



Guideline

Local Option Taxes by Location

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Tax Commissioner

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LOCAL OPTION TAXES

This guideline contains information on local sales, use and gross receipts taxes, lodging taxes, lodging and restaurant taxes, and motor vehicle rental taxes **imposed by cities and counties** but administered by the North Dakota Office of State Tax Commissioner. The Office of State Tax Commissioner assumes full responsibility for collection of the taxes including delinquency control, auditing and collection activity. Local option sales, use and gross receipts taxes are reported on the same form as the state sales taxes. However, city lodging taxes, city lodging and restaurant taxes and city motor vehicle rental taxes are reported to the State Tax Commissioner on separate forms. This guideline summarizes all the North Dakota cities and counties imposing local option taxes.

New Local Option Taxes and changes to existing Local Option Taxes become effective on the first day of a calendar quarter. Updates are posted a minimum of 60 days prior to the start of the quarter on our web site at www.nd.gov/tax/salesanduse.

City Lodging Tax & City Lodging and Restaurant Tax

In addition to city sales, use and gross receipts taxes, many cities impose local taxes on lodging accommodations, restaurant meals and on-sale beverages. Unlike city sales, use and gross receipts taxes, city lodging and city lodging and restaurant taxes do not contain any special exemptions or compensation allowances. Information on these local taxes is provided below.

City Lodging Tax

City	Effective Date	Rate	City	Effective Date	Rate	City	Effective Date	Rate
Ashley	10/1/91	2%	Garrison	4/1/96	2%	New Town	6/1/87	1%
Beach	11/1/05	2%	Grafton	4/1/93	2%	Parshall	10/1/07	2%
Belfield	6/15/84	2%	Hankinson	9/1/06	2%	Regent	4-1-09	2%
Beulah	5/2/87	2%	Harvey	1/1/06	2%	Rugby	10/1/97	2%
Bismarck	7/1/81	2%	Hettinger	3/1/91	2%	Steele	10/1/91	2%
Bottineau	3/3/90	2%	Jamestown	7/1/88	2%	Tioga	7/1/91	1%
Bowman	4/1/90	2%	Lakota	9/1/06	2%	Wahpeton	4/1/89	2%
Carrington	1/1/88	2%	Langdon	10/1/95	2%	Walhalla	1/1/09	1%
Cooperstown	10/1/08	1%	Lisbon	1/1/06	2%	Watford City	4/1/86	2%
Devils Lake	7/1/84	2%	Mandan	7/1/87	2%	West Fargo	9/1/90	2%
Dickinson	7/1/82	2%	McVille	1/1/09	2%	Williston	1/1/82	2%
Drayton	7/1/07	2%	Medora	4/1/82	2%	Wishek	1/1/07	2%

Note: Fargo (3%), Grand Forks (3%), Minot (3%) and Valley City (3%) also impose a local lodging tax, however, their taxes are administered locally.

City Lodging and Restaurant Tax

City	Applies to	Effective Date	Rate	City	Applies to	Effective Date	Rate
Beulah	Lodging, food, liquor	1/1/09	1%	Jamestown	Lodging, food	7/1/88	1%
Bismarck	Lodging, food, liquor	7/1/81	1%	Lakota	Lodging	9/1/06	1%
Bottineau	Lodging, food, liquor	3/3/90	1%	Lisbon	Lodging, food, liquor	1/1/06	1%
Bowman	Lodging, food, liquor	4/1/90	1%	Mandan	Lodging, food, liquor	7/1/87	1%
Devils Lake	Lodging, food	7/1/84	1%	McVille	Lodging, food	4/1/09	1%
Dickinson	Lodging, food, liquor	7/1/82	1%	Parshall	Lodging, food, liquor	10/1/07	1%
Drayton	Lodging, food, liquor	7/1/07	1%	Regent	Lodging, food, liquor	4/1/09	1%
Edgeley	Lodging, food, liquor	4/1/97	1%	Pick City	Lodging, food, liquor	7/1/93	1%
Ellendale	Lodging, food, liquor	7/1/05	1%	Rugby	Lodging, food	10/1/97	1%
Grand Forks	Lodging, food, liquor	1/1/06	¼%	Valley City	Food, liquor	5/1/97	1%
Hazen	Lodging, food, liquor	10/1/01	1%	Wahpeton	Lodging	1/1/08	1%
				West Fargo	Lodging	1/1/06	1%

North Dakota Office of State Tax Commissioner

City Motor Vehicle Rental Tax

Three cities (Bismarck, Grand Forks, and Minot) impose a 1% tax on the rental of any motor vehicle for fewer than thirty days when that motor vehicle is either delivered to a renter at an airport or delivered to a renter who was picked up by the retailer at an airport. For the purposes of this tax, a “retailer” means a company for which the primary business is the renting of motor vehicles for periods of fewer than thirty days.

