



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

To: Jamestown Sales, Use, and Gross Receipts Tax Permit Holders

From: Office of State Tax Commissioner, Tax Compliance Section

Subject: Jamestown Sales, Use, and Gross Receipts Tax

Date: January 29, 2016

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

- Maximum Tax (Refund Cap) will be \$50/sale
- Provides for additional exemption for new farm machinery
- Exempts contracts awarded prior to effective date
 - No limited exemption provided for contractors (see the Local Option Tax Guideline for information on this limited exemption: www.nd.gov/tax/salesanduse/pubs)
- Sunset date is scheduled on or before June 30, 2035
- No permit holder compensation is included
- Proceeds will be used for Two Rivers Activity Center (TRAC)

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

- General sales and use tax: 7 percent (5% state + 2% city)
- New farm machinery: 3 percent (3% state + exempt 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:
10 percent (5% state + 2% city sales + 2% City Lodging + 1% City Lodging & Restaurant)
- Restaurant (sale of food and non-alcoholic beverages): 8 percent (5% state + 2% city sales + 1% City Lodging & Restaurant)
- 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 Jamestown 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.