

THE VOICE OF OHIO'S HIGH-TECH CHEMISTRY COMMUNITY... MAKING A BETTER WORLD FOR ALL OHIOANS.

JENN KLEIN, PRESIDENT

Board of Directors

Chair – David Hurder
McGean
Vice Chair – Rich Rogers
Covestro
Treasurer – Seth Tomasch
Gabriel Performance Products
Past Chair – Richard Jackson
ASHTA Chemicals

Chuck Almroth Jones-Hamilton Company Ken Armstrong **RPM** International Joseph Bianco **INEOS** Elizabeth Boylan Solvay Jim Christian Kraton Polymers Jere Ellison Ashland Jeffery Gillette PPG Mike Groh **Emery Oleochemicals** Steel Hutchinson **GFS Chemicals** Daniel Isaacson The Lubrizol Corporation Karleen James **Dover Chemical** Jonathan Kammerer **Americas Styrenics** James Krimmel Zaclon LLC **Rob Paxton Shepherd Chemical Company** Amy Nusbaum **Husky Lima Refinery** Chris Shaul DuPont Terry Snell BASF Tom Steib The Elco Corporation

Anne Tyler
Capital Resin Corporation

Neil Wessman

Cristal

June 5, 2019

Ohio Chemistry Technology Council Written Testimony In Support of House Bill 242

Chairman Wiggam, Vice Chairman Ginter, Ranking Minority Member Kelly and members of the House State and Local Government Committee. My name is Jenn Klein and I am the President of the Ohio Chemistry Technology Council (OCTC). Thank you for the opportunity to testify in support of House Bill 242 (HB 242).

OCTC is the leading advocate for Ohio's chemical technology industry, which is the third largest manufacturing industry in the State of Ohio. Ohio, in turn, is the third largest chemical manufacturing state in the United States. In Ohio, the chemical technology industry employs nearly 44,000 people, pays an average wage of over \$85,000, and provides approximately \$1.3 billion in federal, state and local taxes annually.

OCTC believes that regulations should be consistent and transparent, therefore we support HB 242. The legislation would preclude municipalities from enacting a tax or outright ban on auxiliary containers. The legislation defines auxiliary containers as "a bag, can, food service item, container, keg, bottle, or other packaging" made from a wide array of materials. Most Ohioans use auxiliary containers daily as they are used to transport food or beverages and carry groceries or other products purchased on a regular basis.

Allowing municipalities to impose taxes or bans on auxiliary containers at the local level would create a patchwork of regulations throughout the state, and by doing so create an added financial burden for Ohio's businesses by requiring them to comply with these added regulations. Also, businesses that have operations in multiple municipalities throughout the state will be forced to design a different business plan for each municipality that imposes these taxes or bans. These added costs would not only affect businesses, but would create a financial burden for consumers, as the additional tax on auxiliary containers would be levied upon the customer.

Along with the added costs for businesses that use auxiliary containers these new regulations stand to make businesses in municipalities with these regulations less competitive, as consumers are incentivized to purchase products in other jurisdictions where these taxes or bans are not levied.

HB 242 would protect Ohio's businesses and the state's overall competitiveness by ensuring regulations are consistent and transparent throughout Ohio. Therefore, OCTC requests that you support the passage of HB 242. Thank you for the opportunity to submit written testimony today.