Collection and Payment of Local Taxes

Local tax is imposed on taxable sales when possession of the goods transfers to the purchaser or the purchaser’s agent within a jurisdiction (city or county) imposing a local tax. Leasing or rental companies with property located inside a taxing jurisdiction must collect local sales tax on lease or rental payments, including those contracted prior to the effective date of the local tax.

Local option sales, use and gross receipts taxes parallel state sales, use and gross receipts tax law. All exemptions applicable for state sales, use and gross receipts taxes also apply to local option sales, use and gross receipts taxes including exemptions for tax exempt entities (schools, government agencies, hospitals, etc.) and some sales to Montana residents.

The proper execution of resale certificates, exemption certificates and processing certificates exempt sales and purchases from local tax as well as state tax. However, these certificates may not be used to exempt only state or local tax; either the activity is exempt from both taxes or it is subject to both taxes.

State and Local Gross Receipts Taxes

Effective October 1, 2005, the state sales tax on new farm machinery and new farm irrigation equipment used exclusively for agricultural purposes and the state sales tax on retail sales of alcoholic beverages sold for consumption either on or off-the-premises were replaced with gross receipts taxes. Local jurisdictions that tax these items also impose a gross receipts tax. The rates for the new gross receipts taxes are identical to the previous sales tax rates for both the state and local jurisdictions.

Retailers located within a taxing jurisdiction:

- ◆ *Must collect* the local tax when the purchaser takes possession of the goods at the retailer’s location or elsewhere within the taxing jurisdiction.
- ◆ *Must not collect* the local tax for goods delivered in the retailers own vehicles or by common carrier to the purchaser outside the taxing jurisdiction.

Retailers located outside a taxing jurisdiction including those retailers located in another city or county that imposes a local sales tax:

- ◆ *Must collect* the local tax when the goods are delivered into a local taxing jurisdiction by the retailer’s delivery vehicles.
- ◆ *Must collect* the local tax if the seller delivers the goods by common carrier to the purchaser within a taxing jurisdiction if the retailer has sufficient business presence within that local taxing jurisdiction.
- ◆ *Must not collect* the local tax where the purchaser is located if the purchaser takes possession of the goods at the retailer’s location and the retailer’s location is in a different taxing jurisdiction than the purchaser.

A sufficient business presence by a retailer within a local taxing jurisdiction includes, but is not limited to:

- ◆ Sales or service people working in a city or county;
- ◆ Regular or frequent deliveries into a city or county with the seller’s own vehicles;
- ◆ Property ownership or use including lease or rental within a city or county; or
- ◆ Contractors working in a city or county on behalf of the retailer.

If the purchaser did not pay a local tax at the time of purchase, the goods will be subject to local *use* tax if the purchaser takes the goods into a city or county with a local use tax for storage, use or consumption in that taxing jurisdiction. The tax is due on the cost or fair market value of the goods when they enter the taxing jurisdiction. In these situations, the consumer is responsible to report the purchase and pay the local tax liability. The seller of the goods is not responsible to collect the use tax in this situation.

The cities of Cando and Scranton impose a local sales tax only; they do not impose a local use tax. Local tax in the cities of Cando and Scranton applies only if the seller and buyer are located within the city limits of these cities.

Contractors

Contractors and subcontractors who use tangible personal property in the performance of construction contracts within a taxing jurisdiction are subject to city or county use tax. Local use tax may be paid directly to the seller of the goods or may be accrued by the contractor for payment to the Office of State Tax Commissioner. Under state law, a contractor or subcontractor is subject to use tax regardless of who owns the goods unless local sales or use tax has already been paid on the goods.

Construction materials are subject to local tax if:

- ◆ Purchased from a retailer located inside a taxing jurisdiction for use inside that taxing jurisdiction.
- ◆ Purchased elsewhere but stored, used or consumed inside a taxing jurisdiction. **Please Note:** The local tax due is reduced by the local tax legally due and paid to another city or county.

Generally, contractors who provide a *Contractor's Certificate* to avoid payment of sales tax at the time construction materials are purchased are subject to the city or county use tax when the goods are installed whether the goods are used inside or outside of a taxing jurisdiction. The tax is due to the taxing jurisdiction where the goods were purchased.

