January 2003

South Dakota Taxation News

Department of Revenue Gary Viken, Secretary

Disabled License Plate Regulations Updated

To limit potential abuse and misuse of reserved parking spaces, placards, and license plates for individuals with disabilities, the 2002 South Dakota Legislature passed HB 1273 (now codified in SDCL 32-30 and 32-5). The law better defines who is eligible for these reserved parking privileges and provides stiffer penalties for those who misuse those privileges. The new law went into effect July 1, 2002.

The South Dakota Department of Revenue has created a new brochure outlining what motorists should know about the new law concerning license plates for individuals with disabilities. To request a brochure, contact the South Dakota Department of Revenue, Division of Motor Vehicles at 445 East Capitol Avenue, Pierre, SD 57501-3100, 605-773-3541, or the South Dakota Coalition of Citizens with Disabilities at 221 S. Central, Pierre, SD 57501, 1-800-210-0143.

INSIDE

Dates to Remember.....2
News You Can Use.....3
In Other Revenue News.....4
January 2003 Tax Table.....5
Insights.....Back Cover

Taxation News
is a quarterly publication from the
South Dakota Department of Revenue
445 East Capitol Avenue
Pierre, South Dakota 57501

Phone: 1-800-TAX-9188
Email: rob.witte@state.sd.us
Fax: 605-773-6729

Want to receive Taxation News via e-mail?
Please send your e-mail address (along with your tax license number) to webman@state.sd.us

Municipal Tax Update

The following municipal tax rate changes go into effect January 1, 2003.

Brandon is implementing a 3% tax on alcoholic beverages, eating establishments, lodging accommodations, and ticket sales or admissions to places of amusement, athletic, and cultural events (039-5).

Colman (*076-2) is increasing its general sales and use tax rate from 1% to 2%. Food as defined by the Food Stamp Act will be taxed at 1% (076-3).

Faith (*119-2) is increasing its general sales and use tax rate from 1% to 2%. Food as defined by the Food Stamp Act will be taxed at 1% (119-4). A 3% tax rate is being imposed on alcoholic beverages, eating establishments, lodging accommodations, and ticket sales or admissions to places of amusement, athletic, and cultural events (119-3). Construction materials delivered to a truck of a construction company for use outside municipal limits will be exempt.

Gayville (*140-2) is implementing a 2% general sales and use tax. Food as defined by the Food Stamp Act will be taxed at 1% (140-1). Construction materials delivered to a truck of a construction company for use outside municipal limits will be exempt.

Platte will exempt construction materials delivered to a truck of a construction company for use outside municipal limits.

Roslyn (*315-2) is increasing its general sales and use tax rate from 1% to 2%. Food as defined by the Food Stamp Act will be taxed at 1% (315-3). Construction materials delivered to a truck of a construction company for use outside municipal limits will be exempt.

White Lake (*389-2) is increasing its general sales and use tax rate from 1% to 2%. Food as defined by the Food Stamp Act will be taxed at 1% (389-3).

Wilmot (*395-2) is increasing its general sales and use tax rate from 1% to 2%. Food as defined by the Food Stamp Act will be taxed at 1% (395-3).

The Municipal Tax Bulletin is available free of charge after January 1, 2003 by calling 1-800-TAX-9188 or log onto www.state.sd.us/revenue.

Dates to Remember

January 1 - Happy New Year! **Revenue offices closed.**

January 14 - South Dakota Legislature convenes.

January 20 - Martin Luther King, Jr. Holiday. **Revenue offices closed.**

January 21 - Paper returns and payments due for monthly filers.

January 23 - SD QUEST returns due.

January 30 - SD QUEST electronic payments due.

January 31 - Paper returns and payments due for bi-monthly, annual and semi-annual filers.

February 11 - Basic Tax Seminar, Deadwood, SD

February 12 - Basic Tax Seminar, Sioux Falls, SD

February 14 - Happy Valentine's Day!

February 17 - Presidents' Day Holiday. **Revenue offices closed.**

February 20 - SD/MN Border Issue Seminar, Sioux Falls, SD

February 20 - Paper returns and payments due for monthly filers.

February 23 - SD QUEST returns due.

