

taxation

South Dakota Department of Revenue & Regulation

in this issue

2

EXECUTIVE

Insights from the Secretary
Architects' Purchase of Blue
Prints

3

REVENUE SOLUTIONS

Business Education Program
Ask Doctor Revenue

4-6

NEWS YOU CAN USE

Return Errors
Internet Sales
Hunting Lodges
Changing Ownership Status
EIN Numbers
IRS News

7

MUNICIPAL SALES TAX RATE CHART

Contact Us:

South Dakota
Department of Revenue & Regulation
445 East Capitol Avenue
Pierre, South Dakota 57501-3185
www.state.sd.us/drr
1-800-TAX-9188
Fax: 605-773-6729

Editor/Writer:

Brooke McNaughton
brooke.mcnaughton@state.sd.us

Contributors: Jody Bartels, Ronda
Detlefson, Michael Kenyon, Jan
Talley

Want to receive **taxation** via email?
Send your email address along with
your tax license number to:
webman@state.sd.us

New Municipal Tax Changes Effective January 1

Beginning January 1, 2007, the following South Dakota communities will implement new municipal taxes or update their current city taxes.

- **Pierpont** is implementing a 2% general sales and use tax rate.
- **Saint Lawrence** is implementing a 2% general sales and use tax rate.
- **Watertown** is increasing its general sales and use tax rate from 1.9% to 2%.

The complete updated January 2006 Municipal Sales Tax Rate Chart can be found on page 7 of this publication.

New Tax Rates for Cigarettes and Tobacco Products

The taxpayers of South Dakota voted to increase the excise taxes on cigarettes and tobacco products in elections held on November 7. The changes are effective on January 1, 2007. The excise taxes for cigarettes changed from \$.53 to \$1.53 per package of 20 and from \$.67 to \$1.92 per package of 25. The Tobacco Products tax (chew, cigars, etc.) increased from 10% to 35% of the wholesale price. New reporting forms are available on line at www.state.sd.us/drr, under Special Taxes.

Reminders:

- Any business that provides alcoholic beverages to its patrons needs an alcohol license. This includes alcohol that is part of a package and alcohol that is not separately billed.

For example, a spa giving a beer to customers purchasing a service or a hotel providing wine with a room would both need alcohol licenses. Providing alcohol without a license is a class 1 misdemeanor, punishable by up to one year in jail, a \$2,000 fine, or both.

- Please ensure that any coin-operated amusement machine in your business displays the current decal. The owners of the machines buy the decals instead of paying municipal sales tax on the money they receive from the machines. If you do not have a decal from the Department of Revenue & Regulation, contact the Special Taxes division at 605-773-3311.

Insights...from the Secretary's Desk



Each year the percentage of revenues from sales, use and contractor excise tax filings completed electronically through SD QUEST gets larger. In 2006, 51% of taxes paid were filed electronically. Have you tried filing through SD QUEST? It will save you time and money. Call 1-800-TAX(829)-9188 to learn more.

Working hard with other states and industry to simplify sales tax administration so that taxes apply equally to retail sales, whether conventional or electronic, continued to be one of our highest priorities in 2006. The experts say that \$27 billion in holiday sales in 2006 will be made by Internet shoppers around the country. That's a large number, and clearly shows that on-line shopping has become a major retail channel. Ensuring that the sales tax applies equally to on-line sales in America is a challenge that must be met.

The state legislature will soon convene for its 2007 session, and with some new legislators having been elected in November, it's anyone's guess what kind of changes to the tax laws will be debated. For a summary of any changes in the sales, use and excise tax laws that occur this winter, be sure to see the April edition of this newsletter.

It's been my distinct pleasure to have served as Secretary of Revenue & Regulation these past 11 ½ years. During that time I have worked with many taxpayers on various issues and concerns, and have the utmost respect for the businesspeople of this state. Thank you for helping make my tenure with the department an enjoyable experience.

On behalf of all of us at DRR, I hope your holidays were joyous and the new year will be most prosperous.

Gary R. Viken

Editor's Note: Secretary Viken has retired from the Department of Revenue & Regulation. His last day was December 22, 2006.

Architects' Purchase of Blue Prints

The October 2006 newsletter's "Ask Doctor Revenue" question asked if an architect can purchase blue prints for resale. The answer was no, that an architect cannot purchase the blueprints for resale for the owner of the project. This answer is correct if the architect is providing a service, as a service provider there are no provisions to allow a purchase of tangible personal property for resale.

