



## Message From Secretary Mike Houdyshell

Greetings from the South Dakota Department of Revenue!

As we begin 2023, the Department of Revenue is excited to look back on what the people and businesses in South Dakota have done. Page 3 features our 2022 annual reports that are packed full of information you may be interested in.

We have seen a few large lottery jackpots over the last few months. The South Dakota Lottery reminds players to play responsibly. March is Problem Gambling Awareness Month, see more information on page 2.

In 2023, the South Dakota Commission on Gaming will be moving a large portion of their office to the Spearfish One-Stop Shop. As they get closer to their move day, more information will be available.

In the last few months we have had some changes in the DOR leadership team. Help me welcome Kirsten Jasper, Chief Legal Counsel and Dan Webster, Audit Director to the team. On page 4, we have some additional information about each of them.

We are now well into the new year and tax related

deadlines will be here before you know it. Relief programs are available to South Dakota residents. Property owners who qualify for Owner-Occupied status can find more information on page 4. Information regarding the updated property tax assessment freeze program, including links to additional qualification requirements and the program's form can be found on page 5.

If you are one of the many Americans who like to participate in online auctions, check out the reminder on page 5. Also on page 5, is an update on the title paper we were waiting for.

You may have noticed the new license plates hitting the roads in 2023. This year the plate reissue includes eight plate types, which can be seen on page 6. The plates are issued when a new vehicle is titled or when renewing a vehicle registration. Vehicle owners have a number of options for renewing their vehicle registrations including stopping by one of our twenty-one kiosks across the state.

Don't hesitate to contact our dedicated team for any questions. We hope you enjoy this edition of our newsletter.





## South Dakota does not impose state or corporate income taxes.

While several states require a 1099 NEC form to report non-employee compensation be filed with their agency, the Department of Revenue will reach out to individuals and request it specifically.

For questions regarding your federal tax return or W-2s, please contact the Internal Revenue Service (IRS) at 1 (800) 829-1040 or visit their website at: <https://www.irs.gov/>.

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## CONTACT US

### SD Department of Revenue

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**Website:** <https://dor.sd.gov>

**Phone:** 605-773-3311

**Taxpayer Assistance Center:** 1-800-829-9188

**Motor Vehicles:** 605-773-3541

**SD Lottery:** 605-773-5770

**Gaming Commission:** 605-773-6050

## Town of Cresbard adds a municipal tax effective January 1, 2023

Beginning January 1, 2023, the town of Cresbard is implementing a new municipal general sales and use tax rate of two percent.

South Dakota municipalities are able to implement new tax rates or change existing tax rates on January 1 or July 1 each year, according to South Dakota Codified Law 10-52-9.

The South Dakota Department of Revenue has municipal tax information bulletins available, which list all municipal sales and use tax rates statewide, along with information on tribal sales, use and excise taxes.

Updated bulletins are free of charge and available January 1. To obtain a municipal tax information bulletin, download it on the Department of Revenue website at <https://dor.sd.gov/businesses/taxes/municipal-tax/#taxpdfs> or contact the Department of Revenue at 1-800-829-9188.

## SD Lottery Reminds Players to Play Responsibly

March is Problem Gambling Awareness Month, which makes it the perfect time to remind our players and retailer partners to Keep the Fun Good and please play responsibly.

If you think you, or someone you know, has a problem with gambling, don't ignore it.

### Problem Gambling Warning signs:

- Preoccupied with gambling and unable to stop.
- Bragging about gambling, exaggerating wins and minimizing losses.
- Restless and irritable when not gambling.
- Gambling to win back what's been lost.
- Borrowing money for gambling.
- Lying to hide time spent gambling or unpaid debts.
- Frequent unexplained absences.
- Losing work time because of gambling.
- Jeopardizing a significant relationship or job by gambling.

If you or someone you know has a gambling problem, help and treatment are available. Call the Problem Gambling Helpline at 1-888-781-HELP. Your call is always confidential. The Lottery also has Responsible Gambling resources on its website at <https://lottery.sd.gov/responsible-play/>.



## Department of Revenue Annual Report

Every year, the Department of Revenue collects information from each of our six divisions and beyond to accurately and openly display how the fiscal year turned out.

This report touches on topics anywhere from remote sellers in the marketplace, how South Dakota tax compares to other states, year over year revenue numbers, educational opportunities, both for public and employee use, and much more!

