



# Fiscal Year 2022 Annual Report



Our staff's talents extend well beyond our offices! Front and back cover photos were provided by staff Ryan Conway-Hay, Betty Morford, Katie Tostenson and Rachel Soulek.

The FY2022 South Dakota Department of Revenue Annual Report is available in the “publications” section on the department’s website at [dor.sd.gov](http://dor.sd.gov). The online report will be considered the most up-to-date and accurate version. Any corrections or modifications made to the report after the print version is issued will be noted in the online version on this page, along with a description of the correction or update.

State (SDCL ch. 20-13) and federal (Title VI of the Civil Rights Act of 1964, the Rehabilitation Act of 1973 as amended, and the Americans with Disabilities Act of 1990) laws require that the Department of Revenue provides services to all people without regard to race, color, creed, religion, sex, disability, ancestry, or national origin. The South Dakota Department of Revenue 2022 Annual Report is written and designed to make information accessible to the general reader. One hundred seventy-five copies of this document were printed at a cost of \$6.95 per document.

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# A Message From Secretary Houdyshell



**“ Providing fair and consistent tax administration for everyone is vital for the stability of the economy in the state. I was humbled to be appointed Secretary of Revenue by Governor Noem after serving at DOR for 11 years. Having worked most of my career ensuring taxpayers are treated equitably, I will continue to do so in this new role. ”**

To the Honorable Governor Noem, the South Dakota Legislature, and my fellow South Dakotans,

I am pleased to report a truly successful year for the Department of Revenue (DOR) that supported our mission to provide fair, efficient, and reliable revenue administration with our partners to help fund public service statewide.

While Fiscal Year 2022 was my first with DOR as the South Dakota Secretary of Revenue, my journey with DOR started as Director of Property and Special Taxes and later as Chief Legal Counsel. I was humbled to be appointed as Secretary of Revenue by Governor Noem in April 2022.

Our team at DOR did not let any change in leadership affect their work and they hit the ground running for another busy year, which included offices moving, a new Property Tax Transparency Portal, a modernization project and so much more. Many of our changes and projects this year reflected on our mission to the taxpayer to provide the best service possible. This entailed better locations for our Rapid City and Aberdeen customers, improved tools and transparency for property taxes, and looking for new innovative ways to improve our systems, not only for our customers, but for our staff as well.

DOR was highly involved in this year's legislative session. All of our division leaders provided invaluable information to legislators and other stakeholders. As the economy continues to evolve, our team will work hard to ensure that our laws provide a level playing field for main street South Dakota businesses and multistate corporations across the nation.

As we look forward to another successful year, I hope you enjoy our Fiscal Year 2022 Annual Report!

A handwritten signature in blue ink, appearing to read 'Michael Houdyshell', written over a faint circular stamp.

Secretary Michael Houdyshell



# State of South Dakota "One-Stop" Shop

The Rapid City office of the South Dakota Department of Revenue (DOR) moved to its new home at the Rapid City "One Stop" located at 221 Mall Dr. The new one stop shop houses seven state agencies and provides a convenient place for customers to receive state services.

Ground broke on the building in March 2021, and state agencies began moving into the building in August with the South Dakota Lottery being the first agency to make their move. DOR was able to tailor their work area to fit their employees' specific needs, including those working remotely. Individuals and businesses can receive assistance in completing tax returns, obtaining a sales tax license, or any other general questions they may have.

100,000 square feet

Collaborative Work Spaces

Combined Resources

Large public meeting rooms



# Meet Our Leadership



**Secretary  
Michael  
Houdyshell**



**Deputy  
Secretary  
David Wiest**



**Administration  
Toni Richardson**

We provide professional services to the department:

- Budget, finance, and procurement
- Technology support
- Social media and public information requests
- Education, both internal and external
- Continuous improvement
- Strategic planning
- Project management



**Audit  
Rachel Williams**

We audit the following tax types:

- Sales and Use
- Municipal Sales and Use
- Contractor's Excise
- Motor Fuel
- Mineral Severance
- Bank Franchise
- Tourism
- Tobacco

We identify and resolve errors made in tax reporting.



**Business Tax  
Doug Schinkel**

We administer the following taxes through licensing, education, compliance, license reviews, and collection of delinquent taxes on licensed and unlicensed businesses:

- Sales and Use
- Municipal Sales and Use
- Contractor's Excise
- Tourism
- Tobacco
- Alcohol
- Bank Franchise
- Severance
- 911 Surcharge

We provide support to the tribal tax collection agreements.



**Chief Legal Counsel  
Kirsten Jasper**

We provide:

- Routine legal counsel to the department
- Investigate Services Bureau
- Legal representation regarding:
  - Audits
  - Jeopardy assessments
  - Relief agency requests
  - Motor vehicle issues
  - Alcohol license issues
  - Tax license revocations



**Motor Vehicle  
Rosa Yaeger**

We collect:

- Motor Vehicle Excise Tax
- Vehicle Registration Fees
- Motor Fuel Tax
- Special Fuel Tax

We administer:

- International Registration Plan (IRP)
- Unified Carrier Registrations (UCR)
- Commercial and Non-Commercial Motor Vehicle Licensing, Titling, and Registration
- International Fuel Tax Agreement (IFTA)

We regulate:

- Licensed Motor Vehicle Dealers



**Property Tax  
Wendy Semmler**

In Property Tax, we:

- Provide oversight of county property tax systems
- Assist local governments by providing training and certification to directors of equalization
- Administer the telephone gross receipts tax, alternative tax for commercial wind farms, and rural electric tax



**Commission on Gaming  
Susan Christian**

We are comprised of five commissioners responsible for regulating the gaming industry in:

- City of Deadwood
- Pari-mutuel horse racing
- Pari-mutuel wagering

We administer Indian gaming compacts.



**Lottery  
Norm Lingle**

We market:

- Instant Tickets
- Lotto Games

We regulate:

- Video Lottery

The Lottery Commission:

- Establishes Policy
- Reviews and Approves Major Contracts and Procurements
- Consults on Management and Operation

# Our Staff

## Nationwide Impact

The Department of Revenue's staff features a number of valued employees whose impact extends far beyond South Dakota. Below are a few of those employees and the organizations in which they play a role.

**Alison Jares**, Streamlined Sales Tax Project, Midwestern States Association of Tax Administrators (MSATA)

**Amber Jensen**, International Association of Assessing Officers

**Ashley Zilverberg**, American Association of Motor Vehicle Administrators

**Bobi Adams**, MSATA

**Brandi Eckert**, Streamlined Sales Tax Project, MSATA

**Darrin Gerry**, Commissioner, International Fuel Tax Association and International Registration Plan

**Jason Evans**, National Conference of State Liquor Administrators (NCSLA)

**Kathy Goetsch**, International Association of Assessing Officers

**Kathy Smith**, Multistate Tax Commission

**Kelsey Johnson**, Streamlined Sales Tax Project

**Lori Colberg**, Federation of Tax Administrators

**Mike Mehlhaff**, American Association of Motor Vehicle Administrators

**Monica Weischedel**, American Association of Motor Vehicle Administrators

**Norm Lingle**, Multi State Lottery Association, North American Association of State and Provincial Lotteries

**Rosa Yaeger**, American Association of Motor Vehicle Administrators

**Rachel Williams**, Streamlined Sales Tax Project, MSATA

**Rob Sheffield**, International Registration Plan Audit Committee

**Ron Rysavy**, American Association of Motor Vehicle Administrators

**Sandy O'Day**, American Association of Motor Vehicle Administrators

**Stacy Kampshoff**, Streamlined Sales Tax Project



248 LOYAL  
EMPLOYEES

## Giving Back

Our staff's passion for assisting others extends well beyond the tax world! Throughout the year, staff took part in many fundraising efforts.

