#### As Introduced

# 130th General Assembly Regular Session 2013-2014

S. C. R. No. 1

#### **Senator Jordan**

Cosponsors: Senators Obhof, Schaffer, Bacon, Jones, Seitz, Beagle

### CONCURRENT RESOLUTION

| То | urge the Congress of the United States and the   | 1 |
|----|--------------------------------------------------|---|
|    | President of the United States to repeal the new | 2 |
|    | federal excise tax on medical devices.           | 3 |

## BE IT RESOLVED BY THE SENATE OF THE STATE OF OHIO (THE HOUSE OF REPRESENTATIVES CONCURRING):

| WHEREAS, A new 2.3% lederal excise tax on the sale of taxable       | 4  |
|---------------------------------------------------------------------|----|
| medical devices by manufacturers, producers, and importers of such  | 5  |
| devices took effect on January 1, 2013; and                         | 6  |
| WHEREAS, The Joint Committee on Taxation estimates that the         | 7  |
| tax will generate \$29 billion in revenue in its first ten years;   | 8  |
| and                                                                 | 9  |
| WHEREAS, The United States is a net exporter in medical             | 10 |
| devices, exporting \$5.4 billion more than it imports, and accounts |    |
| for 40% of the global medical technology market; and                | 12 |
| WHEREAS, A study completed by the Manhattan Institute found         | 13 |
| that the medical device tax will almost double the medical device   | 14 |
| industry's total tax bill and could result in the loss of up to     |    |
| 43,000 jobs in the medical technology industry; and                 | 16 |
| WHEREAS, The medical device tax will harm the United States'        | 17 |
| global competitiveness, stunt medical innovation, and restrict the  | 18 |
| ability of patients to receive the life-saving medical devices and  | 19 |

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| care they need; and                                               |        |
| WHEREAS, The medical device tax is imposed on United States       | 21     |
| sales, rather than profits, of medical device manufacturers, so   | 22     |
| will be particularly damaging to innovative start-up companies;   | 23     |
| now therefore be it                                               | 24     |
| RESOLVED, That we, the members of the 130th General Assembly      | 25     |
| of the State of Ohio, on behalf of all citizens of this state,    | 26     |
| urge the President of the United States and the Congress of the   | 27     |
| United States to repeal the excise tax on medical devices; and be | 28     |
| it further                                                        | 29     |
| RESOLVED, That the Clerk of the Senate transmit duly              | 30     |
| authenticated copies of this resolution to the President of the   | 31     |
| United States, the President Pro Tempore and Secretary of the     | 32     |
| United States Senate, the Speaker and Clerk of the United States  | 33     |
| House of Representatives, each member of the Ohio Congressional   | 34     |
| delegation, and the news media of Ohio.                           | 35     |