

2021 SENATE FINANCE AND TAXATION

SB 2213

2021 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

SB 2213
1/27/2021

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date.

Chair Bell calls the meeting to order. Chair Bell, Vice Chair Kannianen, Senators Meyer, J. Roers, Patten, Piepkorn, Weber are present. [09:30]

Discussion Topics:

- Disabled veterans tax credit
- Qualifications of a disabled veteran
- Number of individuals using the program
- Budget information and implications
- Homestead Tax Credit

Senator Dever [9:31] introduces bill and provides oral testimony in favor.

Mark Landis [9:36], President, Professional Veterans Advocates of North Dakota provides testimony in favor #3753.

Lamar Kruckenberg [9:44] provides oral testimony in favor.

Senator Dever [9:45] provides additional oral veterans tax credit budget information.

Kim Vietmeier, [9:48] Tax Department provides oral information regarding tax credit usage.

Senator Dever [9:53] provides additional data.

Additional written testimony:

Senator Marcellais testimony in support #2514.

Jim Nelson, North Dakota Veterans Legislative Council testimony in support #3622.

Chair Bell adjourns the meeting. [09:58]

Chair Bell calls meeting to order for committee work [11:07]

Committee discussion.

Chair Bell adjourns the meeting [11:24]

Joel Crane, Committee Clerk

SENATE BILL 2213

**Testimony before the North Dakota Senate
Finance and Taxation Committee**

By

**Mark Landis
Burleigh County Veterans Service Officer**

January 27, 2021

Madame Chair, members of the committee, good morning. My name is Mark Landis. I have been the veterans service officer in Burleigh County for 17 years and currently serve as president of the Professional Veterans Advocates of North Dakota.

I am here to support Senate Bill 2213, which would provide an inflationary adjustment to the existing disabled veterans property tax credit. Thank you for this opportunity to provide testimony. I would also like to thank Senator Dever for bringing this bill forward.

The disabled veterans property tax exemption was established by an act of the North Dakota Legislature in 2007. Initially, the exemption was applied to the first \$5,400 of taxable valuation of residential property. In 2013, the legislature increased the exemption to apply to the first \$6,750 of taxable valuation, which equates to \$150,000 true and full value. In 2015, the legislature changed terminology from "exemption" to "credit."

If this bill is passed, the credit would be raised to \$11,250 of taxable valuation, or \$250,000 true and full value. In 2020, the average true and full value of a home in the City of Bismarck was \$260,600.

It has been eight years since an inflationary adjustment has been applied to the disabled veterans property tax credit. The numbers support an adjustment to the credit at this time.

I respectfully request you to vote "do pass" on this bill in order to align the dollar amounts with the current market and prevent erosion of this very popular program.

This concludes my prepared remarks. I will stand for your questions.



NORTH DAKOTA SENATE

STATE CAPITOL
600 EAST BOULEVARD
BISMARCK, ND 58505-0360

#2514



Senator Richard Marcellais

District 9
301 Laite Loop NE
Belcourt, ND 58316-3877

R: 701-477-8985
B: 701-477-8985
C: 701-278-0632
F: 701-477-8985
rmarcellais@nd.gov

COMMITTEES:

Education
Government and Veterans Affairs

SB 2213 Testimony

Senate Finance & Taxation Committee

Room Fort Totten 1/27/21 @ 9:30 am

Chairwomen Bell members of the Senate Finance & Taxation Committee for the record my name is Senator Richard Marcellais, District 9, Rolette County.

Relating to the property tax credit for disabled veterans.

I am in favor of SB 2213.

#3622

The North Dakota Veterans Legislative Council is in support of this legislation and urges your yes vote Thank you

2021 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

SB 2213
2/1/2021

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date.

