

# REPLACEMENT TIRE TAX

The Replacement Tire Tax provides revenue to defray the cost of regulating the various scrap tire facilities, to abate accumulations of scrap tires, to provide funding for grants to promote research regarding alternative methods of recycling scrap tires, and to provide funding for loans to promote the recycling or recovery of energy from scrap tires. This tax was enacted by the Ohio Legislature and became effective December 1, 1993. In fiscal year 1998, \$3.5 million was collected.

**TAX BASE (R.C. 3734.90, 3734.901):**

The tax applies to the sale of new 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 tires on a new motor vehicle are not subject to the tax.

**RATE (R.C. 3734.901):**

Fifty cents per tire

**TAXPAYER (R.C. 3734.903):**

Any wholesale distributor of replacement tires or any retail dealer acquiring tires on which the fee has not been paid

**FILING AND PAYMENT DATES (R.C. 3734.904):**

The twentieth day of each month

**SPECIAL PROVISIONS (R.C. 3734.904):**

If the tax return and total taxes due are filed and paid on or before the day they are due, then the taxpayer is entitled to a discount of four percent on the total amount owed.

**DISPOSITION OF REVENUE (R.C. 3734.9010):**

Four percent of the revenue collected is deposited directly to the Tire Fee Administration Fund for appropriation to the Department of Taxation to cover the costs of administering the tax. The remainder of the revenue collected is disposed to the Scrap Tire Management Fund.

**OHIO REVISED CODE CITATIONS:**

Sections 3734.90-3734.9014

**Table 70  
Replacement Tire Tax Revenue  
Fiscal Years 1995 - 1998**

Fiscal Year	Scrap Tire Management Fund	Administration Fund	Total
1995	\$4,481,136	\$186,714	\$4,667,850
1996	3,541,988	146,910	3,688,898
1997	3,644,537	151,856	3,796,392
1998	3,328,397	138,683	3,467,080