Forty (40) local sales tax ordinances provide a limited exemption for materials that are purchased within the jurisdiction, but later installed outside of the jurisdiction where the sale took place. These jurisdictions are Anamoose, Aneta, Bismarck, Bottineau, Cooperstown, Devils Lake, Dickinson, Drake, Edgeley, Enderlin, Fairmount, Fargo, Forman, Fort Ransom, Gackle, Glenburn, Glen Ullin, Grenora, Gwinner, Halliday, Hankinson, Hannaford, Lakota, LaMoure, Leonard, Lidgerwood, Lisbon, Mandan, McVillage, Mohall, New Salem, Northwood, Page, St. John, Streeter, Underwood, Washburn, Williams County, Williston and Woodworth.

To qualify for the limited exemption, a contractor must provide the supplier a *Contractor's Certificate* at the time of purchase and ask to be exempt from both state and local sales taxes. When the goods are used, the contractor must pay state use tax on the cost of the goods. The local use tax is due to the city or county where the goods are installed only if the goods are installed within a city or county that imposes a local use tax.

A *Contractor's Certificate* may also be used in all other taxing jurisdictions that impose local sales, use and gross receipts taxes but that do not allow the limited exemption. When the materials are used, use tax is due to the local jurisdiction where the materials were purchased regardless of where the materials were installed. If the *Contractor's Certificate* is not provided, city, county and state sales tax are due at the time of purchase.

Construction materials are not subject to local tax if the goods were purchased from a retailer located in a taxing jurisdiction, but delivered by the retailer outside the taxing jurisdiction for use outside of that taxing jurisdiction.

It is important to note that the maximum tax (refund cap) is calculated on each material purchase a contractor makes to fulfill a construction contract, not on purchase orders or the entire construction contract itself. Accordingly, most construction activity which is subject to local sales or use tax will include more than the specified refund cap in total local tax costs. While retailers are required to collect the full amount of sales tax for retail sales (customer may apply for a refund of local tax collected in excess of the refund cap), when use tax is accrued, it should be accrued up to the cap amount only.

Maximum Tax Refund

Prior to October 2005, most local sales taxes included a maximum tax provision (now also known as a refund cap). This was a maximum amount of tax that could apply to a single transaction. In October 2005, the caps were replaced with a refund program. Under the refund program, the retailer was required to collect tax on the entire sale without considering the caps. If the purchaser paid more than the maximum tax amount on a purchase, the purchaser could apply to the Tax Commissioner for a refund of any tax paid in excess of the cap. See our website: <http://www.nd.gov/tax/salesanduse/forms>. Find "Claim for Refund of City or County Sales and Use Tax Transmittal". Beginning July 1, 2007, retailers may voluntarily collect up to the cap amount as a convenience to their customers so the purchasers do not need to apply for a refund. Retailers are not required to calculate caps and may continue to collect tax without regard to the caps. Retailers should be consistent in the method they choose to calculate local taxes.

Compensation

Some local option taxes provide for permit holder compensation. If the jurisdiction provides for compensation, sales and use tax permit holders are allowed to retain a portion of their local tax collections or use tax obligations to help recover administrative expenses. The jurisdictions and their appropriate rates and maximums are identified on the following pages. Please note that the return must be filed and paid in full by the scheduled due date or your compensation will be disallowed and your local tax obligation will be subject to penalty and interest.

