

By Senators Sullivan and Meek

22-803-99

1                                   A bill to be entitled  
2           An act relating to the tax on sales, use, and  
3           other transactions; amending s. 212.06, F.S.;  
4           phasing out the indexed tax on manufactured  
5           asphalt used in a state or local government  
6           public works project; providing an effective  
7           date.

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9 Be It Enacted by the Legislature of the State of Florida:

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11           Section 1. Paragraph (c) of subsection (1) of section  
12 212.06, Florida Statutes, 1998 Supplement, is amended to read:

13           212.06 Sales, storage, use tax; collectible from  
14 dealers; "dealer" defined; dealers to collect from purchasers;  
15 legislative intent as to scope of tax.--

16           (1)

17           (c)1. Notwithstanding the provisions of paragraph (b),  
18 the use tax on asphalt manufactured for one's own use shall be  
19 calculated with respect to paragraph (b) only upon the cost of  
20 materials which become a component part or which are an  
21 ingredient of the finished asphalt and upon the cost of the  
22 transportation of such components and ingredients. In  
23 addition, an indexed tax of 38 cents per ton of such  
24 manufactured asphalt shall be due at the same time and in the  
25 same manner as taxes due pursuant to paragraph (b). Beginning  
26 July 1, 1989, the indexed tax shall be adjusted each July 1 to  
27 an amount, rounded to the nearest cent, equal to the product  
28 of 38 cents multiplied by a fraction, the numerator of which  
29 is the annual average of the "materials and components for  
30 construction" series of the producer price index, as  
31 calculated and published by the United States Department of

1 Labor, Bureau of Statistics, for the previous calendar year,  
2 and the denominator of which is the annual average of said  
3 series for calendar year 1988.

4 2. The amount charged for manufactured asphalt that is  
5 used for any state or local government public works project is  
6 exempt from the indexed tax imposed under this paragraph,  
7 except that:

8 a. Until July 1, 2000, only 33 percent of such amount  
9 is exempt; and

10 b. From July 1, 2000, until July 1, 2001, only 66  
11 percent of such amount is exempt.

12 Section 2. This act shall take effect July 1, 1999.

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15 SENATE SUMMARY

16 Phases out the indexed tax on sales, use, and other  
17 transactions which is presently imposed on manufactured  
18 asphalt used in a state or local government public works  
19 project.

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