



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

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## Memorandum

**To:** North Dakota Sales, Use and Gross Receipts Tax Permit Holders

**Date:** April 15, 2009

**Subject:** Local Tax Changes Effective January 1, 2009

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On April 6, 2009, the City of Fargo amended its sales tax ordinance regarding the city use tax rate on construction contracts bid prior to January 1, 2009.

Materials used in construction contracts bid before January 1, 2009 will continue to be taxed at the 1 percent city tax rate instead of the 1½ percent rate that became effective January 1. Contractors that paid 1½ percent tax on materials that qualify for the 1 percent rate are eligible for a refund of the excess tax (lesser of 1/2% or \$12.50) by applying to the Tax Commissioner's Office.

For more information, please contact the Sales Tax Compliance Section at 701.328.1246 or e-mail us at [salestax@nd.gov](mailto:salestax@nd.gov).