

MINUTES
**HOUSE TRANSPORTATION & DEFENSE COMMITTEE
DIXON SUBCOMMITTEE**

DATE: Monday, January 25, 2016
TIME: 2:30 or Upon Adjournment of Resources Committee
PLACE: Room EW40
MEMBERS: Chairman Dixon, Representatives Shepherd, Kauffman, Harris, Rudolph
**ABSENT/
EXCUSED:** None
GUESTS: Mike Chakarun, Idaho State Tax Commission, Don Williams, Idaho State Tax Commission, Major Bill Reese, Idaho State Police, Scott Hanson, Idaho State Police.

Chairman Dixon called the meeting to order at 2:33 p.m.

MOTION: **Rep. Kauffman** made a motion to approve the minutes of the January 20, 2016, meeting. **Motion carried by voice vote.**

DOCKET NO. 11-1301-1501 **Major Bill Reese**, Idaho State Police, presented **Docket No. 11-1301-1501**, The Motor Carrier Rules on pages 3 to 11 of the Administrative Rules. The purpose of this Rule proposal is to include the version of the Federal Motor Carrier Safety Regulations found in the Code of Federal Regulations adopted by Idaho, indicated by the date of the Federal Rule. This Rule revises the formatting for the reference of the Code of Federal regulations. This Rule is without any new rules and regulations.

MOTION: **Rep. Harris** made a motion to recommend approval of **Docket No. 11-1301-1501** to the full committee. **Motion carried by voice vote.**

DOCKET NO. 35-0105-1501: **Michael J. Chakarun**, Tax Policy Manager, presented **Docket No. 35-0105-1501**, Idaho Motor Fuels Tax on pages 12 to 14 of the Administrative Rules. This Rule proposal allows the implementation of the State Tax Commission to apply the motor fuel tax rate to gaseous special fuels. This Rule Proposal will include the formula to compute the fuel tax on gaseous special fuels.

MOTION: **Rep. Kauffman** made a motion to recommend approval of **Docket No. 35-0105-1501** to the full committee. **Motion carried by voice vote.**

DOCKET NO. 35-0105-1502: **Michael J. Chakarun**, Tax Policy Manager, presented **Docket No. 35-0105-1502**, Idaho Motor Fuels Tax on pages 15 to 19 of the Administrative Rules. The Motor Fuels Tax Rule 280 will be deleted. As a result, the Motor Fuels Tax Rule 422 has been revised. This Rule states that The International Fuel Tax Agreement (IFTA) licensees are required to complete the Form 75, Idaho Fuels Use Report, to claim refunds on tax-paid special fuels on nontaxable Idaho roads. In addition, The Motor Fuels Tax Rule 422.01 has been updated to omit the two recordkeeping sources. In addition, the Rule 422 has been updated to specify who is mandated to follow these Rules.

MOTION: **Rep. Harris** made a motion to recommend approval of **Docket No. 35-0105-1502** to the full committee. **Motion carried by voice vote.**

DOCKET NO. 35-0105-1503: **Michael J. Chakarun**, Tax Policy Manager. presented **Docket No. 35-0105-1503**, Idaho Motor Fuels Tax on pages 18 to 25 of the Administrative Rules. The purpose of this Rule proposal is to make changes to the Motor Fuels Tax Rule 004, Rule 115, Rule 132, Rule 410, and Rule 510. The Rule 004 has been revised to include some requirements from the Rule 115 and Rule 410 which was omitted from this section. The Rule 132 has been updated to reflect changes pertaining to Gaseous Fuels. In addition, there were changes pertaining to Motor Fuel Distributors License and Limited Distributor Licenses and Incorporation of other relevant Rules.

MOTION: **Rep. Rudolph** made a motion to recommend approval of **Docket No. 35-0105-1503** to the full committee. **Motion carried by voice vote.**

ADJOURN: There being no further business to come before the committee, the meeting was adjourned at 3:00 p.m.

Representative Dixon
Subcommittee Chairman

Vicky Davies
Secretary