Some of the organizations we've assisted include:

- 6th Circuit Drug & Alcohol Court
- American Heart Association
- American Legion Post 8 Chaplain's Fund
- Avera St Mary's - Suicide Prevention Program
- Countryside Hospice Support & Memory Center
- Feeding South Dakota - Food Drive and/or Monetary Donation
- Hopeless to Homes
- Hot Springs Veterans Home - Christmas Gifts & Necessities for Veterans
- Make a Wish South Dakota
- Missouri Shores Domestic Violence Center
- PAWS Animal Rescue
- Pierre Fire Dept./Ft. Pierre Fire Dept.
- Pierre Police Department - Shop with a Cop Project
- Pierre Swim Team
- Project H.E.R.O.
- Red Cross - Dakota's Region
- South Dakota Discovery Center
- Wounded Warrior Project
- YMCA Youth Sports



2,744 YEARS OF  
PUBLIC SERVICE



# 2021-2024 DOR Strategic Plan

## Strategic Goals

### Collaboration

Increase the amount of collaboration between DOR Divisions in order to maximize the value of our resources and knowledge to provide the best customer service possible.

### Employee Engagement

Ensure that DOR has an engaged workforce who feels that DOR is the best possible place to work and to develop professionally.

### Stakeholder Education

Ensure that all DOR stakeholders, internal and external, understand the services that DOR provides and how to access them.

### Technology Optimization

Ensure that all current DOR technology systems are being used to their fullest potential, and that we are planning effectively for future technology investments.

## Core Values

### Communication

*It is critical to our success that we are able to communicate honestly and effectively with the public, our stakeholders, and each other.*

### Integrity

*We pride ourselves in being accountable to our stakeholders and partners, and trustworthy stewards of public dollars.*

### Public Service

*We are committed to providing consistent service to every customer every time, and are willing to be adaptable to facilitate this.*

### Professionalism

*We carry out our work with fairness, courtesy, and respect for our customers, stakeholders and each other.*

Throughout Fiscal Year 2022, our staff at the Department of Revenue collaborated to develop the department's new strategic plan. We are taking four strategic directions with a new vision for the future of the department.

## Mission

Serving South Dakota to provide fair, efficient, and reliable revenue administration with our partners to help fund public service statewide.

## Vision

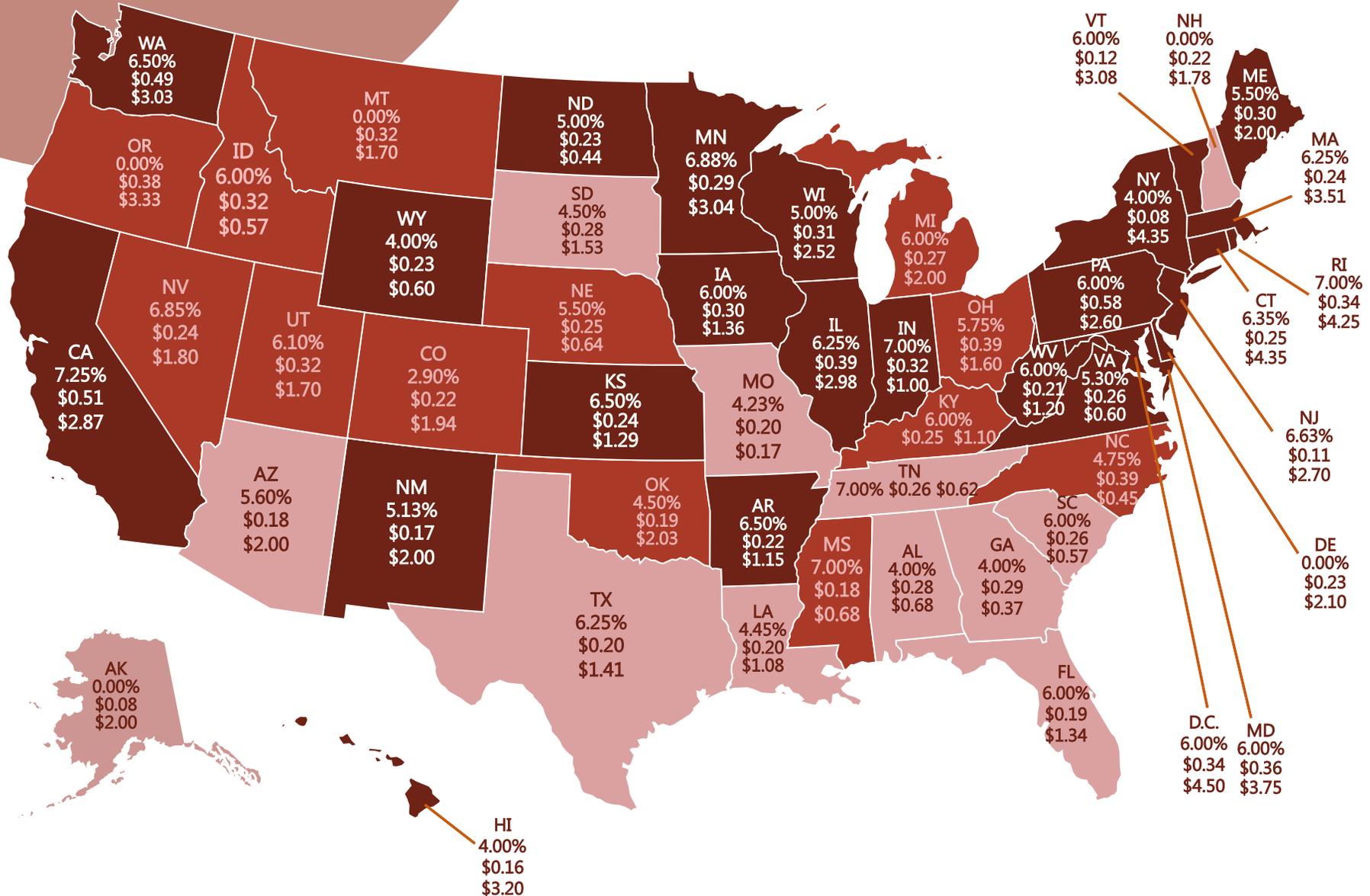
To create a collaborative and professional environment that contributes to the long-term fiscal health of South Dakota and empowers our team to be adaptable and provide excellent customer service.

