

At the present time, the City of Oakes has a maximum tax (refund cap) of \$25.00 per sale. Effective July 1, 2026, the City of Oakes 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.

The North Dakota Office of State Tax Commissioner has contracted with the City of Oakes to administer the city sales, use, and gross receipts tax. Tax is computed by multiplying the taxable purchase amount by the tax rate and carrying the product to the third decimal place. If the third decimal place is five or greater, round up; if it is four or less, round down. A local tax guideline is available at www.tax.nd.gov/guidelines.

Below are the combined state and city rates within the city limits of Oakes:

- General sales and use tax: 7% (5% state + 2% city)
- New farm machinery and farm irrigation equipment: 5% (3% state + 2% city)
- New manufactured homes: 5% (3% state + 2% city)
- Lodging:
 - o Hotel, motel, and tourist court accommodations and bed & breakfast accommodations licensed under North Dakota Century Code Ch. 13-09.1:
 - 9% (5% state + 2% city + 2% local lodging tax)
- Restaurants, concession stands, and mobile food trucks (sale of food and non-alcoholic beverages):
 - o 7% (5% state + 2% city)
- Alcoholic beverages:
 - o Off-sale alcoholic beverages: 9% (7% state + 2% city)
 - o On-sale alcoholic beverages: 9% (7% state + 2% city)

Questions concerning the Oakes city sales, use and gross receipts tax may be directed to the Office of State Tax Commissioner. To receive notification of the quarterly updates automatically, please subscribe to our email subscription list at www.tax.nd.gov/EmailSignup. You may contact the Office of State Tax Commissioner by phone at 701-328-1246, by email at salestax@nd.gov, or by mail at Office of State Tax Commissioner, Sales Tax Compliance Section, 600 E. Boulevard Ave., Dept. 127, Bismarck, ND 58505-0599.