

May 31, 2024

Florida Sales Tax Rate Imposed on Rentals, Leases, or Licenses to Use Commercial Real Property Reduced to 2 Percent (Effective June 1)

Reflecting Florida's ongoing efforts to establish a business-friendly environment, the state sales tax rate on commercial rentals is getting ready to drop to 2.0%. Effective June 1, 2024, the state sales tax rate imposed under Section 212.031, Florida Statutes, on the total rent charged for renting, leasing, letting, or granting a license to use real property (aka commercial rentals) is reduced from 4.5 percent to 2 percent. Examples are rentals of commercial office or retail space, warehouses, or self-storage units. The discretionary sales surtax (aka local option county tax) imposed by the county where the real property is located still applies—for example, 1 percent in Miami-Dade, Broward, and Palm Beach counties. [Click here to see full county listing information](#). Each sale, admission, storage, or rental in Florida is taxable unless the transaction is exempt. Florida's general state sales tax rate is 6 percent, with the following exceptions:

- Retail sales of new mobile homes: 3 percent
- Amusement machine receipts: 4 percent
- Rental, lease, or license of commercial real property: 4.5 percent (2 percent effective June 1)
- Electricity: 6.95 percent

Information about the proper reporting of tax due on commercial rentals is available on the Florida Department of Revenue's [website](#).

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