



City of Rugby

Local Lodging & Restaurant Tax

Currently the City of Rugby imposes a local lodging and restaurant tax of 1% on lodging accommodations and food. Effective July 1, 2024, the local lodging and restaurant tax will also be imposed for on-sale alcohol.

The North Dakota Office of State Tax Commissioner has contracted with the City of Rugby to administer the city local lodging & restaurant tax. Tax is computed by multiplying the taxable purchase amount by the tax rate and carrying the product to the third decimal place. If the third decimal place is five or greater, round up; if it is four or less, round down. A local tax guideline is available at www.tax.nd.gov/guidelines.

Effective July 1, 2024, the combined state and city rates within the city limits of Rugby will be as follows:

- Lodging:
 - Hotel, motel, and tourist court accommodations and bed & breakfast accommodations licensed under North Dakota Century Code Ch. 13-09.1:
 - 9% (5% state + 2% city + 2% city local lodging + 1% city local lodging and restaurant)
- Restaurants, concession stands, and mobile food trucks (sale of food and non-alcoholic beverages):
 - 8% (5% state + 2% city + 1% local lodging and restaurant)
- Alcoholic beverages:
 - Off-sale alcoholic beverages: 9% (7% state + 2% city)
 - On-sale alcoholic beverages: 10% (7% state + 2% city + 1% local lodging and restaurant)

Questions concerning the Rugby city local lodging tax may be directed to the Office of State Tax Commissioner. To receive notification of the quarterly updates automatically, please subscribe to our email subscription list at www.tax.nd.gov/EmailSignup. You may contact the Office of State Tax Commissioner by phone at 701-328-1246, by email at salestax@nd.gov, or by mail at Office of State Tax Commissioner, Sales Tax Compliance Section, 600 E. Boulevard Ave., Dept. 127, Bismarck, ND 58505-0599.