# 50-State Comparison

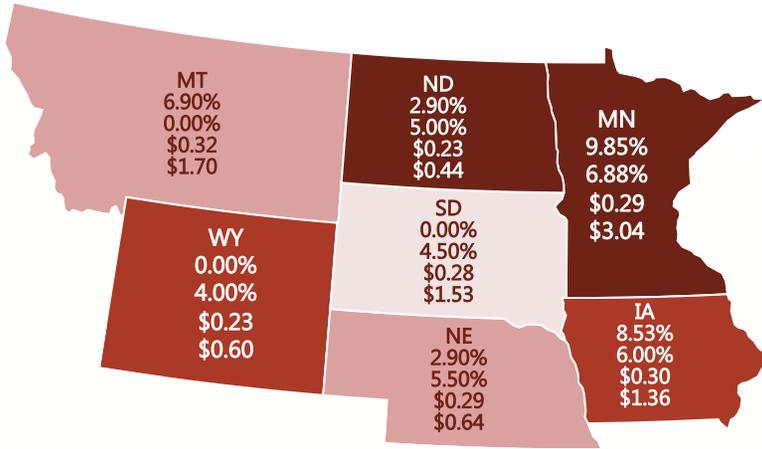
The three figures in each state are, top to bottom:

- Sales tax rate,
- Gasoline tax per gallon,
- Cigarette tax per package.

The gradient represents each state's tax burden per capita -- the darker the color, the higher the burden. Local tax rates are not included unless mandatory. Data is provided by the Federation of Tax Administrators and as shown on individual government websites.



# Comparing the Region



The four figures in each state are, top to bottom:

- Individual Income Tax
- Sales tax rate
- Gas tax per gallon
- Cigarette Tax per package

## Total Tax Burden

At just **\$2,401**, South Dakota had the fifth lowest per capita state tax burden in 2021, according to the latest figures available from the Federation of Tax Administrators. The statistics listed below are per capita state tax burdens for all 50 states and the District of Columbia, beginning with the highest.

Rank	State	Per Capita
1	Dist. of Columbia	\$ 13,410
2	Vermont	\$ 6,356
3	California	\$ 6,325
4	Connecticut	\$ 6,120
5	Minnesota	\$ 5,612
6	Hawaii	\$ 5,582
7	Delaware	\$ 5,378
8	Massachusetts	\$ 5,229
9	North Dakota	\$ 5,044
10	New York	\$ 4,727
11	New Jersey	\$ 4,714
12	Illinois	\$ 4,382
13	Washington	\$ 4,287
14	Oregon	\$ 4,192
15	Maryland	\$ 4,091
16	Rhode Island	\$ 3,981
17	Maine	\$ 3,974

Rank	State	Per Capita
18	Kansas	\$ 3,958
19	Iowa	\$ 3,950
20	Indiana	\$ 3,919
21	Arkansas	\$ 3,888
22	Pennsylvania	\$ 3,835
23	Utah	\$ 3,784
24	Wisconsin	\$ 3,782
25	Virginia	\$ 3,741
26	Montana	\$ 3,560
27	Nebraska	\$ 3,545
28	New Mexico	\$ 3,531
29	Michigan	\$ 3,436
30	Idaho	\$ 3,405
31	West Virginia	\$ 3,393
32	Nevada	\$ 3,372
33	Colorado	\$ 3,313
34	North Carolina	\$ 3,290

Rank	State	Per Capita
35	Wyoming	\$ 3,253
36	Kentucky	\$ 3,249
37	Mississippi	\$ 3,171
38	Ohio	\$ 2,963
39	Tennessee	\$ 2,868
40	Arizona	\$ 2,866
41	Oklahoma	\$ 2,851
42	Alabama	\$ 2,829
43	Louisiana	\$ 2,651
44	Georgia	\$ 2,579
45	South Carolina	\$ 2,560
46	Missouri	\$ 2,449
<b>47</b>	<b>South Dakota</b>	<b>\$ 2,401</b>
48	New Hampshire	\$ 2,327
49	Florida	\$ 2,264
50	Texas	\$ 2,214
51	Alaska	\$ 1,479

## Top-10 Highest Tax Rates

### Sales Tax

1	California	7.250%
2	Indiana	7.000%
2	Mississippi	7.000%
2	Rhode Island	7.000%
2	Tennessee	7.000%
6	Minnesota	6.875%
7	Nevada	6.850%
8	New Jersey	6.625%
9	Arkansas	6.500%
9	Kansas	6.500%
9	Washington	6.500%

### Gasoline Tax

1	Pennsylvania	\$0.576
2	California	\$0.511
3	Washington	\$0.494
4	Illinois	\$0.392
5	Ohio	\$0.385
6	North Carolina	\$0.380
6	Oregon	\$0.380
8	Maryland	\$0.361
9	Rhode Island	\$0.340
10	Idaho	\$0.320
10	Montana	\$0.325

### Cigarette Tax

1	District of Columbia	\$4.500
2	Connecticut	\$4.350
2	New York	\$4.350
4	Rhode Island	\$4.250
5	Maryland	\$3.750
6	Massachusetts	\$3.510
7	Oregon	\$3.330
8	Hawaii	\$3.200
9	Vermont	\$3.080
10	Minnesota	\$3.040

# Remote Seller and Marketplace Provider Taxation

Tax fairness for all taxpayers, including remote sellers and marketplace providers, is at the forefront of the DOR's mission. The Business Tax Division continues its efforts to implement remote seller and marketplace provider statutes through education and compliance. Below are the tax collection figures for the past two fiscal years and the steps our agents take with businesses.

## State Sales Tax Reported by Remote Sellers

Month	FY21	FY22	Change
July	\$ 9,233,140	\$ 10,603,358	14.8%
August	\$ 7,245,647	\$ 7,852,693	8.38%
September	\$ 6,628,789	\$ 8,235,334	24.2%
October	\$ 8,296,177	\$ 10,181,922	22.7%
November	\$ 7,390,257	\$ 7,691,746	4.1%
December	\$ 7,091,671	\$ 7,610,175	7.3%
January	\$ 12,175,748	\$ 12,388,362	1.75%
February	\$ 7,241,258	\$ 7,672,315	5.9%
March	\$ 6,961,524	\$ 6,990,128	29.2%
April	\$ 10,067,967	\$ 9,441,420	0.4%
May	\$ 8,019,408	\$ 7,602,039	-5.2%
June	\$ 9,201,536	\$ 8,075,949	-12.23%
<b>Totals</b>	\$ 99,553,122	\$ 104,345,441	4.81%

## Municipal Sales Tax Reported by Remote Sellers

Month	FY21	FY22	Change
July	\$ 3,108,742	\$ 3,768,559	21.2%
August	\$ 2,582,592	\$ 2,705,344	4.8%
September	\$ 2,312,653	\$ 2,718,160	17.5%
October	\$ 3,005,271	\$ 3,402,160	13.2%
November	\$ 2,514,128	\$ 2,782,395	10.7%
December	\$ 2,469,530	\$ 2,711,222	9.8%
January	\$ 4,268,188	\$ 4,421,996	3.6%
February	\$ 2,616,714	\$ 2,824,641	7.9%
March	\$ 2,481,293	\$ 2,471,139	-0.4%
April	\$ 3,473,081	\$ 3,390,852	-2.4%
May	\$ 2,823,042	\$ 2,709,757	-4.0%
June	\$ 2,731,209	\$ 2,661,481	-2.5%
<b>Totals</b>	\$ 34,386,443	\$ 36,567,706	6.34%

### Implement



DOR partners with businesses throughout the nation to not only license them, but also collect applicable taxes.