February 27 - SD QUEST electronic payments due.

March 17 - Happy St. Patrick's Day!

March 20 - SD/NE Border Issue Seminar, Sioux Falls, SD

March 20 - Paper returns and payments due for monthly filers.

March 23 - SD QUEST returns due.

March 24 - Final day of the Legislative Session.

March 28 - SD QUEST electronic payments due.

March 31 - Paper returns and payments due for bi-monthly filers.

Online Calendar Debuts

The Department of Revenue has developed a new online calendar to help inform taxpayers of important filing dates and more. For the most current list of events, seminars, and dates to remember, log onto the web at www.state.sd.us/revenue/calendar.htm.

Business Education Program

Come join our Business Education Program at one of the workshops or seminars in your area. The department offers a number of educational opportunities that cover different tax issues facing new and existing business owners. For the most current list of seminars or to register for one, log onto the web at www.state.sd.us/revenue/classreg.htm. All seminars and workshops are free of charge.

2-Day Business Tax Workshop

This workshop is excellent for new business owners or as a refresher course. Information regarding the IRS, Dept. of Revenue, Dept. of Labor, Social Security and OSHA will be covered.

April 23-24, 2003
Lake Area Technical Institute
Technical Education Bldg.
230 11th Street NE
Watertown, SD

Basic Tax Seminars

Our Basic Business Tax Seminars cover sales, use and contractors' excise tax issues. These seminars are free and designed for new business owners or as a refresher course. The sales tax seminar will be held from 9am-12pm while the contractors' excise seminar will be from 1pm-4pm.

Sales and Contractors' Excise Tax Seminar

February 11, 2003
Deadwood, SD

February 12, 2003
Sioux Falls, SD

April 22, 2003
Sioux Falls, SD

Border Issues Seminars

Border Issue Seminars cover the differences in the tax application and reporting processes between South Dakota and our neighboring states of Iowa, Minnesota, Nebraska and North Dakota.

SD/IA Sales & CET Seminars

April 2, 2003
Sioux Falls, SD

SD/MN Sales & CET Seminars

February 20, 2003
Sioux Falls, SD

April 9, 2003
St. Paul, MN

SD/NE Sales & CET Seminars

March 20, 2003
Sioux Falls, SD

Controlled Group Definition

During the 2002 Legislature the definition of a controlled group was expanded. Prior to July 1, 2002, only corporations or limited liability companies that choose to file as a corporation were included in the definition of a controlled group. A controlled group was defined as any corporations or other entities eligible to file a consolidated federal income tax return, or entitled to only a single surtax exemption for federal corporate income tax purposes, and includes a controlled group of corporations as defined at 26 U.S.C. § 1563.

As of July 1, 2002, a controlled group also consists of any subchapter S corporation, limited liability company, limited liability partnership, general partnership, or limited partnership with at least eighty percent common ownership as if the entity was converted to or taxed as a subchapter C corporation under the Internal Revenue Code as in effect on January 1, 2002. Sole proprietors are not part of a controlled group.

Services provided by a member of a controlled group to another member of that controlled group are not subject to sales or use tax. Reimbursements made between controlled group members for services provided to the controlled group by a third party are not subject to sales or use tax when sales or use tax was paid on the third party's services. These exemptions do not apply to contractors' excise tax.

Example
Al and Ben form A & B partnership to run an accounting firm. Al owns 80% and Ben owns 20% of the partnership. Al also owns 80% of Dog's Incorporated that operates a pet supply business. A & B does the payroll and taxes for Dog's Inc. and bills Dog's Inc for their service. Because Al owns 80% of A & B partnership and 80% of Dog's Inc. the 80% common ownership rule is met and the services provided by A & B partnership to Dog's Inc. are not subject to sales tax.

South Dakota QUEST Updates

We would like to remind everyone of the new enhancements to the South Dakota QUEST electronic filing system. Here is a breakdown of the new enhancements to QUEST.

- **File Attach Upload** - Users will have the option of importing a file to their tax return containing city codes and the corresponding net taxable amount for each city code.
- **Save and Exit Option** - Users will be able to start a return, save the return, and later re-enter the SD QUEST system to retrieve and finish the saved return without compromising any security standards.
- **City Code Fields** - On each new return, users will find the first ten cities that the user had on the previous month's return.
- **One Page Printing** - (Depending on the number of city codes) Users will be able to print their return on one page.

