



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

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

Subject: Local Tax Changes Effective October 1, 2013

Date: July 31, 2013

The following summarizes the local option tax changes effective October 1, 2013. Information will be mailed to permit holders located within the city and county where the change will occur.

Crosby

The city of Crosby will increase its city sales, use and gross receipts tax by one percent (1%). The tax rate for Crosby starting October 1, 2013 will be three percent (3%). The Maximum Tax (Refund Cap) will remain at \$50.00 per sale. No other changes were made to the ordinance.

(For additional information:

<http://www.nd.gov/tax/salesanduse/streamlinetax/ratechange.html>)

Lidgerwood

The city of Lidgerwood will increase its city sales, use and gross receipts tax by one percent (1%). The tax rate for Lidgerwood starting October 1, 2013 will be two percent (2%). The Maximum Tax (Refund Cap) will remain at \$25.00 per sale. No other changes were made to the ordinance.

(For additional information:

<http://www.nd.gov/tax/salesanduse/streamlinetax/ratechange.html>)

Maximum Tax (Refund Cap)

The maximum tax is the amount of tax that could apply to a single transaction. If the purchaser pays more than the maximum tax amount on a purchase, the purchaser may apply to the Tax Commissioner for a refund of any tax paid in excess of the maximum tax. Retailers may voluntarily collect up to the maximum tax amount as a convenience to their customers so the purchasers do not need to apply for a refund. Retailers are not required to calculate maximum tax and may continue to collect tax without regard to the maximum tax. Retailers should be consistent in the method they choose to calculate local taxes.

More information on state and local taxes, including the Local Option Taxes by Location Guideline, is available on our web site at www.nd.gov/tax. Rate charts are also available on our web site. You may also contact the Tax Compliance Section at (701) 328-1246 or by e-mail at salestax@nd.gov.