Chair Bell calls the meeting to order. Chair Bell, Vice Chair Kannianen, Senators Meyer, J. Roers, Patten, Piepkorn, Weber are present. [11:00]

Discussion Topics:

- \$9,000 property tax credit

Senator Patten [11:01] hands out amendment [LC 21.0590.01001]

Senator Patten [11:04] moved the amendment
Senator Meyer second

Senators	Vote
Senator Jessica Bell	Y
Senator Jordan Kannianen	Y
Senator Scott Meyer	Y
Senator Dale Patten	Y
Senator Merrill Piepkorn	Y
Senator Jim Roers	Y
Senator Mark Weber	Y

Motion passes 7-0-0

Senator Patten [11:05] moves DO PASS AS AMENDED and re-refer to appropriations. [LC 21.0590.01001]

Senator Meyer second

Senators	Vote
Senator Jessica Bell	N
Senator Jordan Kannianen	N
Senator Scott Meyer	Y
Senator Dale Patten	Y
Senator Merrill Piepkorn	Y
Senator Jim Roers	Y
Senator Mark Weber	Y

Motion carries 5-2-0

Senator Patten carries

Chair Bell adjourns the meeting [11:15]

Joel Crane, Committee Clerk

January 27, 2021

CS
21
1041

PROPOSED AMENDMENTS TO SENATE BILL NO. 2213

Page 1, line 14, replace "eleven" with "nine"

Page 1, line 14, remove "two hundred fifty"

Page 1, line 24, replace "eleven" with "nine"

Page 1, line 24, remove "two hundred fifty"

Page 2, line 4, replace "eleven" with "nine"

Page 2, line 4, remove "two hundred fifty"

Renumber accordingly

REPORT OF STANDING COMMITTEE

SB 2213: Finance and Taxation Committee (Sen. Bell, Chairman) recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends **DO PASS** and **BE REREFERRED** to the **Appropriations Committee** (5 YEAS, 2 NAYS, 0 ABSENT AND NOT VOTING). SB 2213 was placed on the Sixth order on the calendar.

Page 1, line 14, replace "eleven" with "nine"

Page 1, line 14, remove "two hundred fifty"

Page 1, line 24, replace "eleven" with "nine"

Page 1, line 24, remove "two hundred fifty"

Page 2, line 4, replace "eleven" with "nine"

Page 2, line 4, remove "two hundred fifty"

Renumber accordingly

2021 SENATE APPROPRIATIONS

SB 2213

2021 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee Roughrider Room, State Capitol

SB 2213
2/5/2021
Senate Appropriations Committee

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans

Senator Holmberg opened the hearing at 8:28 a.m.

Senators present: **Holmberg, Krebsbach, Wanzek, Bekkedahl, Poolman, Erbele, Dever, Oehlke, Rust, Davison, Hogue, Sorvaag, Mathern, and Heckaman.**

Discussion Topics:

- Property tax credit
- Married Disabled Veterans

Senator Dever, District 32, introduced the bill.

Mark Landis, Veterans Service Officer, Burleigh County, testified in favor and submitted testimony #5398.

Additional written testimony: #5465

Chairman Holmberg closed the hearing at 8:39 a.m.

Rose Laning, Committee Clerk

SENATE BILL 2213**Testimony before the North Dakota Senate
Appropriations Committee****By****Mark Landis
Burleigh County Veterans Service Officer****February 5, 2021**

Mister Chairman, members of the committee, good morning. My name is Mark Landis. I have been the veterans service officer in Burleigh County for 17 years and currently serve as president of the Professional Veterans Advocates of North Dakota.

I am here to support Senate Bill 2213, which would provide an inflationary adjustment to the existing disabled veterans property tax credit. Thank you for this opportunity to provide testimony. I would also like to thank Senator Dever for bringing this bill forward.

If this bill is passed as amended, the credit would be raised to \$9,000 of taxable valuation, or \$200,000 true and full value. In 2020, the average true and full value of a home in the City of Bismarck was \$260,600.

It has been eight years since an inflationary adjustment has been applied to the disabled veterans property tax credit. The numbers support an adjustment to the credit at this time.