### Educate



DOR focuses its efforts on educating both out-of-state and in-state businesses on how the laws affect them.

### Comply



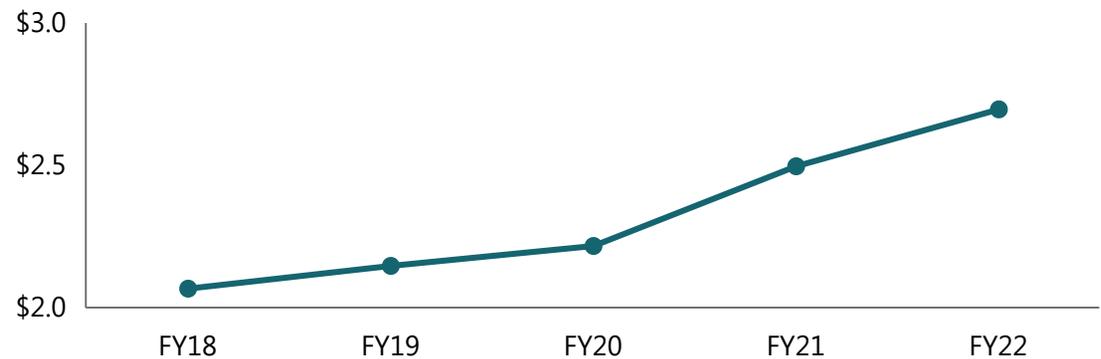
While hundreds of businesses throughout the nation are licensed and paying tax, some are not. DOR is continuously doing research to identify businesses that meet our thresholds.

# Tax Revenue Summary

The Department of Revenue is the principal tax collection agency for the State of South Dakota and collects a number of different taxes and fees. These revenues are grouped into four main categories: sales, use, and contractor's excise taxes; motor fuel taxes; motor vehicle fees and taxes; and special taxes. Once collected, these revenues are distributed to three primary locations: the state general fund, local units of government, and the state highway fund.



## Fiscal Year 2022 Total Tax Revenue Breakdown



Fiscal Year	Sales, Use, and Excise Taxes	Special Funds*	Motor Fuel Taxes**	Motor Vehicle Taxes***	Special Taxes****	Total	Percent Change
2018	\$ 1,493,286,450	\$ 50,454,354	\$ 209,762,406	\$ 196,953,129	\$ 122,772,579	\$ 2,073,228,918	4.8%
2019	\$ 1,550,417,631	\$ 60,702,609	\$ 212,209,837	\$ 202,102,398	\$ 128,701,454	\$ 2,154,133,929	3.9%
2020	\$ 1,623,878,853	\$ 59,543,442	\$ 210,522,720	\$ 205,008,909	\$ 123,254,243	\$ 2,222,208,167	3.2%
2021	\$ 1,848,797,042	\$ 60,098,147	\$ 212,249,954	\$ 241,311,993	\$ 146,096,556	\$ 2,508,553,692	12.9%
2022	\$ 2,056,093,516	\$ 48,429,298	\$ 222,935,830	\$ 250,490,291	\$ 155,146,465	\$ 2,733,095,400	9.0%
<b>Five Year Average</b>	<b>\$ 1,714,494,698</b>	<b>\$ 57,699,638</b>	<b>\$ 213,536,149</b>	<b>\$ 219,173,344</b>	<b>\$ 130,206,208</b>	<b>\$ 2,239,531,177</b>	

\* Special Funds include: Tourism Tax, 911 Emergency Surcharge, Water/Environment Fund, Intermediate Care Facility Tax, Motor Vehicle Leasing Fund, Telecom, and Reinvestment Payment/Building SD Fund.  
 \*\* Includes Tank Inspection Fees  
 \*\*\* Includes Unified Carrier Registration Fee

\*\*\*\* Cigarette Tax, Other Tobacco Products Tax, Cigarette License Fee, Liquor License Fee, Malt Beverage License Fee, Alcoholic Beverage Brand Registration Fee, Alcoholic Beverage Excise Tax, Alcoholic Beverage 2% Purchase Price Tax, Underage Penalty Fees, Bank Franchise Tax, Precious Metal Tax, Energy Mineral Tax, Coin Laundry License Fees, Amusement Device Fees, Bingo License Fees, and Bingo Tax

# Business Tax

## Revenues

Tax Type	FY20	Percent Change	FY21	Percent Change	FY22	Percent Change
Sales and Use - State	\$1,082,585,028	5.0%	\$1,234,423,091	14.0%	\$1,386,283,306	12.3%
Contractor's Excise - State	\$123,723,519	9.3%	\$144,448,267	16.8%	\$155,823,772	7.9%
Sales and Use - Cities	\$405,262,621	2.8%	\$457,125,466	12.8%	\$500,910,766	9.6%
Sales, Use, and Contractor's Excise - Tribal **	\$12,307,685	7.9%	\$12,800,218	4.0%	\$14,101,672	10.2%
Tourism	\$12,557,881	-6.6%	\$12,965,699	3.2%	\$18,250,643	40.8%
911 Emergency/Prepaid Wireless Surcharge	\$13,262,703	-0.2%	\$13,303,445	0.3%	\$13,349,790	0.3%
Water and Environment Fund	\$22,021	4.1%	\$104,367	373.9%	\$48,076	-53.9%
Intermediate Care Facility	\$1,418,887	7.2%	\$1,478,569	4.2%	\$1,362,758	-7.8%
Reinvestment Program	\$20,010,151	-8.4%	\$24,558,211	22.7%	\$7,954,615	-67.6%
Motor Vehicle Leasing Fund	\$2,331,679	0.8%	\$1,820,226	-21.9%	\$2,982,653	63.9%
Telecom	\$9,940,120	17.2%	\$5,867,630	-41.0%	\$4,480,763	-23.6%
Cigarette Tax - State	\$45,931,527	0.9%	\$46,449,278	1.1%	\$47,887,600	3.1%
Cigarette Tax - Tribal	\$2,417,806	7.7%	\$2,235,806	-7.5%	\$2,298,619	2.8%
Cigarette License Fees	\$14,590	8.7%	\$14,775	1.3%	\$21,311	44.2%
Other Tobacco Products - State	\$10,199,255	7.9%	\$10,966,194	7.5%	\$11,731,177	7.0%
Other Tobacco Products - Tribal	\$279,246	15.4%	\$304,140	8.9%	\$327,769	7.8%
Liquor License Fees	\$197,625	2.2%	\$212,722	7.6%	\$222,383	4.5%
Malt Beverage License Fees	\$391,550	1.7%	\$429,129	9.6%	\$427,957	-0.3%
Alcoholic Beverage Brand Registration Fees	\$732,446	15.2%	\$776,872	6.1%	\$911,526	17.3%
Alcohol Beverage Excise Tax	\$16,049,255	4.1%	\$17,312,557	7.9%	\$18,284,632	5.6%
Alcoholic Beverage 2% Purchase Price Tax	\$2,335,756	8.6%	\$2,596,157	11.1%	\$2,909,711	12.1%
Underage Penalty Fees	\$48,750	14.0%	\$0	-100.0%	\$0	0.0%
Bank Franchise Tax	\$37,196,949	-19.7%	\$53,959,979	45.1%	\$61,818,514	14.6%
Precious Metals Tax	\$4,677,677	73.3%	\$9,046,106	93.4%	\$6,461,619	-28.6%
Energy Mineral Tax	\$2,408,502	-21.6%	\$1,528,996	-36.5%	\$1,572,323	2.8%
Coin Laundry License Fees	\$277,023	14.4%	\$223,233	-19.4%	\$226,216	1.3%
Coin Laundry License Fees - Tribal	\$2,625	-3.0%	\$2,253	-14.2%	\$4,127	83.2%
Amusement Device Fees *	\$57,767	-4.8%	\$6,031	-89.6%	\$0	-100.0%
Bingo License Fees	\$22,525	12.6%	\$20,000	-11.2%	\$25,000	25.0%
Bingo Tax	\$13,369	25.3%	\$12,328	-7.8%	\$15,981	29.6%

\* Amusement Device Fees were repealed beginning July 1, 2022.