However, if the architect sells blueprints and does not provide service to the client, they do not design or modify the plans, then this is a sale of tangible personal property and as such the copies can be purchased for resale.

Examples:

1. An architect is hired to design a home. When completed the architect makes copies of the blueprints for the homeowner and various contractors. The homeowner is charged for the design service and the copying cost for the blueprints. The architect is providing a service and cannot purchase the blueprints for resale. Sales tax on the total charge to the customer.
2. An engineer/architect firm is hired to design plans and specs for streets in a privately owned new development. Copies are made and provided to contractors that may be bidding on the project. The land owner is billed for the design and for

the copying cost of the plans and specs. There is no markup in the copying charges. Because the architect is providing a service to the land owner the architect cannot purchase the blueprints for resale. Sales tax is due on the total charge to the customer.

3. Same as 2 except the land owner is billed for the design and each contractor is billed for the plans and specs they request. In this situation because there is no design service provided to the contractors, the contractors are purchasing tangible personal property. The architect may purchase the plans sold to the contractors for resale and will owe sales tax on the fee charged the contractors for the plans. The design service to the land owner is also subject to sales tax.

4. An architect is contacted by a client for plans for a home. The architect has several plans already in inventory the client may select from. The client selects a plan without changes. The architect has copies made for the owner and contractors. The owner is billed for each copy. Because there is no service provided to the client, this is a sale of tangible personal property. Tangible personal property to be sold at retail can be purchased for resale. IF any modifications or additions were made by the architect, then this is a service and the copies would not be purchased for resale.

REVENUE SOLUTIONS

Business Education Program

Come join our Business Education Program at one of the workshops or seminars in your area. For the most current list of seminars or to register, visit our website at www.state.sd.us/drr.

Border Issues Seminars

Border Issues Seminars cover the difference in the tax application and reporting process between South Dakota and bordering states. For more information or to view our latest seminars, visit us online at www.state.sd.us/drr2/seminar/classreg.htm.

MN/SD Border Issues Sales Tax:

March 28, 2007 9:00am – 12:00pm

Morningside Community Center **Contractors' Tax:**

2400 S. Bahnson Ave. 1:00pm – 4:00pm

Sioux Falls, SD

Tri-State (IA/NE/SD)

April 18, 2007 Sales Tax: 9:00am – 4:00pm

April 19, 2007 Contractors' Tax: 9:00am – 4:00pm

Technical Business Center

Conference Room

2329 N. Career Ave.

Sioux Falls, SD

Tri-State (IA/NE/SD)

May 23, 2007 Sales Tax: 9:00am – 4:00pm

May 24, 2007 Contractors' Tax: 9:00am – 4:00pm

Western Iowa Technology

Building B (Advanced Sciences Building)

4647 Stone Avenue

Sioux City, IA

Small Business Workshops

Information regarding the Department of Revenue & Regulation, Department of Labor, and the Small Business Administration will be covered. For more information, check us out online at www.state.sd.us/drr2/seminar/classreg.htm.

April 25, 2007

Lake Area Technical Institute

Technical Education Building

230 11th St. NE

Watertown, SD

May 9, 2007

Brookings Library

515 3rd St.

Brookings, SD

May 16, 2007

Northern State University

Student Center - Centennial Room B & D

1200 S. Jay St.

Aberdeen, SD

Ask Doctor Revenue

By Dr. Revenue

Our law firm from Rapid City, SD, is representing a client from ND in a lawsuit involving a car accident in Rapid City, SD. Do we charge SD or ND sales tax on this service?

Using the guide found in the Attorney tax facts use the following three steps to determine what tax to apply:

1. If the service is received at your office in Rapid City, then apply SD plus Rapid City sales tax.
2. If the service is received by the client at another location - such as at their location in ND, then apply sales tax to that location.
3. If the service is received by the client at multiple locations - such as at your office, at their location and at a deposition in another town, then sales tax is applied based on the client's address.

For further information on attorney services please review the Attorney Tax Facts at <http://www.state.sd.us/drr2/publications/taxfacts/attorneys.pdf>.

Tax Filing Deadlines

January

- Jan. 20 - Paper returns and payments due for monthly filers.
- Jan. 23 - SD QUEST returns due.
- Jan. 30 - SD QUEST electronic payments due.
- Jan. 31 - Paper returns and payments due for bi-monthly filers.