I respectfully request you to vote “do pass” on this bill without further amendments in order to bring the dollar amounts closer to the current market and prevent further erosion of this very popular program.

This concludes my prepared remarks. I will stand for your questions.

February 4th, 2021

Senate Appropriations Committee

Senate Bill 2213

Mister Chairman, members of the committee, good morning.

My name is Marie Horning I am an Assessor in North Dakota and recipient of the Veteran's Credit.

As an Assessor and resident of Burleigh county I have seen home values increase every year. Increasing the credit to \$9,000 will help keep the credit in line with current home values.

I ask that you vote "Do Pass" on this bill.

Sincerely,

Marie Horning

2021 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee Roughrider Room, State Capitol

SB 2213
2/18/2021
Senate Appropriations Committee

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date

Chairman Holmberg opened the hearing at 9:00 a.m.

Senators present: Holmberg, Krebsbach, Wanzek, Bekkedahl, Poolman, Erbele, Dever, Oehlke, Rust, Davison, Hogue, Sorvaag, Mathern, and Heckaman.

Senator Dever moved DO PASS

Senator Bekkedahl seconded the motion

Senators		Senators	
Senator Holmberg	Y	Senator Hogue	Y
Senator Krebsbach	Y	Senator Oehlke	Y
Senator Wanzek	Y	Senator Poolman	Y
Senator Bekkedahl	Y	Senator Rust	Y
Senator Davison	Y	Senator Sorvaag	Y
Senator Dever	Y	Senator Heckaman	Y
Senator Erbele	Y	Senator Mathern	Y

Motion Passes 14-0-0.

Senator Patten will carry the bill.

Chairman Holmberg closed the hearing at 9:03 a.m.

Rose Laning, Committee Clerk

REPORT OF STANDING COMMITTEE

SB 2213, as engrossed: Appropriations Committee (Sen. Holmberg, Chairman)
recommends **DO PASS** (14 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING).
Engrossed SB 2213 was placed on the Eleventh order on the calendar.

2021 HOUSE FINANCE AND TAXATION

SB 2213

2021 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Room JW327E, State Capitol

SB 2213
3/15/2021

A bill relating to the property tax credit for disabled veterans.

Chairman Headland opened the hearing at 10:13am.

Representatives	Present
Representative Craig Headland	Y
Representative Vicky Steiner	Y
Representative Dick Anderson	Y
Representative Glenn Bosch	Y
Representative Jason Dockter	Y
Representative Sebastian Ertelt	Y
Representative Jay Fisher	Y
Representative Patrick Hatlestad	Y
Representative Zachary Ista	Y
Representative Tom Kading	Y
Representative Ben Koppelman	Y
Representative Marvin E. Nelson	Y
Representative Nathan Toman	Y
Representative Wayne A. Trottier	Y

Discussion Topics:

- Disabled veterans tax credit
- Property tax credit

Senator Dever introduced bill (no written testimony).

Mark Landis, Burleigh County Veterans Service Officer, support (no written testimony).

Representative Dockter made a motion for a DO PASS AND REREFER TO APPROPRIATIONS.

Representative Fisher seconded the motion.

Roll call vote:

Representatives	Vote
Representative Craig Headland	Y
Representative Vicky Steiner	Y
Representative Dick Anderson	Y
Representative Glenn Bosch	Y
Representative Jason Dockter	Y

Representative Sebastian Ertelt	N
Representative Jay Fisher	Y
Representative Patrick Hatlestad	Y
Representative Zachary Ista	Y
Representative Tom Kading	Y
Representative Ben Koppelman	Y
Representative Marvin E. Nelson	Y
Representative Nathan Toman	Y
Representative Wayne A. Trottier	Y

Motion carried 13-1-0

Representative Trottier is the bill carrier.

Additional written testimony:

Jim Nelson, Legislative Director/President with North Dakota Veterans Legislative Council, support #8999.