\*\* Sales, Use, and Contractor's Excise - Tribal FY22 - data correction.

# Where the Money Went

Tax Type	General Fund	Local Government	Tribal Jurisdictions	Other
Sales and Use - State	100%	-	-	-
Contractor's Excise - State	100%	-	-	-
Sales and Use - Cities	-	100%	-	-
Sales, Use, and Contractor's Excise - Tribal	-	-	100%	-
Tourism	-	-	-	100%
911 Emergency/Prepaid Wireless Surcharge	-	-	-	100%
Water and Environment Fund	-	-	-	100%
Intermediate Care Facility	100%	-	-	-
Reinvestment Program	-	-	-	100%
Building SD Fund	-	-	-	100%
Motor Vehicle Leasing Fund	-	-	-	100%
Telecom	60%	40%	-	-
Cigarette Excise Tax	(1)	-	-	-
Cigarette License Fee	100%	-	-	-
Other Tobacco Products	(1)	-	-	-
Bank Franchise Tax (2)	26.66%	73.33%	-	-
Ore Tax	100% (3)	-	-	-
Energy Minerals Severance Tax	50%	50%	-	-
Coin Operated Laundromat Fee	100%	-	-	-
Conservation Tax	-	-	-	(4)
Amusement Device Fees	(5)	(5)	-	-
Alcoholic Beverage 2% Purchase Price Tax	100%	-	-	-
Liquor License Fee	100%	-	-	-
Alcohol Beverage Brand Registration	100%	-	-	-
Alcohol Excise Tax	50%	50%	-	-
Malt Beverage License Fee	50%	50%	-	-

(1) The first \$30 million collected annually is deposited in the state general fund. The next \$5 million goes into the tobacco prevention and reduction trust fund. The remaining revenue in excess of \$35 million is deposited into the state general fund.

(2) An exception exists regarding credit card banks, with 95% of the revenue derived from the tax deposited into the state general fund while 5% goes to the county where the bank is located. When there is no physical presence in South Dakota, then 100% is deposited into the state general fund.

(3) Revenues from mining companies licensed after January 1, 1981 are split as follows: 80% to the state, 20% to the county of production (subject to a \$1 million per county cap).

(4) 100% of the tax collected is placed in the environment and natural resources fee fund.

(5) Revenue from devices located outside of municipalities is deposited into the state general fund. If the amusement device is located within a municipality, then the revenues are remitted to the municipality.

## Municipalities

### Fiscal Year 2022 Changes

Gary, Lane, and Henry imposed a general sales and use tax in their municipality.

253 municipalities imposed municipal sales & use taxes.

While cities set their own sales and use tax rates, the department is responsible for collecting the taxes.

Those revenues are then distributed to the taxing jurisdiction based on the amount collected for each city (**shown in Appendix A of this report**). These municipal sales and use tax revenues do not necessarily indicate the level of economic activity in these areas since municipalities vary in their tax rates and the size of their tax bases.

The maximum municipal sales tax rate in South Dakota is 2%, unless a city meets the provisions of SDCL 10-52-2.4.

Cities may also impose a 1% municipal gross receipts tax (MGRT) which is in addition to the municipal sales tax. The municipal gross receipts tax can be imposed on alcoholic beverages, eating establishments, lodging accommodations, ticket sales and admissions to places of amusement, and athletic and cultural events.

## Special Jurisdictions

Special Jurisdictions	ST Rate	UT Rate	ET Rate	Tourism	FY2021	FY2022	Percent Change
Cheyenne River Sioux Tribe	4.5%	4.5%	2.0%	1.5%	\$3,622,729	\$4,302,630	18.77%
Crow Creek Sioux Tribe	4.5%	4.5%	2.0%	1.5%	\$703,283	\$789,155	12.21%
Oglala Sioux Tribe	4.5%	4.5%	2.0%	1.5%	\$3,900,240	\$3,973,277	1.87%
Rosebud Sioux Tribe	4.5%	4.5%	2.0%	1.5%	\$3,229,526	\$3,774,111	16.86%
Sisseton-Wahpeton Oyate	-	4.5%	2.0%	-	\$2,253	\$53,189	2261.09%
Standing Rock Sioux Tribe	4.5%	4.5%	2.0%	1.5%	\$1,231,400	\$1,207,256	-1.96%
Yankton Sioux Tribe	-	4.5%	2.0%	-	\$110,787	\$2,053	-98.15%
<b>Totals</b>					<b>\$12,800,218</b>	<b>\$14,101,672</b>	<b>10.17%</b>

The State of South Dakota and five Indian tribes have entered into comprehensive tax collection agreements that include state and tribal sales, use, tourism, and contractor's excise tax. The state and two Indian tribes have entered into limited tax collection agreements that cover limited taxes at certain locations. On Indian country areas covered by a tax collection agreement, the state and the tribe each have the ability to tax certain individuals and certain transactions. All businesses in the Indian country areas are responsible for remitting tax. The tax remitted is then distributed between the state and the tribe based on each tribe's separate tax collection agreement.

# Special Events

Revenue agents license vendors to collect state sales and tourism taxes, and municipal taxes at various special events across the state throughout the year. The table below compares taxes collected at South Dakota's largest special events during Fiscal Year 2022 to the previous year.

Event	FY2021 *	FY2022 *	% + / -
Black Hills Stock Show	\$68,945	\$87,430	26.8%
Brookings Festival	\$1,067	\$32,787	2973.2%
Brown County Fair ***	\$0	\$26,669	100.0%
South Dakota State Fair	\$107,917	\$219,684	103.6%
Sturgis Motorcycle Rally **	\$1,383,515	\$1,893,814	35.1%
Central States Fair	\$4,533	\$75,766	1571.6%
Sioux Empire Fair	\$29,979	\$45,414	51.5%
Spearfish Arts Festival ***	\$0	\$21,929	100.0%
<b>Totals</b>	<b>\$1,595,957</b>	<b>\$2,403,494</b>	<b>50.6%</b>



\* Total Tax includes state, municipal, municipal gross receipts, and tourism taxes

\*\* The Sturgis Motorcycle Rally includes Meade, Lawrence, Butte, Pennington, Custer, and Fall River Counties, as well as the cities within those counties.

