royalty and interest payments made to a foreign person from the business income tax base; provide for.

Representative Lahti sponsor of HB4514 gave brief statements explaining the bill. Representative Lahti then answered questions from committee members.

Larry Steckelberg representing the Michigan Department of Treasury submitted a testimony card in support of HB4514 but did not wish to speak.

Senator Gilbert moved, and Senator Jacobs seconded, that the committee report HB4514 with favorable recommendation and immediate effect.

Yeas: Cassis, Gilbert, Jansen, Jacobs, Whitmer, Cherry

Nays: None

The motion prevailed

(Testimony Only)

Senator McManus bill sponsor of SB198 gave brief statements explaining the bill. Senator McManus then answered questions from committee members.

Jim Maeder representing Maeder Brothers Incorporated gave both verbal and written testimony in support of SB198.

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Tom Barnes representing the Michigan Association of Timberman gave both verbal and written testimony in support of SB198.

The following individuals submitted testimony cards in support of SB198 but did not wish to speak:

Amanda Radaz representing the National Federation of Independent Businesses

Matt Smego representing the Michigan Farm Bureau

Scott Schragger representing the Michigan Department of Treasury submitted a testimony card in opposition of SB198 as written but did not wish to speak.

Senator Pappageorge bill sponsor of SB219 gave both verbal and written testimony explaining the bill. Senator Pappageorge then answered questions from committee members.

Kim Lindsey-Feagin representing Robert Bosch LLC gave verbal testimony in support of SB219. Ms. Lindsey-Feagin then answered questions from committee members.

The following individuals submitted testimony cards in support of SB219 but did not wish to speak:

Janice Manston, Director State and Local Taxes representing Daimler North America Corp.

David Dickson, Director of Tax representing Nestle Waters North America Inc.

David Parker representing Gerber Products

Jim Jackson, State Tax Counsel representing Akzo Nobel Coatings

Jim Holcomb representing the Michigan Chamber of Commerce

Scott Schragger representing the Michigan Department of Treasury

Randy Gross representing the Michigan Manufacturers Association

Senator Jansen motioned, and Senator Pappageorge seconded, that the committee report SB219 with favorable recommendation and immediate effect.

Yeas: Cassis, Gilbert, Jansen, Pappageorge, Jacobs, Whitmer, Cherry

Nays: None

The motion prevailed.

Senator Cassis adjourned the meeting without objection at 12:08 p.m.

Respectfully submitted,

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Committee Clerk

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Chairperson

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Date approved by the Committee