Local Option Sales, Use and Gross Receipts Taxes as of October 1, 2009

City	Tax Type	Current Rate Initiated	Location Code	Rate	Not Subject to Local Tax	*Maximum Tax (Refund Cap)	Permit Holder Compensation
Anamoose	Sales, Use and Gross Receipts	1-1-09	220	1%	None	None	None
Aneta	Sales, Use and Gross Receipts	1-1-05	203	1%	New farm machinery Coin-operated amusement	\$25/sale	None
Ashley	Sales, Use and Gross Receipts	4-1-98	162	1%	None	\$25/sale	3% Max. - \$33.33/ month or \$100.00/quarter
Beach	Sales, Use and Gross Receipts	10-1-97	156	1%	New farm machinery	\$25/sale	None
Belfield	Sales, Use and Gross Receipts	1% - 4-1-95 1% - 4-1-07	133	2%	None	\$25/sale before 4-1-07 \$50/sale effective 4-1-07	None
Berthold	Sales, Use and Gross Receipts	1-1-96	138	1%	New farm machinery New farm irrigation equipment Coin-operated amusement	\$25/sale	None
Beulah	Sales, Use and Gross Receipts	10-1-03	200	1%	Coin-operated amusement	\$25/sale	3% Max. - \$50.00/ month or \$150.00/quarter
Bismarck	Sales, Use and Gross Receipts	4-1-86	102	1%	Coin-operated amusement	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Bottineau	Sales, Use and Gross Receipts	1% - 10-1-93 1% - 10-1-99	122	2%	New farm machinery New farm irrigation equipment	\$50/sale	3% Max. - \$50.00/ month or \$150.00/quarter
Bowman	Sales, Use and Gross Receipts	10-1-94	126	1%	New farm machinery	\$25/sale	None
Buffalo	Sales, Use and Gross Receipts	1-1-03	196	1%	None	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Cando	Sales and Gross Receipts only	1% - 7-1-98 1% - 4-1-07	161	2%	None	\$25/sale before 4-1-07 None effective 4-1-07	3% Max. - \$50.00/ month or \$150.00/quarter
Carrington	Sales, Use and Gross Receipts	1-1-94	124	1%	New farm machinery	\$25/sale	None
Carson	Sales, Use and Gross Receipts	10-1-02	191	1%	None	\$25/sale	None
Casselton	Sales, Use and Gross Receipts	4-1-98	163	1%	None	\$25/sale	None
Cavalier	Sales, Use and Gross Receipts	1% - 10-1-94 ½% - 10-1-98	127	1½%	New farm machinery	\$37.50/sale	None

* Customers can request a refund of local sales or gross receipts tax based on the difference between the amount of city or county sales or gross receipts tax paid on a qualifying sales transaction and the amount identified as the "refund cap" for a specific city or county. A sale is determined by the seller's normal billing method. Each invoice issued by the seller is considered a sale and is subject to the appropriate refund cap.

City	Tax Type	Current Rate Initiated	Location Code	Rate	Not Subject to Local Tax	*Maximum Tax (Refund Cap)	Permit Holder Compensation
Cooperstown	Sales, Use and Gross Receipts	1% - 7-1-96 ½% - 7-1-08	141	1½%	New farm machinery Coin-operated amusement	\$25/sale before 7-1-08 \$50/sale effective 7-1-08	None
Crosby	Sales, Use and Gross Receipts	1-1-93	116	1%	New farm machinery	\$25/sale	None
Devils Lake	Sales, Use and Gross Receipts	1% - 7-1-88 ½ - 1-1-97 ½ - 4-1-07	104	2%	Coin-operated amusement New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Dickinson	Sales, Use and Gross Receipts	1-1-02	106	1½%	None	\$37.50/sale	None
Drake	Sales, Use and Gross Receipts	1% - 7-1-05 1% - 7-1-08	209	2%	None	None	None
Drayton	Sales, Use and Gross Receipts	10-1-97	157	1%	None	\$25/sale	None
Dunseith	Sales, Use and Gross Receipts	1-1-05	204	1%	None	\$25/sale	None
Edgeley	Sales, Use and Gross Receipts	1% - 1-1-97 1% - 10-1-06	148	2%	None	\$25/sale before 10-1-06 None effective 10-1-06	3% Max. - \$50.00/ month or \$150.00/quarter
Edinburg ²	Sales, Use and Gross Receipts	4-1-99	176	1%	New farm machinery	\$25/sale	None
Elgin	Sales, Use and Gross Receipts	4-1-00	179	1%	None	\$25/sale	None
Ellendale	Sales, Use and Gross Receipts	1-1-95	131	1%	Coin-operated amusement	\$25/sale	3% Max. - \$50.00/ month or \$150.00/quarter
Enderlin	Sales, Use and Gross Receipts	10-1-98	166	1%	None	\$25/sale	None
Fairmount	Sales, Use and Gross Receipts	4-1-05	206	1%	None	None	None
Fargo	Sales, Use and Gross Receipts	1½% - 1-1-05 to 6-30-06 1% - 7-1-06 to 12-31-08 1½% - 1-1-09	105	1½%	Coin-operated amusement	\$37.50/sale before 7-1-06 \$25.00/sale 7-1-06 - 12-31-08 \$37.50/sale effective 1-1-09	None
Finley ³	Sales, Use and Gross Receipts	10-1-98	167	1%	Coin-operated amusement	\$25/sale	None
Forman	Sales, Use and Gross Receipts	1-1-09	221	1%	None	\$25/sale	None
Fort Ransom	Sales, Use and Gross Receipts	1-1-00	177	1%	None	\$25/sale	None
Gackle	Sales, Use and Gross Receipts	1-1-06	210	1%	None	None	None