[See our Department of Revenue Annual Report and past reports here.](#)



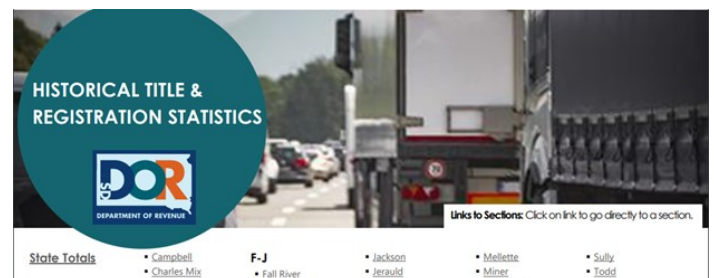
## Tax Increment Financing (TIF) Annual Report Also Available!

[Click here to see the 2022 Report](#)



The South Dakota Commission on Gaming's business office will be moving to the One Stop in Spearfish.

The SDCG is planning to keep a small satellite office in Deadwood.



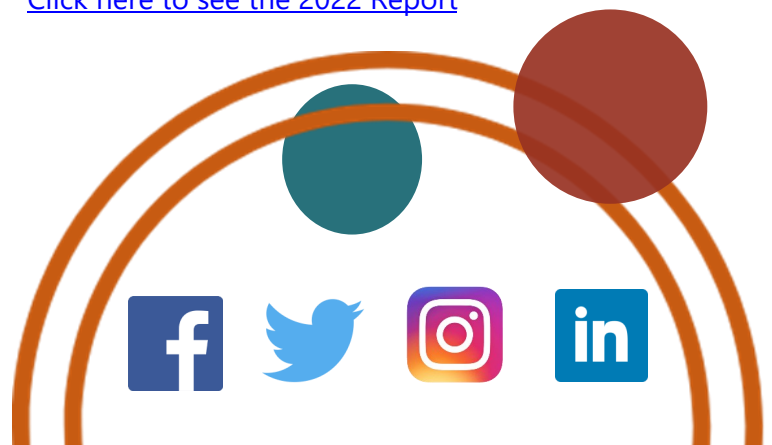
## Historical Title & Registration Statistics Available Online

Did you know that each year the Motor Vehicle division provides historical title and registration statistics?

The data includes a breakdown of vehicle registrations by vehicle type and includes the number of electric vehicles registered in South Dakota.

In 2022, there were 1,896 electric vehicles registered in South Dakota which is a 34% increase over 2021.

The data is available by county and statewide totals.  
[Click here to see the 2022 Report](#)



## Changes in DOR Leadership



**Dan Webster, Audit Director**

Dan Webster has been selected as the new Director of DOR's Audits Division.

Webster accepted the position when Rachel Williams stepped down to take a position with the Bureau of Finance and Management. Webster has been a member of the DOR team for over 26 years and has served as an Audit Supervisor in the Sioux Falls office for the last seven and a half years.

Dan Webster holds a bachelors degree in business administration.

"I'm excited to be joining the leadership team of the Department in serving South Dakota through fair tax administration," said Dan Webster.

Webster leads the Audits Division, which features a staff of 57 throughout the Pierre, Sioux Falls, Rapid City, Yankton, Mitchell, Aberdeen and Watertown offices.



**Kirsten Jasper, Chief Legal Counsel**

Kirsten Jasper has been selected as the new Chief Legal Counsel.

Jasper accepted the position after Mike Houdyshell was appointed to the cabinet secretary position. She most recently served as the Bureau of Administration's legal counsel.

Jasper holds a bachelor's degree in psychology and sociology from Wartburg College (Waverly, Iowa—she knew you'd be curious), and received her Juris Doctor at the University of South Dakota, School of Law. She has been a licensed attorney in South Dakota since 2001, and is active in the State Bar Association.

"I look forward to working with my team to provide fair and reliable revenue administration," said Kirsten Jasper.

Jasper leads the Legal Division, which features a staff of seven in the Pierre, Sioux Falls, and Rapid City offices.

## Due Dates

Tax Return	Due Date
<b>February</b>	02/21/2023
<b>March</b>	03/20/2023
<b>April</b>	04/20/2023
<b>May</b>	05/22/2023

## Motor Vehicle Registration Dates

Vehicle registration renewal due dates are based on the first letter of your last name which then correlates to a particular month.

**February** – C/D/E

**March** – F/G/J

*\*April, October, and December are non-renewal months*

## Property Tax Relief Deadline for Owner-Occupied Status Approaching

Homeowners and contractors have until March 15 to apply for property tax relief through the owner-occupied program.

