



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

To: North Dakota Hotel/Motel Permit Holders
From: Office of State Tax Commissioner, Sales/Use and Withholding Taxes
Subject: Sunset of State Lodging Gross Receipts Tax (Local Code 600)
Date: June 7, 2007

This memo is a follow up to the memo dated April 24, 2007 in which all taxpayers were notified of the sunset of the State Lodging Gross Receipts Tax and shall serve as the second notice of the tax change.

The State 1% Lodging Gross Receipts Tax imposed on July 1, 2003 to help fund the Lewis and Clark Celebration will sunset effective July 1, 2007. Retailers should no longer charge the 1% Lodging Gross Receipts Tax on sales made on or after July 1, 2007. Keep in mind the sale does not occur until the room is occupied. If a guest makes a reservation before July 1, 2007 for a period of time after July 1, 2007, the 1% Lodging Gross Receipts Tax **would not** apply.

If you have any questions in relation to this change, please contact our office at (701) 328-3470 or by email at salestax@nd.gov.

Sales/Use & Withholding Taxes Section
Office of State Tax Commissioner