\*\*\* Events not held in FY 2021.



## The DOR staff could be at a city near you!

Each year, our staff attend special events throughout the state. Whether we are hosting our DOR Annual Assessor School, giving back through community clean up, or staffing a temporary office for the Sturgis Motorcycle Rally, we take pride in serving our customers and the State of South Dakota.

# Audit

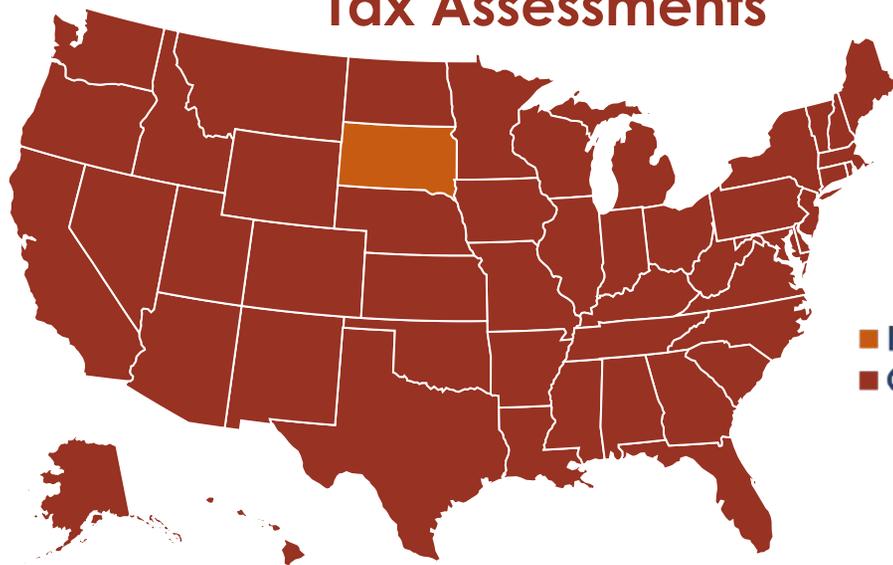
The Audit Division is responsible for selecting and performing audits on behalf of the Department of Revenue. The primary purpose of an audit is to verify the gross receipts, deductions, and use tax reported on tax returns, to ensure required record keeping is in place, and to work with auditees to ensure understanding of the tax laws.

## Audits, Assessments, and Revenues\*

Tax Type	FY2021				FY2022			
	Audits	Assessments	Credits	Payments Received	Audits	Assessments	Credits	Payments Received
Sales, Use, and Contractor's Excise	1,352	\$46,170,402	-\$643,996	\$35,206,299	1,270	\$20,871,937	-\$4,259,644	\$22,068,582
Fuel, Prorate, IFTA	208	\$145,414	-\$87,114	\$127,318	198	\$210,768	-\$32,552	\$191,524
Bank Franchise	13	\$1,604,168	-\$10,581	\$3,238,070	13	\$1,607,794	\$0	\$1,582,921
Tobacco					7	\$3,877	\$0	\$4,348
<b>Total</b>	<b>1,573</b>	<b>\$47,919,984</b>	<b>-\$741,690</b>	<b>\$38,571,687</b>	<b>1,488</b>	<b>\$22,694,377</b>	<b>-\$4,292,196</b>	<b>\$23,847,375</b>

\*Assessments and credits are from the original certificates of assessment.

## Net Sales, Use, and Contractor's Excise Tax Assessments



■ In-State Assessment  
■ Out-Of-State Assessment

FY2021



\$4.4 million, 9%

FY2022



\$5.7 million, 31%

\$12.7 million, 69%

"[The auditor] was very professional and very understanding in regards to the timing of the audit. He was always available to answer any questions or concerns. [The auditor] was very thorough with explaining specific amounts that should be included in the numerator. The audit went very smoothly."

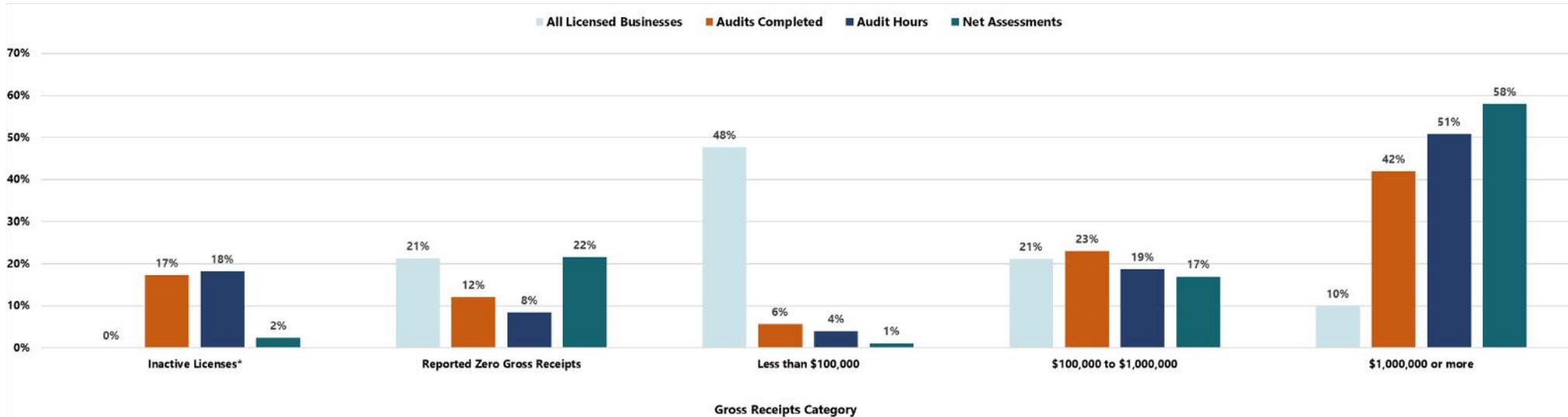
- Satisfied Customer

"It was an amazingly peaceful process. I expected stress but got a calm auditor who was able to answer my questions calmly."

- Satisfied Customer

# FY2022 Audit Metric Distribution by Business Size

The graph below shows the percentage of businesses that fall into five different size categories. This information is compared to how much of the audit time and net assessments are associated with those same taxpayers.



\*"Inactive licenses" is made up of businesses that may have been sold or reorganized, out-of-state contractors that may no longer have in-state projects, and other entities that no longer have a South Dakota tax liability.

## Common Errors Found During an Audit

### Common Sales Tax Errors

- Under-reporting of sales tax due to poor record keeping.
- Exempting sales to taxable customers such as churches and 501(c)(3) entities.
- Municipal tax and municipal gross receipts tax (MGRT) reporting errors.
- Not having valid exemption certificates on file.
- Sales tax charged on construction services subject to excise tax.

### Common Use Tax Errors

- Not remitting use tax on goods and services purchased/used.
- Not remitting use tax on items taken from inventory and used personally or in your business.
- Not remitting use tax on owner-furnished materials (OFM).
- Not remitting use tax on equipment brought in from out of state.
- Use tax paid in error on purchases of services subject to excise tax.