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Garrison	Sales, Use and Gross Receipts	1% - 1-1-96 1% - 10-1-06	139	2%	New farm machinery New farm irrigation equipment Coin-operated amusement	\$25/sale prior to 10-1-06 \$50/sale effective 10-1-06	None
Glenburn	Sales, Use and Gross Receipts	7-1-08	219	1%	None	\$25/sale	None
Glen Ullin	Sales, Use and Gross Receipts	1-1-07	212	1%	None	\$25/sale	None
Grafton ²	Sales, Use and Gross Receipts	1% - 1-1-91 1% - 4-1-07	107	2%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Grand Forks	Sales, Use and Gross Receipts	7-1-00	101	1¾%	New farm machinery New farm irrigation equipment Coin-operated vending sales of 99¢ or less 44% of gross receipts from coin-operated amusement	\$43.75/sale	5% Max. - \$166.67/ month or \$500.00/quarter
Grenora ⁴	Sales, Use and Gross Receipts	10-1-02	192	1%	None	\$25/sale	None
Gwinner	Sales, Use and Gross Receipts	4-1-05	207	1%	None	None	None
Halliday	Sales, Use and Gross Receipts	7-1-96	143	1%	None	\$25/sale	None
Hankinson	Sales, Use and Gross Receipts	10-1-97	158	1%	None	\$25/sale	None
Hannaford	Sales, Use and Gross Receipts	10-1-04	202	1%	Coin-operated amusement	\$50/sale	None
Harvey	Sales, Use and Gross Receipts	10-1-91	112	1%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Harwood	Sales, Use and Gross Receipts	1-1-09	222	1%	None	\$25/sale	None
Hatton	Sales, Use and Gross Receipts	4-1-98	164	1%	Coin-operated amusement	\$25/sale	None
Hazelton	Sales, Use and Gross Receipts	10-1-00	180	1%	Coin-operated amusement	\$25/sale before 1-1-07 \$35/sale effective 1-1-07	3% Max. - \$50/month or \$150/quarter
Hazen	Sales, Use and Gross Receipts	4-1-95	134	1%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Hettinger	Sales, Use and Gross Receipts	7-1-02	142	1%	New farm machinery	\$25/sale	None
Hillsboro	Sales, Use and Gross Receipts	1-1-03	168	2%	Coin-operated amusement	\$50/sale	None

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City	Tax Type	Current Rate Initiated	Location Code	Rate	Not Subject to Local Tax	*Maximum Tax (Refund Cap)	Permit Holder Compensation
Hoople ²	Sales, Use and Gross Receipts	1-1-99	172	1%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Hope ³	Sales, Use and Gross Receipts	1-1-01	185	1%	Coin-operated amusement	\$25/sale	None
Jamestown	Sales, Use and Gross Receipts	4-1-02	110	2%	New farm machinery Coin-operated amusement	\$50/sale	None
Kenmare	Sales, Use and Gross Receipts	1% - 1-1-93 1% - 10-1-07	117	2%	Mobile homes New farm machinery New farm irrigation equipment	\$25/sale before 10-1-07 \$50/sale effective 10-1-07	None
Killdeer	Sales, Use and Gross Receipts	1% - 4-1-95 ½% - 1-1-07	135	1½%	New farm machinery	\$25/sale before 1-1-07 \$37.50/sale effective 1-1-07	None
Kulm	Sales, Use and Gross Receipts	1% - 4-1-98 1% - 10-1-07	165	2%	None	\$25/sale before 10-1-07 \$50/sale effective 10-1-07	None
Lakota	Sales, Use and Gross Receipts	1-1-07	213	1%	None	None	None
LaMoure	Sales, Use and Gross Receipts	1% - 1-1-97 ½% - 1-1-05	149	1½%	New farm machinery	\$25/sale	None
Langdon	Sales, Use and Gross Receipts	1% - 1-1-94 1% - 10-1-08	123	2%	New farm machinery Coin-operated amusement	\$25/sale before 10-1-08 \$50/sale effective 10-1-08	3% Max. - \$83.33/ month or \$250.00/quarter
Larimore	Sales, Use and Gross Receipts	1-1-95	128	1%	None	\$25/sale	None
Leonard	Sales, Use and Gross Receipts	4-1-07	215	1%	None	None	None
Lidgerwood	Sales, Use and Gross Receipts	10-1-00	181	1%	None	\$25/sale	None
Linton	Sales, Use and Gross Receipts	1% - 10-1-93 1% - 10-1-06	121	2%	Coin-operated amusement	\$25/sale before 10-1-06 None effective 10-1-06	3% Max. - \$50.00/ month or \$150.00/quarter
Lisbon	Sales, Use and Gross Receipts	1% - 7-1-95 ½% - 1-1-09	136	1½%	New farm machinery New farm irrigation equipment	\$25/sale before 1-1-09 \$37.50 effective 1-1-09	None
Maddock	Sales, Use and Gross Receipts	10-1-02	193	1½%	None	\$25/sale	None
Mandan	Sales, Use and Gross Receipts	4-1-91	108	1%	Coin-operated amusement	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Mapleton	Sales, Use and Gross Receipts	7-1-07	218	1%	None	\$25/sale	None

