



## City of Wahpeton Sales, Use & Gross Receipts Tax

At the present time, the City of Wahpeton has a maximum tax (refund cap) of \$50.00 per sale. Effective January 1, 2025, the City of Wahpeton has adopted an ordinance to remove the maximum tax. The permit holder compensation is also being removed effective January 1, 2025. The City of Wahpeton currently imposes a sales, use, and gross receipts tax rate of 2%. The following applies:

- New farm machinery is exempt.
- Maximum tax (refund cap) is removed.
- Permit holder compensation previously allowed is removed.
- Limited exemption for contractors does apply.
- Tax imposed applies to contract bids submitted on or after effective date.

The North Dakota Office of State Tax Commissioner has contracted with the City of Wahpeton to administer the city sales, use, and gross receipts 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](http://www.tax.nd.gov/guidelines).

Effective January 1, 2025, the combined state and city rates within the city limits of Wahpeton will be as follows:

- General sales and use tax: 7% (5% state + 2% city)
- New farm machinery and 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. 13-09.1:
    - 10% (5% state + 2% city + 2% local lodging tax + 1% local lodging and restaurant tax)
- Restaurants, concession stands, and mobile food trucks (sale of food and non-alcoholic beverages):
  - 8% (5% state + 2% city + 1% local lodging and restaurant tax.)
- 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 tax.)

Questions concerning the Wahpeton city sales, use and gross receipts 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](http://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](mailto: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.