### Common Contractor's Excise Tax Errors

- Under-reporting of excise tax due to poor record keeping.
- Not remitting excise tax on owner-furnished materials (OFM).
- Not reporting excise tax on work performed for Local, State, or Federal Government agencies.
- Excise tax charged on construction services subject to sales tax.
- Not including the excise tax invoiced and collected in reported gross receipts.

### Common Motor Fuel Excise Tax Errors

- Errors in reporting due to poor record keeping.
- Not keeping the nine required items on trip sheets. (IFTA/IRP)
- Substituting an invoice or other document for a bill of lading. (Supplier)
- Not including non-taxable exports on returns. (Importer/Exporter/Supplier)
- Incorrect reporting of product authorizations – a product authorization must occur before the rack and bill of lading must reflect the new supplier.

# Gaming

In Fiscal Year 2022, total gaming action in Deadwood was \$1,507,980,291 up 7.64% from the previous year. At the close of the fiscal year, there were 2,510 licensed gaming devices, 106 retail locations, and approximately 1,286 licensed gaming employees.

More details on gaming revenues from Fiscal Year 2022 can be accessed in the Commission on Gaming's Annual Report, which can be found at <https://dor.sd.gov/individuals/gaming/>

## Did you know?

Gaming revenues paid dividends as the Commission on Gaming contributed over half a million dollars to Black Hills Area municipalities and schools.

### Funds Received by Deadwood:

**\$7,149,170**

### Funds Received by other Municipalities:

Central City	\$2,838
Lead	\$53,845
Spearfish	\$211,512
Whitewood	\$17,822
<b>Total</b>	<b>\$286,017</b>

### Funds Received by School Districts:

Belle Fourche	\$254
Lead-Deadwood	\$65,652
Spearfish	\$207,322
Meade	\$12,789
<b>Total</b>	<b>\$286,017</b>



## Revenues

Gross Revenue Tax	\$12,306,883
FY22 Device Tax	\$5,124,000
City Slot Tax	\$437,500
License Fees	\$114,752
Application Fees	\$133,325
Interest	\$30,363
Device Testing Fees	\$2,470
Penalty on Disciplinary Action	\$53,959
Other Revenue	\$938
<b>Total Additions to Fund:</b>	<b>\$18,204,190</b>

## Distributions

Administrative Expenses (Includes DOR Admin Charge)	\$1,519,851
Capital Equipment	\$16,240
Lawrence County (SDCL 42-7B-48)	\$1,096,896
Other Municipalities (SDCL 42-7B-48.1)	\$286,017
School Districts (SDCL 42-7B-48.1)	\$286,017
SD Tourism (SDCL 42-7B-48)	\$3,999,530
SD General Fund (SDCL 42-7B-48.1)	\$2,002,120
SD General Fund (SDCL 42-7B-28.1)	\$1,249,853
SD Historical Preservation (SDCL 42-7B-48)	\$100,000
SD Department of Social Services (SDCL 42-7B-48.3)	\$30,000
City of Deadwood (SDCL 42-7B-48 & 48.1)	\$7,149,170
<b>Total Allocations from Fund:</b>	<b>\$17,735,695</b>

# Lottery

The Lottery net revenue generated during Fiscal Year 2022 was more than \$179 million. These revenues came from three sources, which are shown in the chart below.

More details on Lottery revenues from Fiscal Year 2022 can be accessed in the Lottery's Annual Report, which can be found at <https://lottery.sd.gov/beneficiaries/reports/>.

## Revenues

	Sales	Prizes	Commission	Revenue Distributed
Instant Tickets	\$48,287,378	\$28,528,972	\$2,719,732	\$10,348,489
Lotto Tickets	\$26,913,825	\$14,405,524	\$1,396,518	\$7,591,044
Video Lottery*	\$1,144,778,435	\$819,330,770	\$162,723,832	** \$161,310,594
			<b>Total</b>	<b>\$179,250,127</b>

\* Video Lottery sales are cash in; prizes are cash out; private share of net machine income is retailer commission.

\*\* One-half of one percent (0.5%) of the state's share is retained by the Lottery for administration.

## Where the Money Went

	General Fund	Capital Construction Fund	Department of Social Services *
Instant Tickets	\$10,348,489	\$ -	\$ -
Lotto Tickets	\$3,795,522	\$3,795,522	\$ -
Video Lottery	\$161,021,594	\$ -	\$214,000
Video Lottery License Fees	\$75,000	\$ -	\$ -
<b>Totals</b>	<b>\$175,240,605</b>	<b>\$3,795,522</b>	<b>\$214,000</b>

\* The SD Lottery annually provides the Department of Social Services with funding for problem gambling services. Funding comes from the Lottery's 0.5% of net machine income for administration.

### Did You Know?

Since its inception in 1987, the Lottery has distributed an impressive \$3.42 billion to our beneficiaries.

Lottery's record-breaking year translates to more than \$175 million to the State's General Fund, which funds local K-12 schools, state universities, and technical institutes.

Nearly \$3.8 million went to the Capital Construction Fund, which is used to pay for rural water systems, community drinking water, wastewater improvement projects, and recycling and waste disposal programs.



# Instant Ticket RFP

With instant ticket sales continuing to climb, the South Dakota Lottery looked to continue its momentum through a Request for Proposal (RFP).

The main objective of the Instant Tickets and Related Services RFP was to establish a primary instant ticket print vendor. The RFP was issued Jan. 7, 2022, and the SD Lottery received proposals from the industry's leading vendors.

After proposals and presentations from three vendors, the Lottery reviewed each on criteria such as game design, prize structure, security, packaging, ticket appearance, vendor experience, and more. The RFP also included requirements such as quarterly presentations to enhance sales, an annual review of territories, and licensed instant ticket properties.

Through an extensive scoring process, the Lottery awarded the RFP to Scientific Games. The Lottery and Scientific Games agreed upon a 6-year base contract with four 1-year extensions that may be exercised by the Lottery.

The agreement continues the SD Lottery's partnership with Scientific Games, who has been an instant ticket vendor for more than 30 years. Scientific Games has not only been a valuable contributor to record instant ticket sales, but its innovation and expertise should be valuable for years to come.

The new agreement began in August of 2022.

# Instant Tickets

The Lottery launched 33 new instant ticket games during Fiscal Year 2022. Prices for instant tickets ranged from \$1 to \$20, and prizes ranged from \$1 to \$300,000.

There were 620 licensed instant ticket retailers across the state. Retailers receive a 5% commission for selling tickets, a 1% commission for cashing winning tickets for prizes up to \$100, and a 1% commission for selling tickets with prizes of more than \$100.

Instant ticket sales were up 1.7 percent from the previous year, and net revenues were up 104.46 percent.



# Capitol Construction Fund

Comprised of three parts:



61% goes to the Water and Environment Fund which is used for a variety of projects from drinking water and wastewater improvement to recycling to natural resource development.



5% goes to the Ethanol Fuel Fund which provides annual production payments to qualified South Dakota ethanol producers.



34% goes to the State Highway Fund and is used for state highways and bridges.

# Lotto Tickets

South Dakota currently offers five lotto games. Powerball, Mega Millions, Lotto America, and Lucky For Life are multi-state games. Dakota Cash with EZ Match is played only in South Dakota.

