



Tax Information Publication

TIP

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Floating Rate of Interest is 8 Percent for the Period July 1, 2017 through December 31, 2017

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

- Deficiencies (underpayments)
- Late payments
- Overpayments

The floating rate of interest applies to most taxes and fees, including but not limited to:

- Communications services tax
- Corporate income tax
- Motor fuel and diesel fuel taxes
- Documentary stamp taxes (including surtaxes)
- Sales and use taxes (including discretionary sales surtaxes)
- Reemployment tax beginning January 1, 2015 (prior to January 1, 2015, the interest rate was 12%)
- Prepaid wireless E911 fee beginning January 1, 2015

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

Interest Rates

The rate of interest for the period July 1, 2017 through December 31, 2017 is **8 percent**. **The daily interest rate factor to be used for this period is .000219178**. The daily interest rate is named a factor because it is not expressed as a percent. This rate is subject to change effective January 1, 2018.

The rates of interest for deficiencies (underpayments) and late payments of tax due after December 31, 2009, are:

Interest Periods	Rates on Deficiencies (Underpayments) & Late Payments *	Daily Interest Rate Factor
01/01/10 - 12/31/11	7 percent	.000191781
01/01/12 - 12/31/12	7 percent	.000191257
01/01/13 - 12/31/15	7 percent	.000191781
01/01/16 - 12/31/16	7 percent	.000191257
01/01/17 - 06/30/17	7 percent	.000191781
07/01/17 - 12/31/17	8 percent	.000219178

***NOTE:** Rates may not exceed 12 percent.

The rates of interest for overpayments of tax made after December 31, 2009, are:

Interest Periods	Rates on Overpayments**	Daily Interest Rate Factor
01/01/10 - 12/31/11	7 percent	.000191781
01/01/12 - 12/31/12	7 percent	.000191257
01/01/13 - 12/31/15	7 percent	.000191781
01/01/16 - 12/31/16	7 percent	.000191257
01/01/17 - 06/30/17	7 percent	.000191781
07/01/17 - 12/31/17	8 percent	.000219178

- **NOTES:**
- ▶ Interest on overpayments of tax is not applicable to reemployment tax.
 - ▶ Generally, interest on overpayments begins to accrue on the 91st day after the Department receives a completed application for refund. Interest may not exceed 11 percent.

See [TIP 06ADM-03](#) for rates of interest for the periods between December 31, 1999 and January 1, 2007. See [TIP 09ADM-01](#) for the rates of interest for 2007 through 2009. For returns or payments due on or before December 31, 1999, the interest rate is 12 percent per year, except for corporate income tax and emergency excise tax.

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.

Interest Periods	Corporate Income Tax Rates for Taxable Years Ending on or after December 31, 1986, and Deficiencies Due on or before December 31, 1999	Daily Interest Rate Factor
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
07/01/06 - 12/31/06	7 percent	.000191781
01/01/07 - 12/31/07	8 percent	.000219178
01/01/08 - 06/30/08	8 percent	.000218579
07/01/08 - 12/31/08	7 percent	.000191257
01/01/09 - 06/30/09	5 percent	.000136986
07/01/09 - 12/31/09	4 percent	.000109589
01/01/10 - 12/31/11	3 percent	.000082192
01/01/12 - 12/31/12	3 percent	.000081967
01/01/13 - 12/31/15	3 percent	.000082192
01/01/16 - 12/31/16	3 percent	.000081967
01/01/17 - 06/30/17	3 percent	.000082192
07/01/17 - 12/31/17	4 percent	.000109589

*****NOTE:** See [TIP 03C01-02R](#) for earlier years.

To calculate interest due with your tax return:

1. Get the daily interest rate factor(s) for the filing period(s). The daily interest rate is named a factor because it is not expressed as a percent.
2. Calculate the number of days your return is late by counting the number of days from the "late after" date on the return through the date the return and payment are postmarked by the U.S. Postal Service or hand-delivered to the Department. Include the day the return and payment are postmarked or hand-delivered to the Department when calculating the number of days late.
3. Multiply the amount of tax due by the number of days late and then by the appropriate daily interest rate factor(s).

Example 1: A taxpayer owed \$1,000 with his November 2014 Florida sales and use tax return (late after December 20, 2014). The taxpayer filed the return and paid the tax due on March 10, 2015. The return and payment are 80 days late and the daily interest rate factor for December 2014 to March 2015 is used. The interest amount due is computed as follows:

Tax Due	Number of Days Late	Daily Interest Rate Factor	Interest Due
\$1,000 x	80 (12/21/14 to 3/10/15) x	.000191781	= \$ 15.34

Example 2: A taxpayer owed \$5,000 with her September 2012 Florida sales and use tax return (late after October 20, 2012). The taxpayer filed the return and paid the tax due on February 10, 2013. The return and payment are 113 days late. Two different daily interest rate factors must be used in the calculation because the interest rate changed on January 1, 2013. For the period October 21, 2012 to December 31, 2012, the daily interest rate factor is .000191257 and for the period January 1, 2013 to February 10, 2013, the daily interest rate factor is .000191781. The interest amount due is computed as follows:

Tax Due	Number of Days Late	Daily Interest Rate Factor	Interest Due
\$5,000 x	72 (from 10/21/12 to 12/31/12) x	.000191257	= \$ 68.85
\$5,000 x	41 (from 1/1/13 to 2/10/13) x	.000191781	= \$ 39.32
Total Interest Due:			\$108.17

Additional taxes and fees to which the interest provisions apply:

- Aviation fuel taxes
- Emergency excise tax (repealed for tax years ending on or after January 1, 2012)
- Estate tax
- Gross receipts tax on dry-cleaning facilities
- Gross receipts tax on utility services
- Insurance premium tax and related taxes and levies
- Intangible personal property taxes
- Lead-acid battery and waste tire fees
- Local option convention development taxes
- Local option food and beverage taxes
- Local option tourist development and tourist impact taxes
- Miami-Dade County Lake Belt Area fees
- Motor vehicle warranty fees
- Pollutants taxes
- Rental car surcharge
- Severance taxes

References: Sections 213.235, 213.255, and 443.141, Florida Statutes (2016); Rules 12-3.0015 and 12C-1.343, Florida Administrative Code

For More Information

This document is intended to alert you to the requirements contained in Florida laws and administrative rules. It does not by its own effect create rights or require compliance.

For forms and other information, visit our website at www.floridarevenue.com or call Taxpayer Services at 800-352-3671, Monday through Friday (excluding holidays).

For a detailed written response to your questions, write the Florida Department of Revenue, Taxpayer Services, MS 3-2000, 5050 West Tennessee Street, Tallahassee, FL 32399-0112.

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