February

- Feb. 20 - Paper returns and payments due for monthly filers.
- Feb. 23 - SD QUEST returns due.
- Feb. 27 - SD QUEST electronic payments due.

March

- March 20 - Paper returns and payments due for monthly filers.
- March 23 - SD QUEST returns due.
- March 29 - SD QUEST electronic payments due.
- March 31 - Paper returns and payments due for bi-monthly filers.

NEWS YOU CAN USE

Sales Tax Return Errors – Check Your Return!

The Department has seen many returns filled out incorrectly since the tax returns were changed in January of 2006. The required information on the current form is not listed on the same lines as it was on the previous return. In some cases different information is requested than that on the previous returns.

Please review your next return to see that you are putting the correct information on the following lines of the sales tax return.

Line 1. Gross sales – Include all sales, taxable and nontaxable.

Line 2. Use Taxable – Include cost of goods or services purchased for use by your business on which no sales tax was paid.

Line 3. Non-Taxable Sales – Include all non-taxable sales which may include resale, out-of-state sales, government sales, motor fuel sales, exempt products, and sales to exempt customers. (Line 3 was previously a total of lines 1 and 2. Some taxpayers are still putting the total of lines 1 and 2 on this line, which results in all your sales and use taxable items being deducted as non-taxable.)

Line 4. Reservation Sales – Include only taxable sales delivered on Indian Country (Reservations) controlled by the Cheyenne River Sioux, Pine Ridge Sioux, Rosebud Sioux, or Standing Rock Sioux tribal governments. These sales must also be listed in the City and Reservation Tax Calculation Detail (lines 8-21). Do NOT include any city tax amounts on line 4.

Line 5. Net State Sales Taxable – Add Lines 1 and 2, then subtract Lines 3 and 4. This is the amount subject to the 4% state sales tax.

| SALES TAX CALCULATIONS | GROSS | TAXABLE | RATE | TAX DUE |
|---|-----------|-----------|------|----------|
| 1. Gross Sales | 50,000.00 | | | |
| 2. Use Taxable | 1,000.00 | | | |
| 3. Non-Taxable Sales | 20,000.00 | | | |
| 4. Reservation Sales (Detail in City Section) | 5,000.00 | | | |
| 5. Net State Sales Taxable (Line 1 plus Line 2, minus Line 3, minus Line 4) | | 26,000.00 | x 4% | 1,040.00 |

Use Tax Applies to Internet and Out-of-State Purchases

There has been a lot of discussion on sales tax and Internet purchases lately. But did you know you might owe **use tax** on Internet sales? If you purchase an item over the Internet, through a catalog or in another state for use in South Dakota, and did not pay sales tax at the time of purchase, **you owe South Dakota use tax.**

The differences between the sales tax and use tax are when it is applied and who is responsible for remitting it.

Sales tax is applied at the time of purchase of goods and services; the seller of the item is responsible for reporting and remitting the tax. Use tax is applied after the purchase is made. That is, when a purchase is made without paying sales tax, the buyer or user of the goods or services is responsible for paying use tax.

The rates for use tax are the same as the

sales tax rates—four percent state tax plus applicable municipal tax.

Use tax applies to services as well. If the service is used in South Dakota, use tax is due if the service provider does not collect sales tax.

You owe use tax to South Dakota:

if you did not pay sales tax when you bought the item;

or

the sales tax you paid to another state was not as much as what you would have paid in South Dakota. The difference in the two amounts is how much use tax is owed. Add the 4% state tax to any applicable city tax to determine if you owe additional use tax.

Reciprocity: If the rates of the other state's sales tax are the same or more than South Dakota's tax rate, you do not owe any use tax.

Repairs to Leased Equipment

A lease or rental business owes sales or use tax on all replacement parts, repair parts or maintenance items installed in its rental inventory.

Farm Machinery:

The repair to or maintenance of leased farm machinery and irrigation equipment used primarily for agricultural purposes is exempt from sales or use tax.

Railroad cars:

The repair to or maintenance of a leased railroad car is subject to sales tax, however, the lease of the railroad car is exempt from sales tax.

Revenue Joins Forces to Regulate Hunting Lodges

Recently the Department met with officials from Game, Fish & Parks, the Department of Health, and the Fire Marshall office to make sure all hunting lodges, guides and preserves were properly licensed and inspected. These agencies will share information pertaining to requirements and licensing of hunting operations for sales tax, preserves, food and lodging inspections and fire safety inspections. Look for an upcoming joint licensing and informational fact sheet showing state requirements for hunting operations.

