



LOCAL TAX CHANGES EFFECTIVE JULY 1, 2021

The following local tax changes will be effective July 1, 2021. For additional information on our local taxes, please visit www.nd.gov/tax/salesanduse/localtaxes.

Binford

At the present time, the City of Binford has a 2% city sales, use, and gross receipts tax. Effective July 1, 2021, the City of Binford has revised their ordinance to decrease its city sales, use, and gross receipts tax cap. No other changes were made to the ordinance. The following applies:

- Maximum Tax (refund cap) decreases to \$25/sale

Hillsboro

At the present time, the City of Hillsboro has a 2% city sales, use, and gross receipts tax. Effective July 1, 2021, the City of Hillsboro has adopted an ordinance to increase its city sales, use, and gross receipts tax by .5%. The tax rate for Hillsboro starting July 1, 2021, will be 2.5%. The following applies:

- No additional exemptions other than those provided by the state
- Maximum Tax (refund cap) increases to \$75/sale

McClusky

At the present time, the City of McClusky has a 1% city sales, use, and gross receipts tax. Effective July 1, 2021, the City of McClusky has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for McClusky starting July 1, 2021, will be 2%. The following applies:

- No additional exemptions than those provided by the state
- Maximum Tax (refund cap) maintains at \$25/sale

Medina

The City of Medina will impose a new city sales, use, and gross receipts tax of 1% effective July 1, 2021. The following applies:

- The local code is 247
- No additional exemptions other than those provided by the state
- Maximum Tax (refund cap) is \$25/sale
- Contracts bid prior to July 1, 2021, are exempt from the rate and maximum tax increase
- The 1% sales tax expires June 30, 2031

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.nd.gov/tax. Rate charts are also available on our website. To receive notification of the quarterly updates automatically, please subscribe to our Email Subscription update list <http://bit.ly/NDTaxUpdate>. You may also contact the Tax Compliance Section at 701.328.1246 or by email at salestax@nd.gov.

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Information regarding local tax changes is available electronically. You may sign up for email notifications online at www.nd.gov/tax. In the lower-left of the homepage, click on “Subscribe” under Email Updates, and follow the instructions. There are nine lists to which you may subscribe. To receive the sales tax rate change notifications, make sure you are subscribed to the “ND Sales and Special Taxes” list. You may also view the local sales tax rate change notifications at www.nd.gov/tax/salesanduse/localtaxes.