



## REPLACEMENT TIRE FEE

The replacement tire fee 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 fee was enacted by the Ohio General Assembly and became effective December 1, 1993. In Fiscal Year 2004, approximately \$7.6 million was collected.

### Taxpayer (Ohio Revised Code 3734.903):

The fee 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 (R.C. 3734.90, 3734.901):

The fee 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, or retreaded, or tires on a new motor vehicle are not subject to the fee.

### Rate (R.C. 3734.901):

\$1.00 per tire.

### Special Provisions (R.C. 3734.904):

If the return and total fees due are filed and paid on or before the day they are due, then the taxpayer is entitled to a discount of 4.0 percent on the total amount owed.

### Filing and Payment Dates (R.C. 3734.904):

The 20<sup>th</sup> day of each month.

### Disposition of Revenue (R.C. 3734.9010):

Of the total revenue collected, 4.0 percent is distributed directly to the Tire Fee Administrative Fund, for appropriation to the Department of Taxation to cover the costs of administering the fee. The remainder of the revenue is distributed to the Scrap Tire Management Fund.

### Administration:

The fee is administered and revenue to the various funds is distributed by the Tax Commissioner.

### Ohio Revised Code Citations:

Sections 3734.90 – 3734.99.

Table  
Replacement Tire Fee Revenue  
Fiscal Years 2000 – 2004

Fiscal Year	Scrap Tire Management Fund	Administrative Fund	Total
2000	\$3,568,201	\$148,675	\$3,716,876
2001	3,709,221	154,551	3,863,772
2002*	6,184,306	257,679	6,441,985
2003	6,777,997	282,417	7,060,414
2004	7,315,940	304,831	7,620,771

\* Tire fee was increased by \$0.50 July 2002, from \$0.50 to \$1.00.

Source: Department of Taxation, as reported on tax returns.