If you have any questions concerning sales tax on hunting lodges or operations, please contact us. Other questions concerning health or fire inspections or questions on preserves or hunting regulations contact the following individuals:

Clark Hepper
South Dakota Department of Health
Office of Health Protection
207 E. Missouri Ave. Ste 1A
Pierre SD 57501
(605) 773-4945

Paul Merriman
118 West Capitol
State Fire Marshal Office
Pierre, SD 57501
(605) 773-3562

Tom Jaros
118 West Capitol
State Fire Marshal Office
Pierre, SD 57501
(605) 773-3562

If the question pertains specifically to shooting preserves, contact:

Steve Thompson, GFP Shooting
Preserve Coordinator
412 W. Missouri
Pierre, SD 57501
(605) 773-4191

For general information, please contact:

GFP Information & Education
412 W. Missouri
Pierre, SD 57501
(605) 773-3485

Is your business changing ownership status?

With a New Year beginning, many businesses consider changing their ownership status for income tax purposes. Changes in ownership status can affect your licensing for state tax purposes as well.

A change in ownership status, such as changing from a sole proprietor to a corporation or LLC, requires that a new license be issued. You can access the Department's website at <http://www.state.sd.us/drr> to complete your license application electronically.

If you are changing partners within an existing partnership, a "Change in Partnership Application" must be completed to update Department records with the names, addresses, social security numbers, and phone numbers of all partners entering and leaving the partnership.

If a business dissolves a corporation and a new corporation is formed, a new tax license is required for the new corporation. If the corporation does not dissolve but experiences a change in corporate officers only, this does not require a change in the tax license itself. However, all changes must be reported to the Department by completing a "Corporate Officer Update" form.

Both the "Change in Partnership Application" and the "Corporate Officer Update" forms are available on our website and can be printed off for mailing, or you can contact our office to have the appropriate forms mailed to you.

If you have questions regarding potential ownership changes and determining if a new license is needed, please contact the Department at 1-800-829-9188, or by email at bustax@state.sd.us.

Pillows and Exercise Equipment

Durable medical equipment is exempt from sales and use tax when prescribed by a physician, chiropractor, optometrist, dentist, or podiatrist. Durable medical equipment means equipment, including repair and replacement parts for same, which:

- (1) Can withstand repeated use;
- (2) Is primarily and customarily used to serve a medical purpose;
- (3) Generally is not useful to a person in the absence of illness or injury; and
- (4) Is not worn in or on the body.

Pillows, hot tubs, exercise equipment, and exercise balls are not durable medical equipment and are subject to sales even if prescribed. They do not meet the state's definition of durable medical equipment because they are useful to a person in the absence of illness or injury.

For more information on the new definitions of drugs, durable medical equipment, mobility enhancing equipment, prosthetic devices, and medical devices view Tax Facts # 225, Health Services, Drugs, and Medical Devices, on our website at www.state.sd.us/drr or request a copy by calling the department toll free at 1-800-TAX-9188.

Yankton Office Relocates

Please note the new address effective January 2007:

Dept. of Revenue & Regulation
1900 Summit Street
PO Box 859
Yankton, SD 57078-0859

Employer Identification Numbers On-line

You can now apply for Employer Identification Numbers online at the IRS website at www.irs.gov. Simply search “EIN” to find Employer Identification information. This service is available 24 hours a day, 7 days a week.

While the Internet is the preferred method for applying for EINs, business owners may still obtain EINs via telephone by calling **1-800-829-4933** from 7 a.m. to 10 p.m., Monday through Friday, in their local time zone, or by mailing or faxing Form SS-4, as provided in the form’s instructions.

With the availability of applying for

EINs online, individuals should be aware that there are some Internet sites advertising this same service but are charging a fee.

When considering any change to your business you should contact an accountant or attorney to obtain information concerning your federal income tax and legal advantages.

Be sure to let the Department of Revenue and Regulation know when you obtain a federal identification number. The Department will help you determine if you are properly licensed for state sales, use and excise tax purposes.

For answers to industry-specific questions, see the following tax facts available on our website at www.state.sd.us/drr/publicat.htm.

