



Stephen Estelle

*Bill Analysis*  
*Legislative Service Commission*

**H.B. 121**  
127th General Assembly  
(As Introduced)

**Reps. Setzer, Seitz, Peterson, Evans, White, Collier, Webster, Flowers**

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**BILL SUMMARY**

- Exempts from the sales tax the sale or lease of a motor vehicle used exclusively for a vanpool ridesharing arrangement.

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**CONTENT AND OPERATION**

**Vanpool exemption revived**

(R.C. 5739.39(B)(48))

Prior to 2003, Ohio sales tax law exempted the sale or lease of a motor vehicle to be used exclusively for a vanpool ridesharing arrangement when the vendor sold the vehicle pursuant to a contract between the vendor and the Department of Transportation. This exemption was eliminated by Am. Sub. H.B. 95 of the 125th General Assembly.

The bill restores the exemption.

A vanpool ridesharing arrangement typically involves a nonprofit organization that helps commuters join existing vanpool routes or helps them establish a new one. Once a vanpool group is formed, the riders rent a vehicle from a vanpool provider. The provider, which owns the vehicle, charges a monthly fee for the vehicle's use.

Vanpool ridesharing programs are overseen by the Ohio Department of Transportation.

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**HISTORY**

**ACTION**

**DATE**

Introduced  
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03-21-07