



Replacement Tire Fee

The replacement tire fee provides revenue to defray the cost of regulating scrap tire facilities, to abate accumulations of scrap tires, for grants to promote research regarding alternative methods of recycling scrap tires, and for loans to promote the recycling or recovery of energy from scrap tires. The fee was enacted by the Ohio General Assembly effective Dec. 1, 1993.



In fiscal year 2008, approximately \$7.3 million was collected on behalf of the Ohio Environmental Protection Agency.

Taxpayer

(Ohio Revised Code 3734.903)

The fee is paid by any wholesale distributor of replacement tires or by 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)

The fee is \$1 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 percent on the total amount owed.

Filing and Payment Dates

(R.C. 3734.904)

Returns and payments are due on the 20th day of each month.

Disposition of Revenue

(R.C. 3734.9010)

The Tire Fee Administration Fund receives 2 percent for appropriation to the Department of Taxation to cover the costs of administering the fee. The remaining 98 percent of the revenue is distributed to the Scrap Tire Management Fund.

Administration

The fee and its distribution are administered by the Tax Commissioner.

Ohio Revised Code Citations

R.C. 3734.90 – 3734.99.

Table

Fiscal Year	Replacement Tire Fee Revenue Fiscal Years 2004 – 2008		Total
	Scrap Tire Management Fund	Administrative Fund	
2004	\$7,315,940	\$304,831	\$7,620,771
2005	6,506,387	271,099	6,777,487
2006	7,141,764	153,535	7,295,299
2007	7,089,479	144,776	7,234,255
2008	7,118,699	145,363	7,264,062

Source: State accounting system (OAKS).