



Local Tax Changes effective January 1, 2023

The following local tax changes will be effective January 1, 2023. For additional information on our local taxes, please visit www.tax.nd.gov/LocalTaxRate.

Beach

At the present time, the City of Beach has a 1% sales, use, and gross receipts tax. Effective January 1, 2023, the City of Beach has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for Beach starting January 1, 2023, will be 2%. The following applies:

- New farm machinery and farm irrigation equipment is exempt from local tax
- Maximum tax (refund cap) increases to \$100.00 per sale
- No limited exemption for contractors
- Tax imposed applies to contract bids submitted on or after effective date

Cavalier

At the present time, the City of Cavalier has a 2% sales, use, and gross receipts tax. 0.5% is set to expire on January 1, 2023. Effective January 1, 2023, the City of Cavalier has adopted an ordinance to remove the sunset date. The tax rate for Cavalier starting January 1, 2023, will be 2%. No other changes were made to the ordinance.

Devils Lake

At the present time, the City of Devils Lake has a 2.25% sales, use, and gross receipts tax. Effective January 1, 2023, the City of Devils Lake has adopted an ordinance to increase its city sales, use, and gross receipts tax by 0.25%. The tax rate for Devils Lake starting January 1, 2023, will be 2.5%. The following applies:

- New farm machinery and farm irrigation equipment is exempt from local tax
- Maximum tax (refund cap) increases to \$35.00 per sale
- Permit holder compensation of 3% of the tax due, maximum \$83.33 per month or \$250.00 per quarter
- Limited exemption for contractors applies
- Tax imposed applies to contract bids submitted on or after effective date

Harvey

At the present time, the City of Harvey has a 2% city sales, use, and gross receipts tax. 1% is set to expire on December 31, 2022. Effective January 1, 2023, the City of Harvey has revised their ordinance to extend the sunset clause to December 31, 2027. No other changes were made to the ordinance.

New Leipzig

At the present time, the City of New Leipzig has a 1% sales, use, and gross receipts tax. Effective January 1, 2023, the City of Leipzig has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for New Leipzig starting January 1, 2023, will be 2%. The following applies:

- No additional exemptions other than those provided by the state
- Maximum tax (refund cap) increases to \$50.00 per sale
- Limited exemption for contractors applies
- Tax imposed applies to contract bids submitted on or after effective date

New Town

At the present time, the City of New Town has a 1% sales, use, and gross receipts tax. Effective January 1, 2023, the City of New Town has adopted an ordinance to increase its city sales, use, and gross receipts tax by 1%. The tax rate for New Town starting January 1, 2023, will be 2%. The following applies:

- New farm machinery and farm irrigation equipment is exempt from local tax
- Maximum tax (refund cap) is eliminated
- Permit holder compensation of 3% of the tax due, maximum \$83.33 per month or \$250.00 per quarter
- No limited exemption for contractors
- Tax imposed applies to contract bids submitted on or after effective date

Northwood

At the present time, the City of Northwood has a 2.5% sales, use, and gross receipts tax. Effective January 1, 2023, the City of Northwood has adopted an ordinance to increase its city sales, use, and gross receipts tax by 0.5%. The tax rate for Northwood starting January 1, 2023, will be 3%. The following applies:

- No additional exemptions other than those provided by the state
- Maximum tax (refund cap) remains at \$25.00 per sale
- Limited exemption for contractors applies
- Tax imposed applies to contract bids submitted on or after effective date

Powers Lake

At the present time, the City of Powers Lake has a 1% city sales, use, and gross receipts tax. 1% is set to expire on January 1, 2023. Effective January 1, 2023, the City of Powers Lake has revised their ordinance to extend the sunset clause until December 31, 2032. No other changes were made to the ordinance.

Ward County

At the present time, Ward County has a 0.5% city sales, use, and gross receipts tax. 0.5% is set to expire on December 31, 2022. Effective January 1, 2023, Ward County has revised their ordinance to extend the sunset clause to December 31, 2043. The maximum tax (refund cap) increases to \$50.00 per sale. No other changes were made to the ordinance.

Wishek

At the present time, the City of Wishek has a 1.5% sales, use, and gross receipts tax. Effective January 1, 2023, the City of Wishek has adopted an ordinance to increase its city sales, use, and gross receipts tax by 0.5%. The tax rate for Wishek starting January 1, 2023, will be 2%. The following applies:

- No additional exemptions other than those provided by the state
- No maximum tax (refund cap)
- Permit holder compensation of 3% of the tax due, maximum \$83.33 per month or \$250.00 per quarter
- No limited exemption for contractors
- Tax imposed applies to contract bids submitted on or after effective date

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.tax.nd.gov/LocalTaxes. Rate charts are also available via email at salestax@nd.gov. To receive notification of the quarterly updates automatically, please subscribe to our email subscription list at www.tax.nd.gov/EmailSignup. You may also contact the Sales 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 through email updates. Visit www.tax.nd.gov/EmailSignup to subscribe to emails from the Office of State Tax Commissioner. There are four lists to which you may subscribe. To receive the sales tax rate change notifications, subscribe to the "Sales and Special Taxes" list. You may also view the local sales tax rate change notifications at www.tax.nd.gov/LocalTaxRate.