Chairman Headland closed the hearing at 10:22am.

Mary Brucker, Committee Clerk

REPORT OF STANDING COMMITTEE

SB 2213, as engrossed: Finance and Taxation Committee (Rep. Headland, Chairman)
recommends **DO PASS** and **BE REREFERRED** to the **Appropriations Committee**
(13 YEAS, 1 NAY, 0 ABSENT AND NOT VOTING). Engrossed SB 2213 was
rereferred to the **Appropriations Committee**.

Committee Members

The North Dakota Veterans Legislative Council Supports this bill and urges your passage of this legislation.

Jim Nelson Legislative Director and President of NDVLC

2021 HOUSE APPROPRIATIONS

SB 2213

2021 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee Brynhild Haugland Room, State Capitol

SB 2213
3/22/2021

BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date.

9:50 Chairman Delzer- Opened the meeting for SB 2213

Attendance	P/A
Representative Jeff Delzer	P
Representative Keith Kempenich	P
Representative Bert Anderson	P
Representative Larry Bellew	P
Representative Tracy Boe	A
Representative Mike Brandenburg	A
Representative Michael Howe	P
Representative Gary Kreidt	P
Representative Bob Martinson	P
Representative Lisa Meier	P
Representative Alisa Mitskog	P
Representative Corey Mock	P
Representative David Monson	P
Representative Mike Nathe	P
Representative Jon O. Nelson	P
Representative Mark Sanford	P
Representative Mike Schatz	P
Representative Jim Schmidt	P
Representative Randy A. Schobinger	P
Representative Michelle Strinden	P
Representative Don Vigesaa	P

9:51 Representative Headland – Introduces the bill and stands for any questions

Discussion Topics:

- Property Tax Credit
- Inflation
- New Members

Additional written testimony: No additional Testimony

10:00 Chairman Delzer- Closes the meeting for SB 2213

Risa Berube, House Appropriations Committee Clerk

2021 HOUSE STANDING COMMITTEE MINUTES

Appropriations Committee Brynhild Haugland Room, State Capitol

SB 2213
3/31/2021

Relating to the property tax credit for disabled veterans; and to provide an effective date.
--

4:22 Chairman Delzer- Opened the meeting for SB 2213

Attendance	P/A
Representative Jeff Delzer	P
Representative Keith Kempenich	P
Representative Bert Anderson	P
Representative Larry Bellew	P
Representative Tracy Boe	A
Representative Mike Brandenburg	P
Representative Michael Howe	P
Representative Gary Kreidt	P
Representative Bob Martinson	P
Representative Lisa Meier	P
Representative Alisa Mitskog	P
Representative Corey Mock	P
Representative David Monson	P
Representative Mike Nathe	P
Representative Jon O. Nelson	P
Representative Mark Sanford	P
Representative Mike Schatz	A
Representative Jim Schmidt	P
Representative Randy A. Schobinger	P
Representative Michelle Strinden	P
Representative Don Vigesaa	P

Discussion Topics:

- Property Tax Credit
- Increases

4:26 Representative Kempenich Makes a motion to amend with 8 thousand instead of 9 thousand

Representative Jon O. Nelson Second

Further discussion

4:27 Voice Vote- Motion Carries

4:28 Representative Kempenich Do Pass as Amended

Representative Schobinger – Second

Further discussion

4:31 Roll Call Vote was Taken;

Representatives	Vote
Representative Jeff Delzer	N
Representative Keith Kempenich	Y
Representative Bert Anderson	Y
Representative Larry Bellew	N
Representative Tracy Boe	A
Representative Mike Brandenburg	Y
Representative Michael Howe	N
Representative Gary Kreidt	A
Representative Bob Martinson	Y
Representative Lisa Meier	Y
Representative Alisa Mitskog	Y
Representative Corey Mock	Y
Representative David Monson	N
Representative Mike Nathe	Y
Representative Jon O. Nelson	Y
Representative Mark Sanford	Y
Representative Mike Schatz	A
Representative Jim Schmidt	A
Representative Randy A. Schobinger	Y
Representative Michelle Strinden	Y
Representative Don Vigesaa	N