- Accountants
- Advertising Agencies
- Ag Equipment/Services
- Agricultural Tax Changes
- Auctioneers/Auction Services
- Attorneys
- Audits
- Bars and Restaurants
- Basic Sales & Use Tax Info
- Boats
- Churches
- Communications Equipment
- Contractor’s Excise Tax
- County Governments
- Dentists
- Entertainers
- Exemption Certificate
- Exempt Entities
- Financial Institutions
- Food Stamps/WIC Purchases
- Franchise Operations
- Funeral Services
- Garbage/Solid Waste Services
- Gravel
- Gross Receipts
- Health Services, Drugs, and Medical Devices
- Hospitals - Nonprofit
- Hotels, Motels and Campgrounds
- Hunting and Fishing Services
- Investigative Services Bureau
- Lease and Rental
- Manufactured & Modular Homes
- Metal Mining
- Motor Vehicle Sales and Repair
- Moving and Storage
- Municipalities
- Photographers
- Printers, Newspapers, and Mailing Services
- Realty Improvements for Exempt Entities
- Restaurants and Bars
- Self Contractor’s
- Speculative Builders
- Taxidermists
- Title & Abstract Companies
- Tobacco Retailers
- Tourism Tax
- Tribal
- Universities
- Use Tax
- Veterinarians

News from the IRS

- A Phone Forum on the *Electronic IRS* is scheduled. It will cover e-file updates, EFTPS and Batch provider information, and **navigating IRS & Other Electronic Products**.
- Register at www.attevent.com to get a Personal Identification Number (PIN) for joining the conference.
- Conference dial-in number: Toll free: 1-866-216-6835

| | Access Code | Central (CST) | Mountain (MST) |
|------------------|-------------|------------------|-------------------|
| January 11, 2007 | 754087 | 11:00am - 1:00pm | 10:00am - 12:00pm |

- The standard mileage rates for 2007 are 48.5 cents per mile for business miles and 20 cents per mile for moving miles.
- In Fact Sheet 2006-26, available at <http://www.irs.gov/newsroom/article/0,,id=163780,00.html>, the IRS reminds taxpayers to become familiar with the tax law before deducting car and truck-related business expenses. This is one of several areas that the IRS will be looking at in audits because they contribute to the tax gap — the difference between the amount of tax that taxpayers should pay and the amount that is paid voluntarily and on time. For more information, go to www.irs.gov and use the search term “tax gap.”
- IR 2006-179, located online at <http://www.irs.gov/newsroom/article/0,,id=164305,00.html>, explains the method businesses can use to claim the telephone excise tax refund. Businesses must complete Form 8913, *Credit for Federal Telephone Excise Tax Paid* on their 2006 tax return to claim this refund.

