

February 13, 2025

Senator Steve Padilla 1021 O Street, Room 7630 Sacramento, CA 95814

Re: SB 45 -- Oppose

Dear Senator Padilla,

We write today to respectfully urge your opposition to Senate Bill 45, a bill that would mandate tethered caps on plastic beverage containers smaller than three liters by 2027. At a time when Californians are grappling with one of the highest costs of living in the nation, this legislation would unnecessarily increase costs for consumers and businesses, placing an additional burden on families and industries across the state.

Transitioning to this new standard would require substantial retooling of production lines, leading to increased manufacturing costs. These costs will inevitably be passed on to consumers, further straining household budgets in an already challenging economic environment.

This bill could have a detrimental impact on California's economy –thousands of companies that manufacture and distribute beverage products within the state would be affected. The ripple effects of these changes would extend beyond the beverage industry, impacting small businesses, retailers, and local economies.

Plastic beverage bottles are highly recyclable and highly recycled. The established role of PET bottles in California's recycling system is precisely why they were exempt from California's landmark circular economy bill, SB 54 (Allen). SB 45 introduces new requirements that would disrupt the existing framework and recycling systems without demonstrating clear environmental gains.

For these reasons, we respectfully oppose SB 45. Let us work together to develop solutions that balance environmental responsibility with economic practicality, safeguarding our planet and California residents' livelihoods.

Sincerely,

Shari McHugh on behalf of American Beverage

Adam Regele CalChamber

Robert Donahue California Automatic Vendors Council

Katie Little California Food Producers

Leticia Garcia California Grocers Association

Julian Cañete California Hispanic Chambers of Commerce

Dawn Koepke on behalf of California Manufacturers and Technology Association

Matt Sutton California Restaurant Association

Ryan Allain California Retailers Association

John Hewitt Consumer Brands Association

Katie Davey **Dairy Institute of California**

JP Toner International Bottled Water Association

Michael Hogg National Automatic Merchandising Association

Tim Taylor on behalf of **National Federation of Independent Business**