



STATE OF NORTH DAKOTA
OFFICE OF STATE TAX COMMISSIONER
Ryan Rauschenberger, Commissioner

To: Kindred Sales, Use, and Gross Receipts Tax Permit Holders
From: Office of State Tax Commissioner, Tax Compliance Section
Subject: Kindred Sales, Use, and Gross Receipts Tax
Date: January 30, 2015

At the present time, the city of Kindred has a one and one half percent (1-1/2%) city sales, use, and gross receipts tax in place. **Effective April 1, 2015, the Kindred city sales, use, and gross receipts tax will be two percent (2%).** The following applies:

- Maximum Tax (Refund Cap) remains at \$50/sale
- Provides no additional exemptions other than allowed by state tax laws
- Does not exempt contracts awarded prior to effective date
- No 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>)
- No sunset date provided
- No permit holder compensation is included
- Proceeds will be used for infrastructure improvements and improvements and maintenance of park property

The Office of State Tax Commissioner has contracted with the city of Kindred 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 3rd decimal place. If the 3rd 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.

Effective April 1, 2015, the combined state and city rates within the city limits of Kindred will be as follows:

- General sales and use tax: 7-1/2 percent (5% state + 2% city + 1/2% county)
- New farm machinery: 5-1/2 percent (3% state + 2% city + 1/2% county)
- New farm irrigation equipment: 5-1/2 percent (3% state + 2% city + 1/2% county)
- New mobile homes: 5-1/2 percent (3% state + 2% city + 1/2% county)
- Lodging:
 - Hotel, Motel and Tourist Court Accommodations, and Bed & Breakfast Accommodations licensed under North Dakota Century Code ch. 23-09.1:
7-1/2 percent (5% state + 2% city sales + 1/2% county)
- Restaurant (sale of food and non-alcoholic beverages): 7-1/2 percent (5% state + 2% city sales + 1/2% county)
- Alcoholic Beverages:
 - Off-sale alcoholic beverages: 9-1/2 percent (7% state + 2% city + 1/2% county)
 - On-sale alcoholic beverages: 9-1/2 percent (7% state + 2% city + 1/2% county)

Questions concerning the Kindred 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, or by mail at Office of State Tax Commissioner, Tax Compliance Section, 600 E. Boulevard Ave., Dept. 127, Bismarck, ND 58505-0599.