

SENATOR MURPHY: All right. Now under that if I have extensive investments in municipals, which are tax exempt, they would not appear on that. That income would not be considered.

SENATOR LABEDZ: They have not in the past, and they would not under this bill.

SENATOR MURPHY: And the same would be true of the pensions then.

SENATOR LABEDZ: Only if they're taxable. The policemen's and firemen's pension is taxable, so it would be shown and would be counted for against the homestead exemption.

SENATOR MURPHY: Fine. Thank you.

SENATOR SAVAGE: Chair recognizes Senator Duis.

SENATOR DUIS: Senator Labeledz, may I visit with you just a moment. Senator Labeledz, what you are actually doing here is that you are recommending, in your legislation, that the value of the dwelling be increased to keep up with the new appraisal that we have. Is that correct?

SENATOR LABEDZ: That's exactly right.

SENATOR DUIS: All right. Now I think we should make one thing perfectly clear here. I'm afraid Senator Newell might have clouded the issue a little bit. This is an actual value. This is not an assessed value.

SENATOR LABEDZ: That's correct.

SENATOR DUIS: And, of course, your differential there... actually I would say that Senator Labeledz bill is very, very moderate. Thirty thousand would probably be more realistic than the 25, but she's agreed to go along with the \$25,000 limitation. I would heartily recommend that we go along with Senator Labeledz, but that we do not get this confused. This is actual value and not assessed value.

SENATOR SAVAGE: Chair recognizes Senator Keyes.

SENATOR KEYES: Mr. Speaker, I think it's very good that we discuss, not only the \$25,000, but the graduated income that you can have on an income tax. Get this accepted or rejected, come with what Senator George has got for his, get this bill in working order that we can go because our committee re-appointed a subcommittee, Chaired by Senator Newell, to bring out the study of circuit breaker homestead exemption. That is going to follow this bill. It's my impression that if I could get it I'd follow it tomorrow or Monday. Get it out on the floor of the Legislature and let those people, who propose a circuit breaker, come and put theirs in the right order, send it on over to Select File and then find out what each one is going to cost, decide which one you want to support and find out if it's more than we can support in the budget, we can certainly bring the \$25,000 down to \$24,000 and take care of quite a bit of it, or down to \$23,000. But let's get these bills in a condition that we can work with them, send them across to Select File, know what they're going to cost, and then decide which one of the two we want. I'm going to support some things in Senator Newell's bill if he gets it across here. I'd like to see it come up Monday or Tuesday.