JANUARY 2007 MUNICIPAL SALES TAX RATE CHART

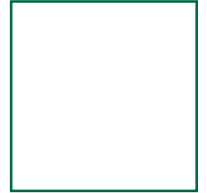
| <u>City</u> | <u>Code</u> | <u>Rate</u> | <u>City</u> | <u>Code</u> | <u>Rate</u> | <u>City</u> | <u>Code</u> | <u>Rate</u> | <u>City</u> | <u>Code</u> | <u>Rate</u> |
|----------------------|--------------|-------------|--------------------|--------------|-------------|-------------------------|-------------------------|-------------|----------------------------|--------------|-------------|
| Aberdeen* | 001-2 | 2.00 | Elk Point* | 106-2 | 2.00 | Leola* | 208-2 | 2.00 | Spearfish* | 334-2 | 2.00 |
| Aberdeen | 001-1 | 1.00 | Elkton* | 107-2 | 2.00 | Lesterville | 209-2 | 1.00 | Spearfish | 334-1 | 1.00 |
| Alcester* | 006-2 | 2.00 | Emery* | 110-2 | 2.00 | Letcher* | 210-2 | 2.00 | Spencer* | 335-2 | 2.00 |
| Alexandria* | 007-2 | 2.00 | Estelline* | 113-2 | 1.00 | Letcher | 210-1 | 1.00 | Springfield* | 336-2 | 2.00 |
| Alpena* | 009-2 | 1.00 | Ethan* | 114-2 | 2.00 | Madison* | 221-2 | 2.00 | Stickney* | 337-2 | 2.00 |
| Arlington* | 013-2 | 2.00 | Eureka* | 115-2 | 2.00 | Madison | 221-1 | 1.00 | Stratford* | 340-2 | 1.00 |
| Armour* | 014-2 | 2.00 | Faith* | 119-2 | 2.00 | Marion* | 226-2 | 2.00 | Sturgis* | 341-2 | 2.00 |
| Artesian* | 015-2 | 2.00 | Faith | 119-1 | 1.00 | Martin* | 227-2 | 2.00 | Sturgis | 341-1 | 1.00 |
| Aurora* | 019-2 | 1.00 | Faulkton* | 121-2 | 2.00 | Martin | 227-1 | 1.00 | Summerset* | 425-2 | 2.00 |
| Avon* | 020-2 | 2.00 | Flandreau* | 125-2 | 2.00 | McCook Lake* | Report Under | | Summerset | 425-1 | 1.00 |
| Baltic* | 022-2 | 2.00 | Flandreau | 125-1 | 1.00 | | North Sioux City | | Summit* | 342-2 | 2.00 |
| Baltic | 022-1 | 1.00 | Florence* | 126-2 | 2.00 | McIntosh* | 219-2 | 1.00 | Tabor* | 343-2 | 2.00 |
| Belle Fourche* | 027-2 | 2.00 | Fort Pierre* | 129-2 | 2.00 | McLaughlin* | 220-2 | 1.00 | Tea* | 344-2 | 2.00 |
| Belle Fourche | 027-1 | 1.00 | Fort Pierre | 129-1 | 1.00 | Menno* | 233-2 | 2.00 | Tea | 344-1 | 1.00 |
| Belvidere* | 028-2 | 2.00 | Freeman* | 133-2 | 2.00 | Midland* | 234-2 | 2.00 | Timber Lake* | 345-2 | 2.00 |
| Beresford* | 029-2 | 2.00 | Garretson* | 138-2 | 2.00 | Milbank* | 235-2 | 2.00 | Toronto* | 347-2 | 1.00 |
| Beresford | 029-1 | 1.00 | Gary* | 139-2 | 1.00 | Milbank | 235-1 | 1.00 | Trent* | 349-2 | 1.00 |
| Big Stone City* | 031-2 | 1.00 | Gayville* | 140-2 | 2.00 | Miller* | 237-2 | 2.00 | Tripp* | 350-2 | 2.00 |
| Blunt* | 034-2 | 1.00 | Geddes* | 141-2 | 2.00 | Mission* | 239-2 | 1.75 | Tulare* | 351-2 | 1.00 |
| Blunt | 034-1 | 1.00 | Gettysburg* | 142-2 | 2.00 | Mitchell* | 242-2 | 2.00 | Tyndall* | 355-2 | 2.00 |
| Bonesteel* | 035-2 | 1.00 | Gettysburg | 142-1 | 1.00 | Mitchell | 242-1 | 1.00 | Valley Springs* | 359-2 | 2.00 |
| Bowdle* | 036-2 | 2.00 | Glenham* | 145-2 | 2.00 | Mobridge* | 243-2 | 2.00 | Veblen* | 360-2 | 1.00 |
| Box Elder* | 037-2 | 2.00 | Gregory* | 147-2 | 2.00 | Mobridge | 243-1 | 1.00 | Vermillion* | 362-2 | 2.00 |
