



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

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**To:** Wahpeton Sales and Gross Receipts Tax Permit Holders  
**From:** Office of State Tax Commissioner, Tax Compliance Section  
**Subject:** Wahpeton Sales and Gross Receipts Tax  
**Date:** January 31, 2012

At the present time, the city of Wahpeton has a two percent (2%) city sales, use and gross receipts tax in place. Included in this ordinance is permit holder compensation of 3% with no maximum compensation. ***Effective April 1, 2012, the Wahpeton city sales, use and gross receipts tax will remain at two percent (2%), but the permit compensation will be 3% with a maximum compensation of \$37.50 per month.*** No other changes were made to the ordinance. The following applies:

- No change in Maximum Tax (Refund Cap) –remains at \$50 per sale
- Exempts new farm machinery, new farm irrigation equipment, and coin-operated amusement
- Does not include limited exemption for contractors (see the Local Option Tax Guideline for information on this limited exemption: <http://www.nd.gov/tax/salesanduse/pubs/guide/gl-21847.pdf> )
- Permit holder compensation to be 3% with maximum compensation of \$37.50 per month
- No change to dedication of funds

The Office of State Tax Commissioner has contracted with the city of Wahpeton to administer the city sales 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).

Effective April 1, 2012, the combined state and city rates within the city limits of Wahpeton remain as follows:

- General sales and use tax: 7 percent (5% state + 2% city)
- New farm machinery: 3 percent (3% state + exempt city)
- New farm irrigation equipment: 3 percent (3% state + exempt city)
- Coin-operated amusement: 5 percent (5% state + exempt city)
- New mobile homes: 5 percent (3% state + 2% city)
- Lodging:
  - Hotel, Motel and Tourist Court Accommodations, and Bed & Breakfast Accommodations licensed under North Dakota Century Code ch. 23-09.1:  
7 percent (5% state + 2% city sales)
- Restaurant (sale of food and non-alcoholic beverages): 7 percent (5% state + 2% city sales)
- Alcoholic Beverages:
  - Off-sale alcoholic beverages: 9 percent (7% state + 2% city gross receipts)
  - On-sale alcoholic beverages: 9 percent (7% state + 2% city gross receipts)

Questions concerning the Wahpeton city sales 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 58505-0553.