



STATE OF NORTH DAKOTA  
OFFICE OF STATE TAX COMMISSIONER  
RYAN RAUSCHENBERGER, COMMISSIONER

**To:** Gwinner Sales, Use, and Gross Receipts Tax Permit Holders

**From:** Office of State Tax Commissioner, Tax Compliance Section

**Subject:** Gwinner Sales, Use, and Gross Receipts Tax

**Date:** January 29, 2016

At the present time, the city of Gwinner has a one percent (1%) city sales, use, and gross receipts tax in place. ***Effective April 1, 2016, the Gwinner city sales, use, and gross receipts tax will be two percent (2%).*** The following applies:

- No Maximum Tax (Refund Cap) remains
- Provides for no additional exemptions other than allowed by state law
- Exempts contracts awarded prior to effective date
  - Limited exemption provided for contractors (see the Local Option Tax Guideline for information on this limited exemption: [www.nd.gov/tax/salesanduse/pubs](http://www.nd.gov/tax/salesanduse/pubs))
- No sunset date is scheduled
- No permit holder compensation is included
- Proceeds will be used for enlarging the activity center attached to the school, the pool, and two housing developments

The Office of State Tax Commissioner has contracted with the city of Gwinner 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 April 1, 2016, the combined state and city rates within the city limits of Gwinner will be as follows:

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

Questions concerning the Gwinner 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, Dept. 127, Bismarck, ND 58505-0599.