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Mayville	Sales, Use and Gross Receipts	1% - 1-1-97 1% - 7-1-03	150	2%	Coin-operated amusement	\$25/sale before 7-1-03 \$50/sale effective 7-1-03	None
McClusky	Sales, Use and Gross Receipts	1-1-96	140	1%	None	\$25/sale	None
McVile	Sales, Use and Gross Receipts	1-1-02	188	1%	New farm machinery Coin-operated amusement	\$25/sale	None
Medora	Sales, Use and Gross Receipts	4-1-02	178	2½%	None	\$25/single unit purchase	None
Michigan	Sales, Use and Gross Receipts	1% - 10-1-01 ½% - 4-1-04	187	1½%	None	\$25/sale	None
Milnor	Sales, Use and Gross Receipts	10-1-02	169	1½%	New farm machinery	\$25/sale	None
Minnewaukan	Sales, Use and Gross Receipts	1-1-07	214	1½%	New farm machinery New farm irrigation equipment	None	None
Minot	Sales, Use and Gross Receipts	1-1-98	103	2%	Mobile homes New farm machinery New farm irrigation equipment Coin-operated amusement	\$50/customer/day	5% Max. - \$83.33/ month or \$250.00/quarter
Minto ²	Sales, Use and Gross Receipts	4-1-07	216	1%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Mohall	Sales, Use and Gross Receipts	10-1-92	114	1%	New farm machinery	\$25/sale	None
Mott	Sales, Use and Gross Receipts	1% - 4-1-97 ½% - 4-1-04	153	1½%	None	\$25/sale	None
Munich	Sales, Use and Gross Receipts	1-1-99	173	1%	Coin-operated amusement	\$25/sale	3% Max. - \$50.00/ month or \$150.00/quarter
Napoleon	Sales, Use and Gross Receipts	1% - 10-1-96 1% - 10-1-08	144	2%	None	\$25/sale before 10-1-08 \$50/sale effective 10-1-08	3% Max. - \$50.00/ month or \$150.00/quarter
Neché	Sales, Use and Gross Receipts	1% - 1-1-04 1% - 1-1-09	201	2%	New farm machinery	\$25/sale before 1-1-09 \$50/sale effective 1-1-09	None
New England	Sales, Use and Gross Receipts	1% - 10-1-02 1% - 1-1-08	194	2%	None	\$25/sale before 1-1-08 \$100/sale effective 1-1-08	None
New Leipzig	Sales, Use and Gross Receipts	1-1-99	174	1%	None	\$25/sale	None
New Rockford	Sales, Use and Gross Receipts	1% - 10-1-96 1% - 4-1-08	145	2%	None	\$25/sale before 4-1-08 \$50/sale effective 4-1-08	None

