



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 first enacted by the Ohio General Assembly effective Dec. 1, 1993.

In Fiscal Year 2007, approximately \$7.2 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 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 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 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 is administered by the the Tax Commissioner, who is also charged with revenue distribution.

Ohio Revised Code Citations

R.C. 3734.90 – 3734.99.

Recent Legislation

Amended Substitute House Bill 66, 126th General Assembly (FY 2006-2007 biennium budget bill, effective July 1, 2005).

This bill extended the fee to June 30, 2011. It also reduced distribution to the Tire Fee Administration Fund from 4 percent to 2 percent of total revenue collected.

**Table
Replacement Tire Fee Revenue:
Fiscal Years 2003 - 2007**

Fiscal Year	Scrap Tire		Total
	Management Fund	Administrative Fund	
2003	\$6,777,997	\$282,417	\$7,060,414
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

