

**Florida Department of Revenue  
Tax Information Publication**

**TIP 05ADM-04**

**Date: December 1, 2005**

**Floating Rate of Interest for Most Taxes  
and Fees Will Increase to 10 Percent  
For the Period January 1, 2006,  
Through June 30, 2006**

Florida law provides a floating rate of interest for tax returns and payments of taxes and fees due on or after January 1, 2000. The floating rate of interest applies to:

- \* Deficiencies (underpayments);
- \* Late payments; and,
- \* Overpayments (generally, interest begins to accrue on the 91<sup>st</sup> day after the Department receives a complete refund application and may not exceed 11 percent).

The rate applies to the taxes and fees listed in Section 213.05, Florida Statutes, including, but not limited to, the following:

- \* Communications services tax
- \* Corporate income/franchise and emergency excise taxes
- \* Diesel fuel and motor fuel taxes
- \* Documentary stamp taxes (including surtaxes)
- \* Intangible personal property taxes
- \* Sales and use taxes (including discretionary sales surtaxes)

Other taxes and fees to which this provision applies are listed at the end of this document.

**Interest Rates**

The rate of interest for the period January 1, 2006, through June 30, 2006, is **10 percent**. The daily interest rate factor to be used for this period is .000273973. This rate is subject to change effective July 1, 2006.

The floating rates of interest for deficiencies (underpayments) and late payments of tax due after December 31, 1999, are:

<b>Interest Period</b>	<b>Rates on Deficiencies</b>	<b>Daily</b>
	<b>(Underpayments &amp;</b>	<b>Factor</b>
	<b>Late payments)*</b>	

01/01/00 - 12/31/00	12 percent	.000327869
01/01/01 - 12/31/01	12 percent	.000328767
01/01/02 - 06/30/02	11 percent	.000301370
07/01/02 - 06/30/03	9 percent	.000246575
07/01/03 - 12/31/03	8 percent	.000219178
01/01/04 - 12/31/04	8 percent	.000218579
01/01/05 - 06/30/05	8 percent	.000219178
07/01/05 - 12/31/05	9 percent	.000246575
01/01/06 - 06/30/06	10 percent	.000273973

**\*Note: Rates are capped at 12 percent.**

The floating rates of interest for overpayments of tax made after December 31, 1999, are:

<b>Interest Period</b>	<b>Rates on</b>	<b>Daily</b>
	<b>Overpayments</b>	<b>Factor</b>
01/01/00 - 06/30/00	8 percent	.000218579
07/01/00 - 12/31/00	9 percent	.000245902
01/01/01 - 12/31/01	9 percent	.000246575
01/01/02 - 06/30/02	7 percent	.000191781
07/01/02 - 06/30/03	5 percent	.000136986
07/01/03 - 10/31/03	4 percent	.000109589
11/01/03 - 12/31/03	8 percent	.000219178
01/01/04 - 12/31/04	8 percent	.000218579
01/01/05 - 06/30/05	8 percent	.000219178
07/01/05 - 12/31/05	9 percent	.000246575
01/01/06 - 06/30/06	10 percent	.000273973

**Notes:**

The rates of interest on deficiencies (underpayments) and late payments arising after January 1, 2000, and paid before November 1, 2003, are the same as the rates for overpayments in the above table. See also TIP 03ADM-02.

The floating rate of interest on corporate income tax and emergency excise tax was effective for taxable years ending on or after December 31, 1986. The following table is applicable for corporate income tax and emergency excise tax due on or before December 31, 1999.

<b>Corporate Income Tax</b>		
<b>Rates for Taxable Years</b>		
<b>Interest Period</b>	<b>Ending on or after</b>	<b>Daily</b>
	<b>December 31, 1986, and</b>	<b>Factor</b>

**Deficiencies on or before**

**December 31, 1999\***

01/01/87 - 12/31/87	8 percent	.000219178
01/01/88 - 06/30/88	8 percent	.000218579
07/01/88 - 12/31/88	9 percent	.000246902
01/01/89 - 06/30/89	9 percent	.000246575
07/01/89 - 06/30/90	11 percent	.000301370
07/01/90 - 12/31/91	12 percent	.000273973
01/01/92 - 06/30/92	9 percent	.000245902
07/01/92 - 12/31/92	7 percent	.000191257
01/01/93 - 12/31/94	6 percent	.000164384
01/01/95 - 06/30/95	7 percent	.000191781
07/01/95 - 12/31/95	8 percent	.000219178
01/01/96 - 12/31/96	9 percent	.000245902
01/01/97 - 12/31/97	8 percent	.000219178
01/01/98 - 06/30/99	9 percent	.000246575
07/01/99 - 12/31/99	8 percent	.000219178
01/01/00 - 06/30/00	8 percent	.000218579
07/01/00 - 12/31/00	9 percent	.000245902
01/01/01 - 12/31/01	9 percent	.000246575
01/01/02 - 06/30/02	7 percent	.000191781
07/01/02 - 06/30/03	5 percent	.000136986
07/01/03 - 12/31/03	4 percent	.000109589
01/01/04 - 12/31/04	4 percent	.000109290
01/01/05 - 06/30/05	4 percent	.000109589
07/01/05 - 12/31/05	5 percent	.000136986
01/01/06 - 06/30/06	6 percent	.000164384

\*NOTE: See TIP 03C01-02R for earlier years.

For examples on calculating underpayments, late payments, or overpayments of tax due, see TIP 99ADM-03.

**To obtain the referenced TIPs:**

\* Visit the Department's Internet site at [www.myflorida.com/dor](http://www.myflorida.com/dor) or

\* Call Taxpayer Services, Monday through Friday, 8:00 a.m. to 7:00 p.m., ET, at 800-352-3671 or 850-488-6800. Hearing- or speech-impaired persons should call our TDD at 800-367-8331 or 850-922-1115.

**Additional taxes to which the interest provision applies:**

\* Apalachicola Bay oyster surcharge

- \* Estate tax
- \* Gross receipts tax on utility services
- \* Gross receipts tax on dry cleaning facilities
- \* Insurance premium tax and related taxes and levies
- \* Lead-acid battery and waste tire fees
- \* Local option convention development taxes
- \* Local option tourist development and tourist impact taxes
- \* Local option food and beverage tax
- \* Miami-Dade County Lake Belt Area mitigation fee
- \* Motor vehicle warranty fee
- \* Pollutants taxes
- \* Registration of secondhand dealers and secondary metals recyclers
- \* Rental car surcharge fees
- \* Severance taxes

References: Sections 213.235, 213.255, and 220.807, Florida Statutes (2004); Chapter 2003-395, Laws of Florida; (CS for Senate Bill 18A, 2003 Special Session A); Rules 12C-1.343 and 12-3.0015, Florida Administrative Code

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For forms and other information, visit our Internet site at [www.myflorida.com/dor](http://www.myflorida.com/dor). Or call Taxpayer Services, 8:00 a.m., to 7:00 p.m., ET, Monday through Friday, excluding holidays, at 800-352-3671 or 850-488-6800.

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For a detailed written response to your questions, write the Florida Department of Revenue, Taxpayer Services, 1379 Blountstown Highway, Tallahassee, FL 32304-2716.