



Tax Information Publication

TIP

No: 21C01-02

Date Issued:
September 14, 2021

Florida Corporate Income Tax

2021 Tax Rate Reduction

The Florida corporate income/franchise tax rate is reduced from 4.458% to 3.535% for taxable years beginning on or after January 1, 2021, but before January 1, 2022. The tax rate returns to 5.5% for taxable years beginning on or after January 1, 2022.

The Florida Department of Revenue will post additional TIPs on any future tax rate changes.

Taxable Year Beginning	Prior to 1/1/2019	1/1/2019 - 12/31/2020	1/1/2021 - 12/31/2021	On or after 1/1/2022
Tax Rate	5.5%	4.458%	3.535%	5.5%

Taxpayers that have a 52 - 53 week taxable year beginning on or about January 1 and ending on or about December 31 have the same tax rates as a calendar year-end taxpayer.

2022 Estimated Tax Payments – Prior Year Exception

Interest and penalty are not imposed on estimated payments that meet:

- the standard requirement of 90% of the tax due in the current year, after credits; or
- 100% of the tax due in the prior year at the current year's tax rate.

Since the 2022 corporate income tax rate returns to 5.5%, the prior year exception for tax years that begin within the 2022 calendar year is based on the tax due on the prior year's income using a 5.5% tax rate. As a result, taxpayers should recompute the prior year tax due for purposes of determining the installment required to meet the prior year exception.

References: Sections 220.1105 and 220.34, 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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