

Replacement Tire Fee

Taxpayer

The tax is paid by any wholesale distributor of replacement tires or any retail dealer acquiring tires on which the fee has not been paid.

Tax Base

The tax applies to tires with rims of 13 inches or more designed for use on a motor vehicle and sold as replacements. Tires that are used, retreaded, or on a new motor vehicle are not subject to the fee.

Rate

The tax rate is \$1 per tire.

Major Exemptions

None.

Revenue

(In Millions)

Fiscal Year	Total
2009	\$7.2
2010	7.1
2011	6.7
2012	7.3
2013	7.0

Source: OBM monthly accounting report.

Disposition of Revenue

The Tire Fee Administration Fund receives 2 percent. The remaining 98 percent is split evenly between the Scrap Tire Management Fund and the Soil and Water Conservation District Assistance Fund.

Payment Date

Returns are filed monthly or quarterly and are due with the payment by the 20th day of the month following the reporting period.

Special Provisions/Credits

None.

Sections of Ohio Revised Code

Sections 3734.90 to 3734.99.

Responsibility for Administration

Tax Commissioner.

History of Major Changes

1993 Senate Bill 165 created the fee effective Dec. 1, 1993 with a sunset date of June 30, 2002.

1999 House Bill 283 extended the fee through June 30, 2006.

2001 House Bill 94 increased the fee from 50 cents to \$1 per tire.

2005 House Bill 66 extended the tire fee through June 30, 2011. The percentage of revenue distributed to the Tire Fee Administration Fund is reduced from 4 percent to 2 percent. The percentage to the Scrap Tire Management Fund rises to 98 percent.

2011 House Bill 153 extended the tire fee through June 30, 2013 and stipulated that a portion of the revenue be distributed to the Soil and Water Conservation District Assistance Fund.

2013 House Bill 59 extended the tire fee through June 30, 2016.

Comparisons with Other States

(As of July, 2013)

Massachusetts, West Virginia, and Texas do not have a replacement tire fee. Fees in other states are listed below.

State	Fee
California	\$1.75 per tire on new replacement tires.
Florida	\$1 per tire on new replacement tires.
Illinois	\$2.50 per tire on replacement tires.
Indiana	25 cents per tire on new tires.

Kentucky	\$1 per tire on new replacement tires.
Michigan	\$1.50 tire disposal surcharge assessed on vehicle title transfers.
New Jersey	\$1.50 per tire on new replacement tires delivered to locations in New Jersey.
New York	\$2.50 per tire on new tires.
Ohio	\$1 per tire on new replacement tires.
Pennsylvania	\$1 per tire on new tires.
West Virginia	\$5.00 imposed on each car registration.