NORTH DAKOTA
Brian Kroshus, Tax Commissioner

LOCAL TAX CHANGES EFFECTIVE JANUARY 1, 2027

The following local tax changes will be effective January 1, 2027. For additional information on our local taxes, please visit **www.tax.nd.gov/LocalTaxRate**.

Arnegard

The City of Arnegard will impose a city sales, use, and gross receipts tax of 1% effective January 1, 2027. The following applies:

- The local code is 253.
- No additional exemptions other than those provided by the state.
- Maximum tax (refund cap) of $50.00/sale.
- Limited exemption for contractors does not apply.
- Tax imposed applies to contract bids submitted on or after effective date.

Bottineau

At the present time, the City of Bottineau imposes a 2% sales, use, and gross receipts tax. Effective January 1, 2027, the City of Bottineau has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for Bottineau starting January 1, 2027, will be 3%. The following applies:

- Limited exemption for contractors does apply.
- Maximum tax (refund cap) of $75.00/sale.
- New Farm Machinery is exempt.
- Tax imposed applies to contract bids submitted on or after effective date.
- Vendor compensation of 3% of the local tax due, with a maximum of $50.00 per month or $150.00 per quarter.

Harvey

At the present time, the City of Harvey imposes a 2% sales, use, and gross receipts tax. Effective January 1, 2027, the City of Harvey has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for Harvey starting January 1, 2027, will be 3%. The following applies:

- Limited exemption for contractors does not apply.
- Maximum tax (refund cap) of $50/sale is removed. After January 1, 2027, there will be no maximum tax for the City of Harvey.
- New Farm Machinery is exempt.
- Tax imposed applies to contract bids submitted on or after effective date.
- Vendor compensation of 3% of the local tax due, with a maximum of $83.33 per monthor $250.00 per quarter.

Mandan

At the present time, the City of Mandan has a maximum tax (refund cap) of $56.25 per sale. Effective January 1, 2027, the City of Mandan has adopted an ordinance to remove the maximum tax. There are no changes to the local sales, use, and gross receipts tax rate, exemptions or vendor compensation.

Minto

At the present time, the City of Minto imposes a 1% sales, use, and gross receipts tax. Effective January 1, 2027, the City of Minto adopted an ordinance to increase its city sales, use, and gross receipts tax by 0.5%. The tax rate for Minto starting January 1, 2027, will be 1.5%. The following applies:

- Limited exemption for contractors does not apply.
- Maximum tax (refund cap) of $25.00/sale.
- New Farm Machinery is exempt.
- Tax imposed applies to contract bids submitted on or after effective date.
- Vendor compensation of 3% of the local tax due, with a maximum of $83.33 per month or $250.00 per quarter.

Walhalla

At the present time, the City of Walhalla imposes a 2% sales, use, and gross receipts tax. Effective January 1, 2027, the City of Walhalla adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for Walhalla starting January 1, 2027, will be 3%. The following applies:

- Limited exemption for contractors does not apply.
- No maximum tax (refund cap).
- New Farm Machinery is exempt.
- Tax imposed applies to contract bids submitted on or after effective date.
- No vendor compensation.

Wilton

At the present time, the City of Wilton imposes a 2% sales, use, and gross receipts tax. Effective January 1, 2027, the City of Wilton has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for Wilton starting January 1, 2027, will be 3%. The following applies:

- Limited exemption for contractors does not apply.
- Maximum tax (refund cap) of $50.00/sale.
- No additional exemptions other than those provided by the state..
- Tax imposed applies to contract bids submitted on or after effective date.
- Vendor compensation of 3% of the local tax due, with a maximum of $83.33 per month or $250.00 per quarter.

Maximum Tax (Refund Cap)

The maximum tax is the amount of tax that may apply to a single transaction. If the purchaser pays more than the maximum tax amount on a purchase, the purchaser may apply to the Tax Commissioner for a refund of any tax paid in excess of the maximum tax. Retailers may voluntarily collect up to the maximum tax amount as a convenience to their customers, so the purchasers do not need to apply for a refund. Retailers are not required to calculate maximum tax and may continue to collect tax without regard to the maximum tax. Retailers should be consistent in the method they choose to calculate local taxes.

More information on state and local taxes, including the Local Taxes by Location Guideline, is available on our website at **www.tax.nd.gov/LocalTaxes**. Rate charts are also available via email at **salestax@nd.gov**. To receive notification of the quarterly updates automatically, please subscribe to our email subscription list at **www.tax.nd.gov/EmailSignup**. You may also contact the Sales Tax Compliance Section at 701-328-1246 or by email at **salestax@nd.gov**.

Subscribe:

Information regarding local tax changes is available through email updates.

Visit **www.tax.nd.gov/EmailSignup** to subscribe to emails from the North Dakota Office of State Tax Commissioner. There are four lists to whcih you may subscribe. To receive the sales tax rate change notifications, subscribe to the “Sales and Special Taxes” list. You may also view the sales tax rate change notifications at **www.tax.nd.gov/LocalTaxRate**.