



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

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

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

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

**Date:** July 31, 2017

At the present time, the city of Casselton has a one percent city sales, use and gross receipts tax in place. ***Effective October 1, 2017, the Casselton city sales, use and gross receipts tax will be two percent.*** The following applies:

- Maximum Tax (Refund Cap) will remain at \$25/sale
- No additional exemptions beyond what the state allows
- Exempt contracts awarded prior to effective date
- No sunset date provided
- No permit holder compensation is included
- Proceeds will be used for construction of a community center and capital and infrastructure improvements

The Office of State Tax Commissioner has contracted with the city of Casselton 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 October 1, 2017, the combined state and city rates within the city limits of Casselton will be as follows:

- General sales and use tax: 7.5 percent (5% state + 2% city + ½% county)
- New farm machinery: 5.5 percent (3% state + 2% city + ½% county)
- New farm irrigation equipment: 5.5 percent (3% state + 2% city + ½% county)
- New mobile homes: 5.5 percent (3% state + 2% city + ½% county)
- Lodging:
  - Hotel, Motel and Tourist Court Accommodations, and Bed & Breakfast Accommodations licensed under North Dakota Century Code ch. 23-09.1:  
7.5 percent (5% state + 2% city + ½% county)
- Restaurant (sale of food and non-alcoholic beverages): 7.5 percent (5% state + 2% city sales + ½% county)
- Alcoholic Beverages:
  - Off-sale alcoholic beverages: 9.5 percent (7% state + 2% city gross receipts + ½% county)
  - Onsale alcoholic beverages: 9.5 percent (7% state + 2% city gross receipts + ½% county)

Questions concerning the Casselton 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 email 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.