DOR advises property owners to check their county tax notices to ensure their property is classified as owner-occupied.

Taxpayers who have purchased or built a home prior to November 1, 2021, may apply electronically for this classification through their local county director of equalization using DOR's form at <https://sddor.seamlessdocs.com/f/3001>.

Contractors may qualify for up to four single-family dwellings. If you are a contractor, please complete the form located at <https://sddor.seamlessdocs.com/f/3002>.

Those with have questions are encouraged to contact their local county director of equalization or call the Department of Revenue's Property Tax Division at 605-773-3311.



## Property Tax Assessment Freeze Program

During the 2022 Legislative session, our legislative body recognized and acted upon the need to stabilize property taxes for the elderly and disabled homeowners in South Dakota.

On July 1, 2022, state law allowed for an increase in the eligibility guidelines for the Assessment Freeze program. Many elderly and disabled South Dakotans live on fixed incomes and may have difficulty meeting their property tax obligations. New guidelines opened the door for more citizens to become eligible to receive the assessment freeze.

The freeze on assessments program prevents the homeowner's property from increasing in value, for tax purposes. Under this program, as the value of the home increases, the homeowner will pay tax on the former (lower) assessed value. Property is defined as the house, garage, and the lot upon which it sits, or one acre, whichever is less.

Eligible individuals must meet the income limits to qualify for the program. For more information regarding the program and a full list of qualifications, check out our [Freeze on Assessments: Dwelling of Disable and Senior Citizens brochure](#).

Applications must be submitted annually to the county treasurer in which the property is located in, on or before April 1st.

Applications are available in January of each year at the county courthouse or from the Department's website at <https://sddor.seamlessdocs.com/f/pt38>



## Online Auctions and Your Tax Liability.

According to the National Consumers League, online auctions are wildly popular; nearly one third of adults in the United States who go online have participated in them. Online auctions appeal to bidders mainly because they're looking for bargains, hard to find items, or things they collect.

What many consumers forget is that once they take possession of those items in South Dakota there is a use tax obligation if the online auction company has not collected state and local sales tax based on the address the item is shipped to. According to DOR's Audit Division, use tax is one of the most commonly overlooked areas in South Dakota tax laws.

Businesses can easily report their use tax obligation by reporting the amount paid for the product (including shipping charges) on line two of their sales tax returns. Contractors will report their tax obligation on line six of their excise tax return and individuals can complete an online form at <https://apps.sd.gov/RV23EPath/BusinessTax/UseTax.aspx>.



We have good news—we received the title stock and we started printing titles again effective January 12, 2023!

With this news, it is important to point out there is still a backlog of titles that need to be printed. Our team is working daily to print titles which were delayed between November 9th—January 11th.

Vehicle owners who sent in title paperwork on or after November 9th and need the paper title because of a

## We Have Title Paper!!

transfer in ownership or are moving out of state, please continue to submit the paper title requests: <https://sddor.seamlessdocs.com/f/1504>

Title paperwork submitted after January 12th will print once it is issued and sent out.

Those who received a paper title but need a duplicate title should use the following form to request one: <https://sddor.seamlessdocs.com/f/1002>.

## New License Plates Hitting the Road in 2023

Starting January 1, 2023, the State of South Dakota began issuing new plate designs for non-commercial and emblem plates with the titling of motor vehicles and registration renewals. The reissue will include standard non-commercial, motorcycle, emblem, emblem motorcycle, personalized, personalized motorcycle, amateur radio, and low speed plates.

The design was a coordinated effort led by Gov. Noem, DOR's Motor Vehicle Division and the South Dakota Department of Tourism. License plates are produced at Pheasantland Industries located in the South Dakota State Penitentiary in Sioux Falls, S.D.

Individuals are able to renew their license plates 90 days before their expiration date.

Renewal can be completed online through the [MySDCars](https://mySDCars.com) portal, at any of the 21 DMV Now Kiosks, in person at the applicant's county treasurer's office; or by mail through the county. DMV Now Kiosk are located across the state. Find a convenient location at <https://sddmvnowkiosk.com/>.

Individuals who use the online system or a kiosk will have their license plates mailed directly to them. They also receive a 45 day plate ordered permit to keep in the vehicle until the new plates arrive.

Below are examples of all of the plates currently being reissued:



**Standard County Vehicle Plate**



**Personalized Plate: Vehicle & Motorcycle  
& Low Speed Plate**



**Emblem Plate: Vehicle & Motorcycle**



**Amateur Radio Vehicle**



**Standard Motorcycle Plate**