



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

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

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

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

**Date:** October 31, 2017

At the present time, the city of **Harvey** has a two percent (2%) city sales, use, and gross receipts tax in place. One percent (1%) of that two percent (2%) is scheduled to sunset December 31, 2017. Effective January 1, 2018, the city of Harvey has adopted an ordinance to continue this one percent (1%) tax. This new ordinance continues the local tax at two percent (2%). The following applies:

- Maximum Tax (Refund Cap) continues at \$50/sale
- New farm machinery and new farm irrigation equipment are exempt
- Sunset date is December 31, 2022
- Permit holder compensation is included at 3%; maximum of \$83.33/month; \$250/quarter
- Proceeds will continue to be used for community and economic development projects

The Office of State Tax Commissioner has contracted with the city of Harvey 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 January 1, 2018, the combined state and city rates within the city limits of Harvey 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: 3 percent (3% state + exempt 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:  
9 percent (5% state + 2% city sales + 2% City Lodging tax)
- 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 Harvey 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.