

MINUTES  
**SENATE LOCAL GOVERNMENT & TAXATION COMMITTEE**

**DATE:** Wednesday, February 07, 2024

**TIME:** 3:00 P.M.

**PLACE:** Room WW53

**MEMBERS PRESENT:** Chairman Ricks, Vice Chairman Schroeder, Senators Cook, Adams, Bernt, Trakel, Rabe, and Just

**ABSENT/ EXCUSED:** Senator Grow

**NOTE:** The sign-in sheet, testimonies and other related materials will be retained with the minutes in the committee's office until the end of the session and will then be located on file with the minutes in the Legislative Services Library.

**CONVENED:** **Vice Chairman Schroeder** called the meeting of the Senate Local Government and Taxation Committee (Committee) to order at 3:05 p.m.

**DOCKET NO. 35-0103-2301** **Property Tax Administrative Rules (ZBR Chapter Rewrite) - Proposed Rule.** **Vice Chairman Schroeder** noted that testimony had previously been taken.

**DISCUSSION:** **Senator Cook** asked whether the table that was deleted from Rule 20, subsection 02. was not necessary or whether it was moved. **Vice Chairman Schroeder** answered that Idaho Code § 49-446 provided that the assessor would use standard industry indices of retail value of recreational vehicles to determine market value for purposes of determining the registration fee. **Senator Cook** asked for clarification on how one determined the registration fee for an older recreational vehicle. **Vice Chairman Schroeder** explained that there was a link to a depreciation schedule on the Idaho State Tax Commission's website.

**Vice Chairman Schroeder** asked Brian Stender, Canyon County Assessor, to further respond to Senator Cook's question. **Mr. Stender** stated that they would use the nationally recognized National Auto Dealers Association (NADA) guidelines or Kelley Blue Book to determine the market value.

**Senator Cook** asked how he would determine the sales tax owed. **Vice Chairman Schroeder** clarified that the value of the vehicle was determined pursuant to Idaho Code § 49-446. The annual registration fee was determined according to Idaho Code § 49-445 which provided that the annual license fee for a recreational vehicle was \$8.50 for a market value of \$1,000 or less and an additional \$5 for each additional \$1,000, or portion thereof, in market value.

**Senator Cook** asked for further clarification on whether the table was needed to calculate the value of the vehicle for purposes of determining the registration fee. **Mr. Stender** explained that under Rule 20, subsection 01., the assessor would use any available industry standard indices of retail value to determine the market value. This included NADA guidelines, the Kelley Blue Book, and others.

**Senator Cook** asked whether the registration fee was like a tax, a set fee. **Vice Chairman Schroeder** clarified that under Idaho Code § 49-445 the baseline for the annual registration fee was \$8.50. That fee increased by \$5.00 for each \$1,000 of market value. **Senator Cook** asked whether the Kelley Blue Book and NADA guidelines were replacing this table. **Mr. Stender** stated that they were already using the NADA guidelines.

**Senator Adams** inquired whether it was common for assessors to use those sources. **Mr. Stender** replied that they often looked to the sales price as a reference. If it was close to the NADA guidelines or Kelley Blue Book, they used the sales price to determine the market value. If the sales price was substantially different, they used the NADA guidelines or Kelley Blue Book to determine the market value.

**MOTION:** **Senator Cook** moved to approve **Docket No. 35-0103-2301**. **Senator Adams** seconded the motion. The motion passed by **voice vote**.

**PASSED THE GAVEL:** Vice Chairman Schroeder passed the gavel to Chairman Ricks.

**RS 31208** **Senator Van Orden** presented **RS 31208**. She stated that this incorporated a couple of non-substantive changes to **S 1264** suggested by the Association of Idaho Cities.

**DISCUSSION:** **Senator Just** asked whether the emergency clause presented a problem for the cities in meeting the requirements of this legislation. **Chairman Ricks** explained that the Legislative Services Office recommended that most legislation contain an emergency clause after the session ran beyond July 1 during Covid.

**MOTION:** **Senator Adams** moved to send **RS 31208** to print. **Senator Trakel** seconded the motion. The motion passed by **voice vote**.

**GUBERNATORIAL APPOINTMENT VOTE:** **Jeff McCray to the Multistate Tax Board.**

**MOTION:** **Vice Chairman Schroeder** moved to send the gubernatorial appointment of Jeff McCray to the Multistate Tax Board to the floor with recommendation that he be confirmed by the Senate. **Senator Adams** seconded the motion. The motion passed by voice vote.

**MINUTES APPROVAL:** January 25, 2024. **Senator Bernt** moved to approve the Minutes of January 25, 2024. **Senator Rabe** seconded the motion. The motion passed by **voice vote**.

**ADJOURNED:** There being no further business at this time, **Chairman Ricks** adjourned the meeting at 3:35 p.m.

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Senator Ricks  
Chair

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Meg Lawless  
Secretary