



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

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

At the present time, the city of Mandan has a one percent (1%) city sales, use, and gross receipts tax in place. **Effective October 1, 2015, the Mandan city sales, use, and gross receipts tax will be one and three fourths percent (1-3/4%).** No additional changes were made. The following applies:

- Maximum Tax (Refund Cap) remains at \$25/sale
- Provides for no additional exemptions other than allowed by state law
- Exempt contracts awarded prior to effective date
- Limited exemption provided 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>)
- No sunset date is scheduled
- Permit holder compensation is included
- Proceeds will be used for Park District improvements

The Office of State Tax Commissioner has contracted with the city of Mandan 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 3rd decimal place. If the 3rd 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.

Effective October 1, 2015, the combined state and city rates within the city limits of Mandan will be as follows:

- General sales and use tax: 7-1/4 percent (5% state + 1-3/4% city + 1/2% county)
- New farm machinery: 5-1/4 percent (3% state + 1-3/4% city + 1/2% county)
- New farm irrigation equipment: 5-1/4 percent (3% state + 1-3/4% city + 1/2% county)
- New mobile homes: 5-1/4 percent (3% state + 1-3/4% city + 1/2% county)
- Lodging:
 - Hotel, Motel and Tourist Court Accommodations, and Bed & Breakfast Accommodations licensed under North Dakota Century Code ch. 23-09.1:
9-1/4 percent (5% state + 1-3/4% city + 1/2% county + 2% city lodging)
- Restaurant (sale of food and non-alcoholic beverages): 8-1/4 percent (5% state + 1-3/4% city + 1/2% county + 1% city lodging & restaurant)
- Alcoholic Beverages:
 - Off-sale alcoholic beverages: 10-1/4 percent (7% state + 1-3/4% city + 1/2% county + 1% city lodging & restaurant)
 - On-sale alcoholic beverages: 10-1/4 percent (7% state + 1-3/4% city + 1/2% county + 1% city lodging & restaurant)

Questions concerning the Mandan 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, or by mail at Office of State Tax Commissioner, Tax Compliance Section, 600 E Boulevard, Dept. 127, Bismarck, ND 58505-0599.