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City	Tax Type	Current Rate Initiated	Location Code	Rate	Not Subject to Local Tax	*Maximum Tax (Refund Cap)	Permit Holder Compensation
New Salem	Sales, Use and Gross Receipts	4-1-07	217	1%	None	None	None
Northwood	Sales, Use and Gross Receipts	1% - 1-1-03 ½% - 10-1-06	197	1½%	Coin-operated amusement	\$25/sale before 10-1-06 None between 10/1/06 and 1/1/07 \$37.50/sale effective 1-1-07	None
Oakes	Sales, Use and Gross Receipts	1% - 10-1-96 ½% - 10-1-03	146	1½%	None	\$25/sale	3% Max. - \$83.33/ month or \$250.00/quarter
Oxbow	Sales, Use and Gross Receipts	1-1-02	189	1%	Coin-operated amusement	None	None
Page	Sales, Use and Gross Receipts	4-1-05	208	1%	None	\$25/sale	None
Park River ^{1,2}	Sales, Use and Gross Receipts	1% - 1-1-95 1% - 7-1-05	130	2%	New farm machinery Coin-operated amusement	\$25/sale	None
Pembina	Sales, Use and Gross Receipts	1% - 1-1-93 .5% - 10-1-09	119	1.5%	New farm machinery	\$25/sale before 10-1-09 \$50/sale effective 10-1-09	None
Portland	Sales, Use and Gross Receipts	1% - 1-1-97 1% - 7-1-03	151	2%	Coin-operated amusement	\$25/sale before 7-1-03 \$50/sale effective 7-1-03	None
Powers Lake	Sales, Use and Gross Receipts	4-1-97	154	1%	New farm machinery	\$25/sale	3% Max.-\$83.33/ month or \$250.00/quarter
Reeder	Sales, Use and Gross Receipts	1-1-03	198	1%	New farm machinery	\$25/sale	None
Regent	Sales, Use and Gross Receipts Use Tax effective 4-1-09	1% - 1-1-97 1% - 4-1-09	152	2%	None	\$25/sale None effective 4-1-09	None
Richardton	Sales, Use and Gross Receipts Use tax effective 1-1-08	1% - 10-1-97 1% - 1-1-08	159	2%	None	\$25/sale before 1-1-08 \$100/sale effective 1-1-08	None
Rolette	Sales, Use and Gross Receipts	1-1-03	199	1%	None	\$25/sale	None
Rolla	Sales, Use and Gross Receipts	1% - 1-1-94 ½% - 10-1-04	125	1½%	New farm machinery	\$25/sale	None
Rugby	Sales, Use and Gross Receipts	1% - 1-1-93 1% - 10-1-09	118	2%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. - \$50.00/ month or \$150.00/quarter
Scranton	Sales and Gross Receipts Only	4-1-02	190	1%	None	\$25/sale	None

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St. John	Sales, Use and Gross Receipts	1-1-01	186	1%	Coin-operated amusement	\$25/sale Max. - \$83.33/	3% month or \$250.00/quarter
Stanley	Sales, Use and Gross Receipts	10-1-95	137	1%	New farm machinery	\$25/sale Max. - \$83.33/	3% month or \$250.00/quarter
Steele	Sales, Use and Gross Receipts	1% - 10-1-96 1% - 4-1-07	147	2%	None	\$25/sale	None
Strasburg	Sales, Use and Gross Receipts	4-1-93	120	1%	Coin-operated amusement	\$25/sale Max. - \$50.00/	3% month or \$150.00/quarter
Streeter	Sales, Use and Gross Receipts	1-1-09	223	1%	None	None	None
Tioga ⁴	Sales, Use and Gross Receipts	1-1-95	132	1%	New farm machinery	\$25/sale	None
Tower City	Sales, Use and Gross Receipts	10-1-02	195	1%	New farm machinery	\$25/sale	None
Towner	Sales, Use and Gross Receipts	10-1-98	170	1%	New farm machinery New farm irrigation equipment	\$25/sale	3% Max. -\$50.00/ month or \$150.00/quarter
Turtle Lake	Sales, Use and Gross Receipts	1% - 10-1-00 1% - 4-1-09	182	2%	New farm machinery New farm irrigation equipment Coin-operated amusement	\$25/sale Prior to 4-1-09 \$50/sale after 4-1-09	None
Underwood	Sales, Use and Gross Receipts	10-1-06	211	1½%	New farm machinery	None	None
Valley City	Sales, Use and Gross Receipts	1% - 1-1-92 ½% - 7-1-03 ½% - 7-1-07	113	2%	New farm machinery	\$25.00/sale before 7-1-03 \$37.50/sale from 7-1-03 to 6-30-07 \$50.00/sale effective 7-1-07	None
Velva	Sales, Use and Gross Receipts	1% - 1-1-99 1% - 10-1-07	175	2%	New farm machinery New farm irrigation equipment Coin-operated amusement	\$25/sale	None
Wahpeton	Sales, Use and Gross Receipts	10-1-99	111	1½%	Coin-operated amusement New farm machinery New farm irrigation equipment	\$25/sale	3% No maximum
Walhalla	Sales, Use and Gross Receipts	1% - 10-1-97 1% - 1-1-09	160	2%	New farm machinery	\$25/sale before 1-1-09 \$50/sale effective 1-1-09	None
Washburn	Sales, Use and Gross Receipts	1% - 10-1-00 1% - 1-1-09	183	2%	None	\$25/sale	3% Max. -\$83.33/ month or \$250.00/quarter