Just The Facts!

The South Dakota Department of Revenue has developed a number of publications to help educate and inform taxpayers of new and existing tax policies. New businesses will find our informational guides helpful to understanding a number of key issues: sales and use tax, statewide tax permits or contractors' excise tax. If you would like to receive one of these publications, call toll-free 1-800-TAX-9188 or log onto the web at www.state.sd.us/revenue.

Informational Guides
Sales Tax Guide
Contractors' Excise Tax Guide
Construction Contractors and Subcontractors Booklet
Municipal Sales and Service Tax Guide for Municipal Officials
Municipal Tax Information Bulletin
Taxpayer Bill of Rights
Statewide Tax Permit Brochure
Ethanol Businesses – Incentive Program

Property Tax and Special Tax
2002 Appeal Process Guide for the Property Owner
Mobile/Manufactured Homes: A Homeowner's Guide to Taxation and Titling
Summary of the Assessment Process
Tax Refund Program for Senior Citizens and Citizens with Disabilities
Your Property Taxes: How They Are Calculated, How to Appeal, and Governor Janklow's 30% Tax Reduction Program

Motor Vehicle and Motor Fuel
Fuel Tax Refund Program
Highway Contractors' Tax Manual
Information on the SD Highway Patrol Vehicle Theft Unit
International Fuel Tax (IFTA) Manual
International Registration Plan (Prorate) Manual
Leased/Rented Motor Vehicles Titling Procedures
Mobile/Manufactured Homes: A Homeowner's Guide to Taxation and Titling
Motor Fuel Manual
Notation of Liens on Existing South Dakota Titles
Petroleum Haulers Intrastate Trucking Services Tax Bulletin
PRISM Brochure (Performance and Registration Information Systems Management)
Understanding Fuel Tax Laws: A Guide for Counties and Municipalities
Understanding Fuel Tax Laws: A Guide for Schools Vehicle Registration Letter

In Other Revenue News

Ask Dr. Revenue

Dear Dr. Revenue:
I sometimes use a concrete pump to move concrete from the truck to the proper location. The service provider does not prepare the site or provide any finish work. Is the pumping service subject to sales tax or contractors' excise tax?

Sincerely,
Confused Crete

Dear Confused Crete:
Concrete pumping, with no site preparation or leveling of the product, is subject to the 4% state sales tax plus applicable municipal tax. Businesses that have contractors' excise tax licenses may report sales tax on pumping services on the use tax line.

Sincerely,
Dr. Revenue

If you have a question regarding South Dakota tax law, please contact us at:

SD Dept of Revenue
Business Tax Division
445 E. Capitol Avenue
Pierre, SD 57501-3100
1-800-TAX-9188
E-mail: bustax@state.sd.us

Mailing and Packaging Services

Mailing and packaging services owe the 4% states sales tax, plus applicable municipal tax on their services. If the mailing service is hired to only perform a mailing service, the service is subject to tax based on where the service is performed. If the mailing service is hired to print a product and provide a mailing service for the product, the transaction is subject to tax based on where the product is mailed or delivered. Mailing and packaging services can purchase envelopes, labels, packaging material, tabs, ink and toner, and address lists for resale.

Mailing services can deduct postage from their taxable receipts if:
The charge for postage is itemized on the customer's invoice; and
The charge for postage is no greater than the cost of the postage to the mailing service.

If the postage charge is greater than the cost of the postage to the mailing service or if it is not itemized, sales tax applies to the total charge to the customer, including the postage.

Example
Jane takes a package to Sam's MailIt Service. Sam's ships the package via Sue's Speedy Delivery from Huron to Wall. Sam charges $10.00 plus 6% sales tax. Sue's Speedy Delivery charges Sam 4% for the intrastate transportation service.

For more information please review Tax Facts 265 Printers, Newspapers, and Mailing Services available on our website at www.state.sd.us/revenue or by calling 1-800-TAX-9188.

Miscellaneous Notes...