| Box Elder | 037-1 | 1.00 | Groton* | 149-2 | 2.00 | Monroe* | 244-2 | 1.00 | Vermillion | 362-1 | 1.00 |
| Brandon* | 039-2 | 2.00 | Groton | 149-1 | 1.00 | Montrose* | 245-2 | 2.00 | Viborg* | 363-2 | 2.00 |
| Brandon | 039-1 | 1.00 | Harrisburg* | 151-2 | 2.00 | Mound City* | 247-2 | 1.00 | Viborg | 363-1 | 1.00 |
| Brandt* | 040-2 | 2.00 | Harrisburg | 151-1 | 1.00 | Mount Vernon* | 248-2 | 2.00 | Volga* | 367-2 | 1.00 |
| Bridgewater* | 042-2 | 2.00 | Harrod* | 153-2 | 1.00 | Mount Vernon | 248-1 | 1.00 | Volin* | 368-2 | 1.00 |
| Bristol* | 043-2 | 2.00 | Hartford* | 154-2 | 2.00 | Murdo* | 250-2 | 2.00 | Wagner* | 369-2 | 2.00 |
| Britton* | 044-2 | 2.00 | Hartford | 154-1 | 1.00 | Murdo | 250-1 | 1.00 | Wakonda* | 370-2 | 1.00 |
| Britton | 044-1 | 1.00 | Hayti* | 156-2 | 2.00 | New Underwood* | 254-2 | 2.00 | Wall* | 372-2 | 2.00 |
| Brookings* | 045-2 | 2.00 | Hazel* | 157-2 | 1.00 | Newell* | 255-2 | 2.00 | Wall | 372-1 | 1.00 |
| Brookings | 045-1 | 1.00 | Hecla* | 158-2 | 1.00 | Nisland* | 256-2 | 2.00 | Warner* | 376-2 | 2.00 |
| Bryant* | 047-2 | 1.00 | Henry* | 159-2 | 1.00 | North Sioux City* | 258-2 | 2.00 | Wasta* | 377-2 | 1.00 |
| Buffalo* | 048-2 | 1.00 | Hermosa* | 160-2 | 2.00 | North Sioux City | 258-1 | 1.00 | Watertown* | 379-2 | 2.00 |
| Burke* | 053-2 | 2.00 | Herreid* | 161-2 | 1.00 | Oacoma* | 261-2 | 2.00 | Watertown | 379-1 | 1.00 |
| Canistota* | 055-2 | 2.00 | Highmore* | 164-2 | 2.00 | Oacoma | 261-1 | 1.00 | Waubay* | 380-2 | 2.00 |
| Canova* | 056-2 | 1.95 | Highmore | 164-1 | 1.00 | Olivet* | 267-2 | 1.00 | Webster* | 382-2 | 2.00 |
| Canton* | 057-2 | 2.00 | Hill City* | 165-2 | 2.00 | Onida* | 269-2 | 2.00 | Webster | 382-1 | 1.00 |
| Carthage* | 061-2 | 1.00 | Hill City | 165-1 | 1.00 | Parker* | 276-2 | 2.00 | Wentworth* | 383-2 | 2.00 |
| Castlewood* | 062-2 | 2.00 | Hitchcock* | 166-2 | 1.00 | Parkston* | 277-2 | 2.00 | Wessington* | 384-2 | 1.00 |
| Centerville* | 065-2 | 2.00 | Hosmer* | 168-2 | 1.00 | Parkston | 277-1 | 1.00 | Wessington Springs* | 385-2 | 2.00 |
| Centerville | 065-1 | 1.00 | Hot Springs* | 169-2 | 2.00 | Philip* | 280-2 | 2.00 | White* | 388-2 | 2.00 |
| Central City* | 066-2 | 2.00 | Hot Springs | 169-1 | 1.00 | Pickstown* | 281-2 | 2.00 | White Lake* | 389-2 | 2.00 |
| Chamberlain* | 067-2 | 2.00 | Hoven* | 171-2 | 2.00 | Pierpont | 283-2 | 2.00 | White Lake | 389-1 | 1.00 |
| Chamberlain | 067-1 | 1.00 | Howard* | 172-2 | 2.00 | Pierre* | 284-2 | 2.00 | White River* | 391-2 | 2.00 |
| Chancellor* | 068-2 | 2.00 | Hudson* | 174-2 | 1.00 | Pierre | 284-1 | 1.00 | Whitewood* | 393-2 | 2.00 |
| Chancellor | 068-1 | 1.00 | Humboldt* | 175-2 | 2.00 | Plankinton* | 286-2 | 2.00 | Whitewood | 393-1 | 1.00 |
| Clark* | 073-2 | 2.00 | Humboldt | 175-1 | 1.00 | Platte* | 287-2 | 2.00 | Willow Lake* | 394-2 | 2.00 |
| Clear Lake* | 075-2 | 2.00 | Hurley* | 176-2 | 2.00 | Platte | 287-1 | 1.00 | Willmot* | 395-2 | 2.00 |
