



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

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**To:** Dunseith Sales, Use, and Gross Receipts Tax Permit Holders  
**From:** Office of State Tax Commissioner, Tax Compliance Section  
**Subject:** Dunseith Sales, Use, and Gross Receipts Tax  
**Date:** October 31, 2015

At the present time, the city of Dunseith has a one percent (1%) city sales, use, and gross receipts tax in place. Effective December 31, 2015, this one percent (1%) will sunset. ***Effective January 1, 2016, the city of Dunseith will institute a one percent (1%) sales, use, and gross receipts tax replacing the one percent (1%) tax that ceased.*** The Dunseith city sales, use, and gross receipts tax will continue at one percent (1%). The following applies:

- Maximum Tax (Refund Cap) remains at \$25/sale
- No additional exemptions than what is allowed by the state
- Exempt contracts awarded prior to effective date
- 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>)
- Sunset date will be January 1, 2020
- No permit holder compensation is included
- Proceeds will be used for infrastructure

The Office of State Tax Commissioner has contracted with the city of Dunseith 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 3<sup>rd</sup> decimal place. If the 3<sup>rd</sup> 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](http://www.nd.gov/tax).

Effective January 1, 2016, the combined state and city rates within the city limits of Dunseith will be as follows:

- General sales and use tax: 6 percent (5% state + 1% city)
- New farm machinery: 4 percent (3% state + 1% city)
- New farm irrigation equipment: 4 percent (3% state + 1% city)
- New mobile homes: 4 percent (3% state + 1% city)
- Lodging:
  - Hotel, Motel and Tourist Court Accommodations, and Bed & Breakfast Accommodations licensed under North Dakota Century Code ch. 23-09.1:  
6 percent (5% state + 1% city)
- Restaurant (sale of food and non-alcoholic beverages): 6 percent (5% state + 1% city)
- Alcoholic Beverages:
  - Off-sale alcoholic beverages: 8 percent (7% state + 1% city)
  - On-sale alcoholic beverages: 8 percent (7% state + 1% city)

Questions concerning the Dunseith 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](mailto: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.