Linen Supply Business - The gross receipts from a linen and towel supply business are subject to the 4% state sales tax, plus applicable municipal tax. The linen and towel supply business does not owe use tax on the linens, towels, rugs, uniforms, etc. that are supplied to their customers. Sales or use tax is due on cleaning supplies or services used by the linen and towel business. Sales tax is also due if the linens, towels, rugs, or uniforms are sold.

Use Tax and Construction Materials - When do you pay? - An individual tears down a garage on his property, but not wanting to waste the lumber, he sells it to a contractor. The contractor takes the lumber and uses it in a building project. Does the contractor owe use tax on the lumber?

Yes. The individual who sold the lumber to the contractor is not in the business of selling lumber, therefore, this is an occasional sale and not subject to sales tax. However, a contractor owes use tax on material purchased in occasional transactions if no sales tax is charged.

Attention Lessors - Businesses that are leasing tangible personal property to others are responsible for paying sales or use tax on repairs to the tangible personal property.

Auctions - Sales of material or equipment at auction are subject to sales or use tax. Items sold at auction are not occasional sales. The purchase of material or equipment at an auction sale is subject to use tax, if sales tax was not paid. A building sold with the condition it must be moved is tangible personal property subject to sales or use tax.

January 2003 Tax Table

City	Codes	%Rate
Aberdeen	001-1	1.0
Aberdeen*	001-3	2.0
Aberdeen	001-5	3.0
Alcester*	006-1	1.0
Alexandria	007-4	1.0
Alexandria*	007-2	2.0
Alpena*	009-1	1.0
Arlington	013-3	1.0
Arlington*	013-2	2.0
Armour	014-3	1.0
Armour*	014-2	2.0
Artesian	015-1	1.0
Artesian*	015-2	2.0
Avon	020-3	1.0
Avon*	020-2	2.0
Baltic	022-3	1.0
Baltic*	022-2	2.0
Belle Fourche	027-1	1.0
Belle Fourche*	027-2	2.0
Belle Fourche	027-3	3.0
Belvidere	028-4	1.0
Belvidere*	028-2	2.0
Beresford	029-3	1.0
Beresford*	029-2	2.0
Blunt*	034-3	1.0
Blunt	034-2	2.0
Bonesteel*	035-1	1.0
Bowdle*	036-1	1.0
Box Elder	037-4	1.0
Box Elder*	037-2	2.0
Box Elder	037-5	3.0
Brandon	039-4	1.0
Brandon*	039-2	2.0
Brandon	039-5	3.0
Brandt*	040-1	1.0
Bridgewater	042-3	1.0
Bridgewater*	042-2	2.0
Bristol*	043-1	1.0
Britton	044-1	1.0
Britton*	044-2	2.0
Brookings	045-3	1.0
Brookings*	045-4	2.0
Brookings	045-5	3.0
Bryant*	047-1	1.0
Buffalo*	048-1	1.0
Burke	053-3	1.0
Burke*	053-2	2.0
Canistota	055-4	1.0
Canistota*	055-2	2.0
Canova	056-3	1.0
Canova*	056-2	2.0
Canton	057-6	1.0
Canton*	057-5	2.0
Carthage*	061-1	1.0
Castlewood	062-3	1.0
Castlewood*	062-2	2.0
Centerville	065-1	1.0
Centerville*	065-2	2.0
Central City	066-1	1.0
Central City*	066-2	2.0
Chamberlain	067-1	1.0
Chamberlain*	067-2	2.0
Chamberlain	067-3	3.0
Chancellor	068-4	1.0
Chancellor*	068-2	2.0
Chancellor	068-5	3.0
Clark	073-3	1.0
Clark*	073-2	2.0
Clear Lake	075-4	1.0
Clear Lake*	075-2	2.0
Colman	076-3	1.0
Colman*	076-2	2.0
Colome	077-1	1.0
Colome*	077-2	2.0
Colton	078-4	1.0
Colton*	078-2	2.0
Colton	078-3	3.0
Corsica	082-1	1.0
Corsica*	082-2	2.0
Crooks	087-3	1.0
Crooks*	087-2	2.0