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City	Tax Type	Current Rate Initiated	Location Code	Rate	Not Subject to Local Tax	*Maximum Tax (Refund Cap)	Permit Holder Compensation
Watford City	Sales, Use and Gross Receipts	10-1-98	171	1%	New farm machinery Coin-operated amusement	\$25/sale	3% Max. -\$83.33/ month or \$250.00/quarter
West Fargo	Sales, Use and Gross Receipts	10-1-94	129	1%	Coin-operated amusement	\$25/sale	None
Williston ⁴	Sales, Use and Gross Receipts	1% - 7-1-91 1% - 4-1-03	109	2%	New farm machinery New farm irrigation equipment Coin-operated amusement	\$25/sale before 4-1-03 \$50/sale effective 4-1-03	3% Max. - \$83.33/ month or \$250.00/quarter
Wilton	Sales, Use and Gross Receipts	10-1-00	184	1%	None	\$25/sale	3% Max. -\$83.33/ month or \$250.00/quarter
Wimbledon	Sales, Use and Gross Receipts	1-1-05	205	1%	New farm machinery	\$25/sale	None
Wishek	Sales, Use and Gross Receipts	4-1-97	155	1%	New farm machinery New farm irrigation equipment	\$25/sale before 1-1-07 None effective 1-1-07	3% Max. \$83.33/ month or \$250.00/quarter
Woodworth	Sales, Use and Gross Receipts	1-1-09	224	1%	Coin-operated amusement Coin-operated vending sales of 99 cents or less	\$30/sale	None

County	Tax Type	Current Rate Initiated	Location Code	Rate	Not Subject to Local Tax	*Maximum Tax (Refund Cap)	Permit Holder Compensation
Steele ³	Sales, Use and Gross Receipts	4-1-05	503	1%	Coin-operated vending sales of 99 cents or less Coin-operated amusement	\$25/sale	None
Walsh ²	Sales, Use and Gross Receipts	4-1-01	502	¼%	New farm machinery New farm irrigation equipment	\$25/sale	None
Williams ⁴	Sales and Use Only	10-1-06	504	½%	New farm machinery New farm irrigation equipment Coin-operated vending sales of 99 cents or less Coin-operated amusement Alcoholic beverages	\$12.50/sale	None

¹ **Park River Rate:** From 1-1-05 through 6-30-05 the city sales tax rate was 2 percent and the use tax rate was 1 percent. Effective 7-1-05 both the sales, use and gross receipts tax are at 2 percent.

² **Walsh County:** Edinburg, Grafton, Hoople, Minto and Park River are located within Walsh County. The county sales, use and gross receipts tax is in addition to state and city sales, use and gross receipts tax.

³ **Steele County:** Finley and Hope are located within Steele County. The county sales, use and gross receipts tax is in addition to state and city sales, use and gross receipts tax.

⁴ **Williams County:** Grenora, Tioga, and Williston are located within Williams County. The county sales and use tax is in addition to state and city sales, use and gross receipts tax.

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STATE SALES TAXES

The Office of State Tax Commissioner has prepared a number of sales and use tax guidelines that provide a better understanding of the North Dakota sales and use laws. These guidelines are available on our web site at www.nd.gov/tax.

State Sales Tax Rates:

- 3 percent on the total receipts from retail sales of new mobile homes. (Used mobile homes are exempt.)
- 5 percent on the total receipts from all other taxable retail sales of tangible personal property and services except where alcohol or farm machinery gross receipts taxes apply.

Gross Receipt Tax Rates:

- 3 percent on the gross receipts from retail sales of new farm machinery and new irrigation equipment used exclusively for agricultural purposes. (Used farm machinery and used irrigation equipment used exclusively for agricultural purposes are exempt.)
 - 7 percent on the gross receipts from retail sales of alcoholic beverages sold for consumption either on or off-the-premises.
- * The 1 percent tax on the gross receipts from the leasing or renting of hotel, motel or tourist court accommodations for period of less than 30 consecutive days, excluding bed and breakfast accommodations is no longer applicable. It was in effect from 7-1-03 to 6-30-07.