



## CITY OF THOMPSON SALES, USE & GROSS RECEIPTS TAX

The City of Thompson will impose a city sales, use, and alcohol gross receipts tax of 2% effective October 1, 2020. The following applies:

- The local code is 245
- No permit holder compensation
- Contracts bid prior to October 1, 2020, are exempt from local tax
- New farm machinery & new farm irrigation equipment gross receipts tax was not imposed

The Office of State Tax Commissioner has contracted with the City of Thompson 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 tax guideline and rate charts are [available on our website](#).

Effective October 1, 2020, the combined state, county, and city rates within the city limits of Thompson will be as follows:

- General sales and use tax: 7% (5% state + 2% city)
- New farm machinery: 3% (3% state)
- New farm irrigation equipment: 3% (3% state)
- New manufactured homes: 5% (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:
    - 7% (5% state + 2% city)
- Restaurant (sale of food and non-alcoholic beverages): 7% (5% state + 2% city)
- Alcoholic Beverages:
  - Off-sale alcoholic beverages: 9% (7 percent state + 2% city)
  - On-sale alcoholic beverages: 9% (7 percent state + 2% city)

Questions concerning the Thompson 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.