City	Codes	%Rate
Custer*	088-1	2.0
Custer	088-2	3.0
Dallas*	089-1	1.0
Davis	091-1	1.0
Davis*	091-2	2.0
Deadwood	093-8	1.0
Deadwood*	093-2	2.0
Deadwood	093-3	3.0
Dell Rapids	094-4	1.0
Dell Rapids*	094-2	2.0
Dell Rapids	094-5	3.0
Delmont	095-3	1.0
Delmont*	095-2	2.0
DeSmet	092-4	1.0
DeSmet*	092-2	2.0
Doland*	098-1	1.0
Dupree*	101-1	1.0
Eden*	103-1	1.0
Edgemont	104-4	1.0
Edgemont*	104-2	2.0
Egan	105-3	1.0
Egan*	105-2	2.0
Elk Point	106-3	1.0
Elk Point*	106-4	2.0
Elkton	107-3	1.0
Elkton*	107-2	2.0
Emery	110-4	1.0
Emery*	110-2	2.0
Estelline*	113-1	1.0
Ethan	114-3	1.0
Ethan*	114-2	2.0
Eureka	115-1	1.0
Eureka*	115-2	2.0
Faith	119-4	1.0
Faith*	119-2	2.0
Faith	119-3	3.0
Faulkton	121-3	1.0
Faulkton*	121-2	2.0
Flandreau	125-4	1.0
Flandreau*	125-2	2.0
Flandreau	125-3	3.0
Florence*	126-1	1.0
Ft. Pierre	129-6	1.0
Ft. Pierre*	129-2	2.0
Ft. Pierre	129-3	3.0
Freeman	133-3	1.0
Freeman*	133-2	2.0
Garretson	138-3	1.0
Garretson*	138-2	2.0
Gary*	139-1	1.0
Gayville	140-1	1.0
Gayville*	140-2	2.0
Geddes	141-3	1.0
Geddes*	141-2	2.0
Gettysburg	142-1	1.0
Gettysburg*	142-2	2.0
Gettysburg	142-3	3.0
Glenham	145-1	1.0
Glenham*	145-2	2.0
Gregory	147-1	1.0
Gregory*	147-2	2.0
Groton	149-1	1.0
Groton*	149-2	2.0
Groton	149-5	3.0
Harrisburg	151-1	1.0
Harrisburg*	151-2	2.0
Harrold*	153-1	1.0
Hartford	154-4	1.0
Hartford*	154-2	2.0
Hartford	154-5	3.0
Hayti*	156-1	1.0
Henry*	159-1	1.0
Hermosa	160-3	1.0
Hermosa*	160-2	2.0
Herried*	161-1	1.0
Highmore	164-3	1.0
Highmore*	164-2	2.0
Hill City	165-5	1.0
Hill City*	165-2	2.0
Hill City	165-3	3.0
Hitchcock*	166-1	1.0
Hosmer*	168-1	1.0