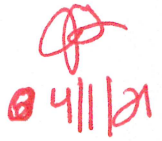
Motion Carries 12-5-4 Representative Kempenich will carry the bill

Additional written testimony: No Additional Testimony

4:32 Chairman Delzer- Closes the meeting for SB 2213

Risa Berube,

House Appropriations Committee Clerk



PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2213

Page 1, line 14, replace "nine" with "eight"

Page 1, line 22, replace "nine" with "eight"

Page 2, line 2, replace "nine" with "eight"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

This amendment provides for an increase in the taxable valuation of a homestead against which the disabled veterans tax credit may be applied from \$6,750 to \$8,000. The Senate provided for the taxable valuation to be increased from \$6,750 to \$9,000.

REPORT OF STANDING COMMITTEE

SB 2213, as engrossed: Appropriations Committee (Rep. Delzer, Chairman)
recommends **AMENDMENTS AS FOLLOWS** and when so amended, recommends
DO PASS (12 YEAS, 5 NAYS, 4 ABSENT AND NOT VOTING). Engrossed SB 2213
was placed on the Sixth order on the calendar.

Page 1, line 14, replace "nine" with "eight"

Page 1, line 22, replace "nine" with "eight"

Page 2, line 2, replace "nine" with "eight"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

This amendment provides for an increase in the taxable valuation of a homestead against which the disabled veterans tax credit may be applied from \$6,750 to \$8,000. The Senate provided for the taxable valuation to be increased from \$6,750 to \$9,000.

2021 CONFERENCE COMMITTEE

SB 2213

2021 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

SB 2213
4/19/2021
Conference Committee

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date.
--

Chair Patten calls the meeting to order. Senators Patten, Dever, Piepkorn and Representatives B. Koppelman, Bellew, Kempenich are present. [3:36]

Discussion Topics:

- Disabled tax credit inflation adjustment
- Homestead tax credit
- Income and assets limits

Committee Discussion [3:36]

Chair Patten adjourns the meeting. [3:58]

Joel Crane, Committee Clerk

2021 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

HB 2213
4/20/2021
Conference Committee

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date.

Chair Patten calls the meeting to order. Senators Patten, Dever, Piepkorn and Representatives B. Koppelman, Bellew are present. Kempenich absent. [2:39]

Discussion Topics:

- Property valuation
- Appropriation deficiencies
- Tax Abatements

Committee Discussion [2:39]

Kim Vietmeier [2:41] – State Supervisor of Assessments, Office of the Tax Commissioner, provides oral information.

Senator Dever [2:55] moved that the House recede and further amend by changing the taxable amount to \$8,550.

Senator Piepkorn seconds

Motion failed 3-2-1 (See roll call vote #1).

Chair Patten adjourns the meeting. [2:56]

Joel Crane, Committee Clerk

**2021 SENATE CONFERENCE COMMITTEE
ROLL CALL VOTES**

BILL/RESOLUTION NO. SB 2213 as engrossed

Senate Finance and Taxation Committee

- Action Taken** ☐ **SENATE accede to House Amendments**
☐ **SENATE accede to House Amendments and further amend**
☐ **HOUSE recede from House amendments**
☒ **HOUSE recede from House amendments and amend as follows**
- ☐ **Unable to agree**, recommends that the committee be discharged and a new committee be appointed

Motion Made by: Senator Dever Seconded by: Senator Piepkorn

Senators				Yes	No		Representatives				Yes	No
Chair Patten				Y			Koppelman					N
Dever				Y			Bellew					N
Piepkorn				Y			Kempenich				Absent	
Total Senate Vote				3	0		Total Rep. Vote				0	2

Vote Count Yes: 3 No: 2 Absent: 1

Senate Carrier House Carrier

LC Number . of amendment

LC Number . of engrossment

Emergency clause added or deleted

Statement of purpose of amendment – moved to change the amount to \$8,550 of taxable value.

