

# OTA LEGISLATIVE PRIORITIES

OTA advocates and advances issues at the Ohio Statehouse on behalf of the trucking industry. We take your problems and find solutions, that is what we do best.

The legislative agenda is directed and monitored by our Legislative Committee. The committee membership is open to all current members of the association and meets monthly by conference call.



SPRING 2024 Below is a list of priorities we are currently working on at the Ohio Statehouse.

**OTA LEGISLATIVE PRIORITIES** 



## **Protection from Predatory Towing**

Egregious towing bills on police ordered tows of commercial vehicles are becoming all too common. Bills over \$100,000 are on the rise with tows costing \$50,000-\$80,000 being commonplace. While we have made great progress with changes in laws regarding allowing law enforcement to allow companies to arrange their own tows, if in a reasonable timeframe, and removing immunity for negligent damages by towing companies, there is still much work to be done.

### STATUS:

After attempting to include this provision in the most recent operating budget, HB 33, OTA made the request of Rep. Al Cutrona, a Republican from the Mahoning Valley area, to introduce HB 403, which is a stand-alone bill that would accomplish these goals. OTA will continue to push for the passage of HB 403.

# **Fuel Tax Parity**

During the 2019 transportation funding bill the legislature increased the revenue for roads in the form of a fuel tax increase, something the Ohio Trucking Association supported, but they increased the diesel tax by 8.5 cents more than gasoline. This is the first time in Ohio's history that the fuel tax has been bifurcated. While we advocated for paying our fair share, trucking now pays well over 50% of the taxes and fees for Ohio's roads, while only operating 10% of the total vehicle miles. The Ohio Trucking Association is resolute in our policy that we will not support any increase or indexing of the diesel tax until the gasoline tax rate is raised to match diesel tax.

### **STATUS:**

There have not been attempts to further increase Ohio's fuel tax; however, there were efforts in the 134th Ohio General Assembly to reduce the fuel tax to pre-2019 levels.

### **Sales Tax Exemption for Forklifts**

Ohio currently exempts sales and use tax for forklifts purchased for manufacturing, yet does not extend this tax exemption for those in the logistics industry like our neighboring state of Indiana. This puts Ohio's logistics industry, as well as Ohio-based forklift manufacturers and retailers, at a competitive disadvantage.

### **STATUS:**

Legislation was included in the House version of the state operating budget, HB 33, but was ultimately removed by the Senate. OTA will work to re-introduce the legislation.



# **For-Hire Motor Carrier Sales Tax Exemption**

Ohio law provides a sales tax exemption on vehicles and equipment that are primarily used in highway transportation for hire (TH). Those eligible for the TH exemption need to provide the Ohio Department of Taxation their PUCO number or their Interstate Commerce Commission number. Unfortunately, the Department of Taxation is often requiring companies to verify their tax exempt eligibility on each purchase. This antiquated process has become an accounting and administrative burden on companies, which are being forced to provide verification on hundreds of purchases. This process needs to be streamlined to allow Ohio's for-hire motor carriers to more easily verify their tax exempt status.

### STATUS:

The Ohio Trucking Association has coordinated meetings with the Department of Taxation and impacted members to discuss ideas on how to improve the verification process.

# **Limited to Third-Party Litigation Financing**

Protecting the industry from lawsuit abuse remains a priority for the Ohio Trucking Association. We created the Lawsuit Abuse Task Force within the Association to develop a comprehensive proposal that will increase transparency and create a better legal climate for trucking companies in Ohio.

### **STATUS:**

SB 19 was introduced by Senator Steve Wilson. This legislation is a re-introduction of SB 94 from the previous General Assembly. After participating in the stakeholder process, the bill was amended unfavorably to our members. We remain committed to protecting our members from lawsuit abuse and will stay involved in the SB 19 process to seek further changes.