City	Codes	%Rate
Hot Springs	169-9	1.0
Hot Springs*	169-4	2.0
Hot Springs	169-5	3.0
Hoven	171-3	1.0
Hoven*	171-2	2.0
Howard	172-1	1.0
Howard*	172-2	2.0
Humboldt	175-4	1.0
Humboldt*	175-2	2.0
Humboldt	175-5	3.0
Hurley	176-4	1.0
Hurley*	176-2	2.0
Huron	177-6	1.0
Huron*	177-2	2.0
Huron	177-3	3.0
Interior	179-1	1.0
Interior*	179-2	2.0
Ipswich	181-5	1.0
Ipswich*	181-6	2.0
Irene	182-1	1.0
Irene*	182-2	2.0
Iroquois*	183-1	1.0
Isabel*	184-1	1.0
Java*	185-1	1.0
Jefferson	186-3	1.0
Jefferson*	186-2	2.0
Kadoka	187-3	1.0
Kadoka*	187-4	2.0
Kadoka	187-5	3.0
Kennebec*	190-1	1.0
Keystone*	192-1	2.0
Keystone	192-2	3.0
Kimball	193-4	1.0
Kimball*	193-2	2.0
Lake Andes	197-7	1.0
Lake Andes*	197-2	2.0
Lake Norden*	199-1	1.0
Lake Preston	200-1	1.0
Lake Preston*	200-2	2.0
Langford*	202-1	1.0
Lead	204-5	1.0
Lead*	204-6	2.0
Lead	204-3	3.0
Lemmon	206-1	1.0
Lemmon*	206-4	2.0
Lennox	207-4	1.0
Lennox*	207-2	2.0
Leola*	208-1	1.0
Letcher	210-1	1.0
Letcher*	210-2	2.0
McCook Lake	258-1	1.0
McCook Lake*	258-2	2.0
McIntosh*	219-1	1.0
McLaughlin*	220-1	1.0
Madison	221-3	1.0
Madison*	221-2	2.0
Madison	221-6	3.0
Marion	226-3	1.0
Marion*	226-2	2.0
Martin	227-1	1.0
Martin*	227-2	2.0
Martin	227-3	3.0
Menno*	233-1	1.0
Midland	234-3	1.0
Midland*	234-2	2.0
Milbank	235-3	1.0
Milbank*	235-2	2.0
Milbank	235-4	3.0
Miller	237-1	1.0
Miller*	237-2	2.0
Mission	239-1	1.0
Mission*	239-2	2.0
Mitchell*	242-2	2.0
Mitchell	242-3	3.0
Mobridge	243-4	1.0
Mobridge*	243-3	2.0
Monroe*	244-1	1.0
Montrose	245-4	1.0
Montrose*	245-2	2.0

City	Codes	%Rate
Mt. Vernon	248-1	1.0
Mt. Vernon*	248-2	2.0
Mt. Vernon	248-3	3.0
Murdo	250-7	1.0
Murdo*	250-2	2.0
Murdo	250-3	3.0
New Underwood*	254-1	2.0
Newell	255-1	1.0
Newell*	255-2	2.0
Nisland	256-3	1.0
Nisland*	256-2	2.0
North Sioux City	258-1	1.0
North Sioux City*	258-2	2.0
Oacoma	261-4	1.0
Oacoma*	261-3	2.0
Oacoma	261-5	3.0
Olivet*	267-1	1.0
Onida	269-3	1.0
Onida*	269-2	2.0
Parker	276-1	1.0
Parker*	276-2	2.0
Parkston	277-1	1.0
Parkston*	277-2	2.0
Parkston	277-3	3.0
Philip	280-3	1.0
Philip*	280-2	2.0
Pickstown*	281-1	1.0
Pierre*	284-6	2.0
Pierre	284-7	3.0
Plankinton	286-1	1.0
Plankinton*	286-2	2.0
Platte	287-1	1.0
Platte*	287-2	2.0
Platte	287-7	3.0
Pollock*	288-1	1.0
Presho*	291-1	1.0
Ramona*	297-1	1.0
Rapid City*	298-2	2.0
Rapid City	298-3	3.0
Redfield	301-1	1.0
Redfield*	301-2	2.0
Redfield	301-7	3.0
Reliance	305-3	1.0
Reliance*	305-2	2.0
Roscoe*	312-1	1.0
Rosholt*	314-1	1.0
Roslyn	315-3	1.0
Roslyn*	315-2	2.0
Salem	322-1	1.0
Salem*	322-2	2.0
Scotland	324-3	1.0
Scotland*	324-2	2.0
Selby*	325-1	1.0
Sherman*	328-1	1.0
Sioux Falls	330-8	1.0
Sioux Falls*	330-2	2.0
Sioux Falls	330-3	3.0
Sioux Falls	800-1	1.0
Sisseton	331-3	1.0
Sisseton*	331-2	2.0
Spearfish*	334-2	2.0
Spearfish	334-3	3.0
Spencer	335-3	1.0
Spencer*	335-2	2.0
Springfield*	336-1	1.0
Stickney	337-3	1.0
Stickney*	337-2	2.0
Stratford*	340-1	1.0
Sturgis	341-6	1.0
Sturgis*	341-2	2.0
Sturgis	341-3	3.0
Summit*	342-1	1.0
Tabor*	343-1	1.0
Tea	344-4	1.0
Tea*	344-2	2.0
Tea	344-5	3.0
Timber Lake	345-3	1.0
Timber Lake*	345-2	2.0

