



Tax Information Publication

TIP

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Indexed Tax on Asphalt Increases to \$1.14 Per Ton for the Period July 1, 2023 Through June 30, 2024

Per-Ton Tax Rate Announcement

The tax rate used by contractors who manufacture and use asphalt during fiscal year July 1, 2023 through June 30, 2024, will increase from 98 cents per ton to **\$1.14 per ton**. The indexed tax is adjusted on July 1 of each year, using a producer price index published by the U.S. Department of Labor's Bureau of Labor Statistics.

Manufactured asphalt used in federal, state, and local government public works projects is exempt from the indexed tax.

Contractor's Use Tax on Manufactured Asphalt

To calculate use tax on asphalt manufactured by a contractor for his or her use:

- a) Multiply the cost of all materials that become ingredients of the finished asphalt by 6 percent plus applicable discretionary sales surtax; plus,
- b) Multiply the cost of transporting such ingredients to the plant site by 6 percent plus the applicable discretionary sales surtax; plus,
- c) Multiply each ton of asphalt manufactured by the indexed tax. The indexed tax is in addition to all taxes paid on purchases of overhead items, including boiler fuels.

If tax is paid to a third party on the cost or transportation of materials [see (a) or (b) above], do not include those costs to calculate the total tax due. Tax is due in the month the asphalt is manufactured for use by the contractor and must be paid using the *Sales and Use Tax Return* (Form DR-15).

Reference: Section 212.06(1)(c), Florida Statutes

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 the Department's website at floridarevenue.com or call Taxpayer Services at 850-488-6800, 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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