



Tax Information Publication

TIP

No: 18B06-02
 Date Issued:
 October 5, 2018

**Gross Receipts Tax
 Updated Natural Gas Index Prices for Residential and Commercial Consumers**

Each year on July 1, the index prices used by distribution companies to calculate gross receipts tax on the sale or transportation of natural or manufactured gas to retail consumers are adjusted according to law.

Section 203.01(1)(e)2., Florida Statutes, directs the Department to use the last posted index price until the United States Department of Energy Information Administration (EIA) posts a current index in Natural Gas Monthly or the Department adopts a comparable index by rule.

The 2018 natural gas residential and commercial index prices were not available when TIP 18B06-01 was issued in May 2018; therefore, the 2017 residential and commercial index prices were published. In September 2018, the EIA Natural Gas Monthly published updated residential and commercial index prices.

Beginning with the December *Gross Receipts Tax Return* (Form DR-133) and payment due in January 2019, the index price for residential and commercial consumers is as follows:

**Natural/Manufactured Gas Index Prices for Residential and Commercial Consumers
 per 1,000 cubic feet**

| Residential | | Commercial | |
|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| July 1, 2018 - November 30, 2018 | December 1, 2018 - June 30, 2019 | July 1, 2018 - November 30, 2018 | December 1, 2018 - June 30, 2019 |
| \$20.27 | \$21.15 | \$10.42 | \$10.97 |

**Natural/Manufactured Gas Index Prices for Industrial Consumers
 per 1,000 cubic feet effective July 1, 2018 through June 30, 2019**
 (There is no change to this rate as published in TIP 18B06-01.)

| Industrial |
|------------|
| \$6.30 |

The gross receipts tax due on the sale or transportation of natural or manufactured gas to retail consumers in Florida is calculated by multiplying the quantity sold or transported by the appropriate index prices listed above and then applying the 2.5% gross receipts tax rate. For more information on calculating and reporting gross receipts tax due, review the instructions on the *Gross Receipts Tax Return* (Form DR-133).

Reference: Section 203.01(1)(e), 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.

Want the latest tax information?

- ✓ Subscribe to our tax publications or sign up for due date reminders at **floridarevenue.com/dor/subscribe**
- ✓ Follow us on Twitter @FloridaRevenue