| Colman* | 076-2 | 2.00 | Huron* | 177-2 | 2.00 | Pollock* | 288-2 | 1.00 | Winner* | 397-2 | 2.00 |
| Colome* | 077-2 | 2.00 | Huron | 177-1 | 1.00 | Presho* | 291-2 | 2.00 | Witten* | 398-2 | 2.00 |
| Colton* | 078-2 | 2.00 | Interior* | 179-2 | 1.90 | Pringle* | 292-2 | 2.00 | Wolsey* | 399-2 | 2.00 |
| Colton | 078-1 | 1.00 | Ipswich* | 181-2 | 2.00 | Quinn* | 295-2 | 1.00 | Woonsocket* | 401-2 | 2.00 |
| Corona* | 081-2 | 2.00 | Irene* | 182-2 | 2.00 | Quinn | 295-1 | 1.00 | Worthing* | 402-2 | 2.00 |
| Corsica* | 082-2 | 2.00 | Iroquois* | 183-2 | 1.00 | Ramona* | 297-2 | 1.00 | Worthing | 402-1 | 1.00 |
| Corsica | 082-1 | 1.00 | Isabel* | 184-2 | 2.00 | Rapid City* | 298-2 | 2.00 | Yankton* | 405-2 | 2.00 |
| Crooks* | 087-2 | 1.90 | Java* | 185-2 | 1.00 | Rapid City | 298-1 | 1.00 | Yankton | 405-1 | 1.00 |
| Custer* | 088-2 | 2.00 | Jefferson* | 186-2 | 2.00 | Redfield* | 301-2 | 2.00 | | | |
| Custer | 088-1 | 1.00 | Kadoka* | 187-2 | 2.00 | Redfield | 301-1 | 1.00 | | | |
| Dallas* | 089-2 | 2.00 | Kadoka | 187-1 | 1.00 | Reliance* | 305-2 | 2.00 | Tribal Taxes | | |
| Davis* | 091-2 | 2.00 | Kennebec* | 190-2 | 2.00 | Reliance | 305-1 | 1.00 | Cheyenne* | 408-4 | 4.00 |
| Deadwood* | 093-2 | 2.00 | Kennebec | 190-1 | 1.00 | Reville* | 308-2 | 1.00 | Cheyenne | 408-2 | 2.00 |
| Deadwood | 093-1 | 1.00 | Keystone* | 192-2 | 2.00 | Roscoe* | 312-2 | 1.00 | Pine Ridge* | 411-4 | 4.00 |
| Dell Rapids* | 094-2 | 2.00 | Keystone | 192-1 | 1.00 | Rosholt* | 314-2 | 1.00 | Pine Ridge | 411-2 | 2.00 |
| Dell Rapids | 094-1 | 1.00 | Kimball* | 193-2 | 2.00 | Roslyn* | 315-2 | 2.00 | Rosebud* | 412-4 | 4.00 |
| Delmont* | 095-2 | 2.00 | Kimball | 193-1 | 1.00 | Saint Lawrence | 320-2 | 2.00 | Rosebud | 412-2 | 2.00 |
| De Smet* | 092-2 | 2.00 | Kranzburg* | 194-2 | 2.00 | Salem* | 322-2 | 2.00 | Standing Rock* | 413-4 | 4.00 |
| De Smet | 092-1 | 1.00 | Lake Andes* | 197-2 | 2.00 | Scotland* | 324-2 | 2.00 | Standing Rock | 413-2 | 2.00 |
| Dimock* | 097-2 | 2.00 | Lake Norden* | 199-2 | 1.00 | Selby* | 325-2 | 1.00 | | | |
| Doland* | 098-2 | 1.00 | Lake Preston* | 200-2 | 2.00 | Sherman* | 328-2 | 1.00 | | | |
| Dupree* | 101-2 | 1.00 | Langford* | 202-2 | 1.00 | Sioux Falls* | 330-2 | 1.92 | Other Taxes | | |
| Eden* | 103-2 | 1.00 | Lead* | 204-2 | 2.00 | Sioux Falls | 330-1 | 1.00 | Telecommunication | 900-1 | 4.00 |
| Edgemont* | 104-2 | 2.00 | Lead | 204-1 | 1.00 | Sisseton* | 331-2 | 2.00 | Tourism Tax | 700-1 | 1.00 |
| Edgemont | 104-1 | 1.00 | Lemmon* | 206-2 | 2.00 | Sisseton | 331-1 | 1.00 | Motor Vehicle | 600-1 | 4.50 |
| Egan* | 105-2 | 2.00 | Lennox* | 207-2 | 2.00 | South Shore* | 333-2 | 1.00 | Sioux Falls Lodging | 800-1 | 1.00 |

* denotes general city tax rate



Revenue &
egulation

445 EAST CAPITOL AVENUE
PIERRE, SD 57501-3185



taxation

www.state.sd.us/drr

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

Return Service Requested

Are YOU making tax return errors? See page 4.