2021 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

SB 2213
4/22/2021
Conference Committee

A BILL for an Act to amend and reenact section 57-02-08.8 of the North Dakota Century Code, relating to the property tax credit for disabled veterans; and to provide an effective date.

Chair Patten calls the meeting to order. Senators Patten, Dever, Piepkorn and Representatives B. Koppelman, Bellew, Kempenich are present. [11:31]

Discussion Topics:

- Taxable valuation
- Fiscal note
- Homestead tax credit
- Tax credit legislative study

Representative B. Koppelman [11:32] moved the house recede and further amend the amount to \$8,100 of taxable valuation.

Representative Bellew seconds

Motion passed 6-0-0 (See roll call vote #1)

Senator Dever and **Representative B. Koppelman** carries.

Chair Patten adjourns the meeting. [11:37]

Joel Crane, Committee Clerk

April 22, 2021

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2213

That the House recede from its amendments as printed on page 1313 of the Senate Journal and page 1437 of the House Journal and that Engrossed Senate Bill No. 2213 be amended as follows:

Page 1, line 14, replace "nine" with "eight"

Page 1, line 14, after "thousand" insert "one hundred"

Page 1, line 22, replace "nine" with "eight"

Page 1, line 23, after "thousand" insert "one hundred"

Page 2, line 2, replace "nine" with "eight"

Page 2, line 2, after "thousand" insert "one hundred"

Renumber accordingly

2
4/22
164

Date: 4/22/2021

Roll Call Vote #: 1

2021 SENATE CONFERENCE COMMITTEE

ROLL CALL VOTES

BILL/RESOLUTION NO. SB 2213 as engrossed

Senate Finance and Taxation Committee

Action Taken

- ☐ SENATE accede to House Amendments
- ☐ SENATE accede to House Amendments and further amend
- ☐ HOUSE recede from House amendments
- ☒ HOUSE recede from House amendments and amend as follows

☐ **Unable to agree**, recommends that the committee be discharged and a new committee be appointed

Motion Made by: Representative B Koppelman Seconded by: Representative Bellew

Senators				Yes	No		Representatives				Yes	No
Chair Patten				Y			Koppelman				Y	
Dever				Y			Bellew				Y	
Piepkorn				Y			Kempenich				Y	
Total Senate Vote				3	0		Total Rep. Vote				3	0

Vote Count Yes: 6 No: 0 Absent: 0

Senate Carrier Dever

House Carrier B. Koppelman

LC Number 21.0590 . 02003 of amendment

LC Number 21.0590 . 04000 of engrossment

Emergency clause added or deleted

Statement of purpose of amendment – amend the amount to \$8,100 of taxable valuation.

Insert LC: 21.0590.02003
Senate Carrier: Dever
House Carrier: B. Koppelman

REPORT OF CONFERENCE COMMITTEE

SB 2213, as engrossed: Your conference committee (Sens. Patten, Dever, Piepkorn and Reps. B. Koppelman, Bellew, Kempenich) recommends that the **HOUSE RECEDE** from the House amendments as printed on SJ pages 1312-1313, adopt amendments as follows, and place SB 2213 on the Seventh order:

That the House recede from its amendments as printed on page 1313 of the Senate Journal and page 1437 of the House Journal and that Engrossed Senate Bill No. 2213 be amended as follows:

Page 1, line 14, replace "nine" with "eight"

Page 1, line 14, after "thousand" insert "one hundred"

Page 1, line 22, replace "nine" with "eight"

Page 1, line 23, after "thousand" insert "one hundred"

Page 2, line 2, replace "nine" with "eight"

Page 2, line 2, after "thousand" insert "one hundred"

Renumber accordingly

Engrossed SB 2213 was placed on the Seventh order of business on the calendar.