



House Bill 152
House Commerce & Labor Committee
Torey Hollingsworth, Executive Director, Ohio CDC Association
November 5, 2025

Chair Johnson, Vice Chair Lear, Ranking Member McNally, and Members of the Committee, thank you for the opportunity to provide opponent testimony on House Bill 152. My name is Torey Hollingsworth, and I am the Executive Director of the Ohio CDC Association (OCDCA), a statewide membership organization of over 250 locally based rural and urban nonprofits that work to rebuild neighborhoods and help Ohioans build wealth and improve their quality of life. Our members are community development corporations, often known as CDCs, who promote wealth building through creating opportunities for homeownership, small business development and more.

OCDCA advocates on behalf of our members to create public policy and a regulatory environment that will allow CDCs to be successful in their mission of revitalizing and strengthening communities. This includes advocating for strong consumer protections to ensure that Ohioans do not unintentionally end up in a cycle of debt that cuts off their ability to improve their financial situation. OCDCA was involved in efforts to pass payday lending reform in 2018, and we see many of the same concerns with Earned Wage Access products that lead us to oppose the current version of the bill.

House Bill 152 in its current form makes no distinction between direct to consumer or employer integrated products. We urge the committee to amend the bill to require direct to consumer products to operate under the Short Term Loan Act and add additional guardrails for employer integrated products.

Most significantly, the bill should be amended to:

Implement a fee cap- several states have incorporated fee caps, including Georgia, which caps fees at \$5 per transaction. Kentucky caps fees at \$3 for the first transaction in a month, \$2 for the second, \$1 for the third and \$0 for each subsequent transaction. This approach discourages the practice of loan stacking, where consumers are pulling several loans during a single pay period.

Set the default tip, gratuity, or other donation amount to zero dollars. This is necessary because of the multiple behavioral economic strategies that lenders use to make tips almost as certain as required fees. Nevada and Maryland include this requirement in their laws.



We ask that this committee strengthen consumer protections so that Ohioans are not trapped in a cycle of debt by financial products that rely on continuous borrowing with misleading terms. Thank you for the opportunity to provide testimony today.