City	Codes	%Rate
Toronto*	347-1	1.0
Trent*	349-1	1.0
Tripp	350-3	1.0
Tripp*	350-2	2.0
Tulare*	351-1	1.0
Tyndall*	355-1	1.0
Valley Springs*	359-1	1.0
Veblen*	360-1	1.0
Vermillion	362-1	1.0
Vermillion*	362-2	2.0
Vermillion	362-3	3.0
Viborg	363-1	1.0
Viborg*	363-2	2.0
Volga*	367-1	1.0
Volin*	368-1	1.0
Wagner	369-1	1.0
Wagner*	369-2	2.0
Wakonda*	370-1	1.0
Wall	372-1	1.0
Wall*	372-2	2.0
Wall	372-3	3.0
Warner	376-1	1.0
Warner*	376-2	2.0
Wasta*	377-1	1.0
Watertown	379-1	1.0
Watertown*	379-2	2.0
Watertown	379-3	3.0
Waubay	380-3	1.0
Waubay*	380-2	2.0
Webster	382-1	1.0
Webster*	382-2	2.0
Wentworth*	383-1	1.0
Wessington*	384-1	1.0
Wessington Springs	385-1	1.0
Wessington Springs*	385-2	2.0
White Lake	389-3	1.0
White Lake*	389-2	2.0
White River	391-1	1.0
White River*	391-2	2.0
Whitewood	393-1	1.0
Whitewood*	393-2	2.0
Willow Lake	394-1	1.0
Willow Lake*	394-2	2.0
Wilmot	395-3	1.0
Wilmot*	395-2	2.0
Winner	397-1	1.0
Winner*	397-2	2.0
Witten*	398-1	1.0
Woonsocket	401-3	1.0
Woonsocket*	401-2	2.0
Worthing	402-3	1.0
Worthing*	402-2	2.0
Worthing	402-4	3.0
Yankton	405-1	1.0
Yankton*	405-2	2.0
Yankton	405-3	3.0
	Tourism Tax	
Tourism	700-1	1.0
	Motor Vehicle	
MVLR	600-1	4.5
	Tribal Tax	
Cheyenne*	408-4	4.0
Cheyenne	408-3	3.0
Cheyenne Excise	408-2	2.0
Pine Ridge*	411-4	4.0
Pine Ridge	411-3	3.0
Pine Ridge Excise	411-2	2.0
Rosebud*	412-4	4.0
Rosebud	412-3	3.0
Rosebud Excise	412-2	2.0
Stand. Rock*	413-4	4.0
Stand. Rock	413-3	3.0
Stand. Rock Excise	413-2	2.0

Insights...from the Secretary of Revenue

As 2002 comes to an end, I hope you have had a good business year and are looking to the new year with optimism for an even better 2003! We hope we met your needs this year with regard to making it easier to understand the tax laws and making it easier to file and pay your sales and excise taxes. The recent improvements that were made to SD QUEST have been popular with many of you who file and pay your taxes electronically. A key priority is to continue to make it easier for more and more taxpayers to file and pay the quick and easy way. If you haven't yet tried to file by SD QUEST, give us a call and we will be happy to get you started. I know you'll like it!

We were pleased to learn in November that the Center for Digital Government in conjunction with Government Technology Magazine had given the department's website, QUEST and other web-based initiatives a first place ranking among the states for 2002. This type of recognition further energizes our commitment to make the best use of technology to assist taxpayers and to provide our employees with the best tools technology has to offer.

The 2003 Legislative Session is just around the corner, so look for changes that may be made to the tax laws when you read our next newsletter. In the meantime, should you have tax questions or suggestions on how we might do a better job, please drop us a line, visit our nearest office, give us a call at 1-800-TAX-9188, or visit us on the web.

On behalf of the staff of the SD Department of Revenue, I hope you had a joyous holiday season and you have a most prosperous New Year!

www.state.sd.us/revenue
bustax@state.sd.us or call 1-800-TAX-9188

South Dakota

Department of Revenue
445 East Capitol Avenue
Pierre, SD 57501-3100

Forwarding Service Requested