



STATE OF NORTH DAKOTA  
**OFFICE OF STATE TAX COMMISSIONER**  
Cory Fong, Commissioner

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**To:** Pembina Sales, Use and Gross Receipts Tax Permit Holders  
**From:** Office of State Tax Commissioner, Tax Compliance Section  
**Subject:** Pembina City Sales, Use and Gross Receipts Tax Increase  
**Date:** November 30, 2009

At the present time, the city of Pembina has a 1.5 percent city sales, use and gross receipts tax in place. ***Effective January 1, 2010, the Pembina city sales, use and gross receipts tax will be 2.5 percent.*** All other provisions of the ordinance remain the same effective January 1, 2010.

The Office of State Tax Commissioner has contracted with the city of Pembina to administer the city sales, use and gross receipts tax. Tax is computed by multiplying the taxable purchase by the tax rate and carrying the product to the 3<sup>rd</sup> decimal place. If the 3<sup>rd</sup> decimal place is 5 or greater, round up; if it is 4 or less, round down. A Local Option Tax Guideline and Rate Charts are available on our website at [www.nd.gov/tax](http://www.nd.gov/tax), or can be obtained by contacting our office.

Effective January 1, 2010, the combined state and city rates within the city limits of Pembina, ***including*** deliveries made into the city by retailers located outside the city limits of Pembina, will be as follows:

General sales and use tax: 7.5 percent (5% state + 2.5% city)

New farm machinery: 3.0 percent (3% state + exempt from city)

New mobile homes: 5.5 percent (3% state + 2.5% city)

Lodging:

- Hotel, Motel and Tourist Court Accommodations, and Bed & Breakfast Accommodations licensed under North Dakota Century Code ch. 23-09.1:  
7.5 percent (5% state + 2.5% city sales)

Restaurant (sale of food and non-alcoholic beverages): 7.5 percent (5% state + 2.5% city sales)

Alcoholic Beverages:

- Off-sale alcoholic beverages: 9.5 percent (7% state + 2.5% city gross receipts)
- On-sale alcoholic beverages: 9.5 percent (7% state + 2.5% city gross receipts)

Questions concerning the increase in the Pembina city sales, use and gross receipts tax may be directed to the Office of State Tax Commissioner. You may contact the Office of State Tax Commissioner by phone at 701.328.1246, by e-mail at [salestax@nd.gov](mailto:salestax@nd.gov), or by mail at Office of State Tax Commissioner, Tax Compliance Section, 600 E Boulevard, Dept. 127, Bismarck, ND 58505-0599.