

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
2007	\$7.2
2008	7.3
2009	7.1
2010	7.0
2011	6.7

Disposition of Revenue

The Scrap Tire Management Fund receives 98 percent. The Tire Fee Administration Fund receives 2 percent.

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 creates fee effective Dec. 1, 1993 with a sunset date of June 30, 2002.
- 1999** House Bill 283 extends the fee through June 30, 2006.
- 2001** House Bill 94 increases the fee from 50 cents to \$1 per tire.
- 2005** House Bill 66 extends 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.

Comparisons with Other States

(As of November, 2007)

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.