At the end of Fiscal Year 2022, there were 630 licensed lotto retailers. Lotto retailers receive a 5% commission for selling tickets, plus varying bonuses for selling larger winning tickets.

Lotto ticket sales were up 2.97 percent from the previous year and net revenues were down 4.75 percent.

The General Fund receives 35% in net revenue from lotto tickets. The Capital Construction Fund receives the other 65%.

## Video Lottery

Video Lottery sales (cash-in) increased 10.1 percent from last year.

The average number of active video lottery machines during Fiscal Year 2022 was 9,664, and the average number of licensed establishments was 1,271.

The revenue from video lottery is calculated on net machine income, which is cash-in (sales) minus cash-out (prizes). Net machine income is divided between the state and machine operators on a 50/50 split. One-half of one percent (0.5%) of the net machine income share is retained by the Lottery for administration.

Revenue from video lottery net machine income is distributed to the General Fund.

## Video Lottery Industry Reaches New Heights

South Dakota's video lottery industry continued to thrive in Fiscal Year 2022 with another record-breaking year.

FY22 concluded with video lottery tallying \$161,310,594 of the state's share of net machine income. The new record is a 8.4 percent increase compared to FY21's total of \$148,848,388.

While net machine income has been trending up for nearly a half decade, several factors contributed to the record. Improved communication resources and new technology proved to be a winning equation for the industry.

Fiscal Year 2022 marked the first full year of the Lottery's new central video lottery system through Light & Wonder. The improved technology paid dividends throughout the fiscal year as the system's communications helped terminals stay up and running.

While the average number of establishments and machines saw a slight increase from FY21, another factor in the record year was the continued use of new video lottery terminals. The terminals, which feature improved graphics, a wide variety of games and bonuses, continued to outpace old machines in the field.

As of June 30, 2022, there were 6,099 new terminals compared to 3,864 old terminals in the field. The newer technology proved to be a strong investment for members of the industry with new machines outpacing old \$111 to \$65.36 in terms of net machine income per day.

With the new system implemented as well as new technology that appeals to players, the video lottery industry is hoping to continue its momentum into the future.

## Digital Properties



South Dakota Lottery players will soon have improved digital properties when interacting with or inquiring about our products.

In Fiscal Year 2022, the Lottery partnered with Lawrence & Schiller to modernize its digital properties that include its website and mobile app. The goal of the project is to provide players with improved functionality and new features on both properties.

The Lottery anticipates both the mobile app and website will be launched in the first half of Fiscal Year 2023.

## Fiscal Year 2022 Big Winners



**G. Robert Janis**

Pine Ridge  
**\$100,000**  
Black Ice

**C. Holly Loyd**

Yankton  
**\$100,000**  
50X Wild



**E. Damian Mullaney**

Brookings  
**\$252,392**  
Dakota Cash

# Motor Vehicle

The Department of Revenue's Motor Vehicle Division collects and administers motor fuel tax, special fuel tax, the International Registration Plan (IRP), Unified Carrier Registrations (UCR), the International Fuel Tax Agreement (IFTA), and commercial and non-commercial motor vehicle licensing, titling, and registration. The division also regulates licensed motor vehicle dealers.

## Registration and Title Revenues

Motor Vehicle Excise Tax of 4% is collected on sales of motor vehicles that operate on South Dakota's roads and highways. Vehicles used on public roadways or waterways must also be licensed and registered each year. Registration is confirmed by the issuance of a license plate/decal.

	FY2021	FY2022	Percent Change
License Plate Fees - State's Share*	6,158,439.05	6,164,093.45	0.1%
License Plate Fees - Counties', Cities', Townships' Share	57,961,136.08	57,548,904.04	-0.7%
Snowmobile Registration	96,340.09	104,495.44	8.5%
Boat Registration Fees	1,889,978.65	1,794,732.06	-5.0%
Electric Motor Vehicle Fees	-	29,956.20	100.0%
Temporary Special Permits	85,256.00	105,085.00	23.3%
Mobile Home Plates	4,380.00	4,920.00	12.3%
Dealer Fees	456,318.02	475,645.57	4.2%
Duplicate Plates, Replacement Plates	287,934.56	320,489.91	11.3%
Title and Penalty Fees	3,029,109.56	2,881,566.81	-4.9%
Trailer ID Fees	81,922.55	81,462.00	-0.6%
Motorcycle Safety Education Fees	888,694.00	797,891.00	-10.2%
Mobile Home Registration Fees - States's Share	134,466.98	171,191.46	27.3%
Motor Vehicle 4% Excise Tax	143,591,208.16	151,769,634.75	5.7%
Snowmobile 3% Excise Tax	339,644.67	260,485.58	-23.3%
Duplicate Title Fees	198,530.00	195,063.00	-1.7%
DENR - Solid Waste Fees	1,392,535.33	1,372,879.25	-1.4%
DPS - Highway Patrol Fees	1,487,085.00	1,463,946.25	-1.6%
<b>Total Receipts</b>	<b>218,082,978.70</b>	<b>225,542,441.77</b>	<b>3.4%</b>

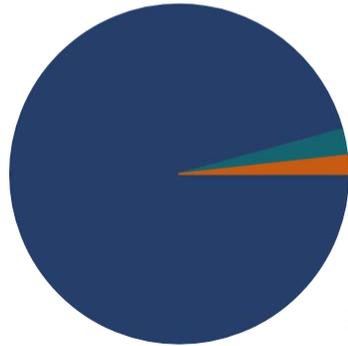
\*State Motor Vehicle Fund, License Plate Special Revenue Fund

## Motor Carrier Revenue

Revenue Source	FY20	% Change over Previous Year	FY21	% Change over Previous Year	FY22	Percent Change
Unified Carrier Registration Fees	\$829,375	40.7%	\$881,871	6.3%	\$855,623	-3.0%
International Fuel Tax Agreement (IFTA)	\$1,083,752	3.8%	\$1,269,196	17.1%	\$1,251,892	-1.4%
International Registration Plan (IRP) - Prorate	\$20,321,320	2.6%	\$22,347,143	10.0%	\$24,065,979	7.7%

## Motor Vehicle Registration Fees

- Local Government 95.75%
- License Plate Special Revenue Fund 2.50%
- Motor Vehicle Fund 1.75%



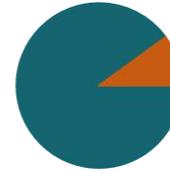
## Mobile Home Registration Fees

- General Fund 25.00%
- Local Government 63.75%
- Motor Vehicle Fund 11.25%



## Snowmobiles

- Game Fish & Parks 90%
- Motor Vehicle Fund 10%



## Plates & Permits

- License Plate Revolving Fund 100%



## Motor Fuel Excise Tax

- State Highway Fund 100%

100%

Tax collected from the sale of motor vehicles.

## Motor Vehicle Excise Tax

- State Highway Fund 100%

100%

Tax collected from gallons of motor fuel sold.

## Be on the lookout for new license plates in 2023

Did you know new license plates are issued every seven years?



Standard Non-Commercial Plate



Emblem Plate

Did you know the Governor, Department of Tourism and DOR work together to design the license plates?

## Go online with MySDCars!

The Department of Revenue offers a wide array of specialty license plates, many of which can be ordered online by logging on to <http://mysdcars.sd.gov>.

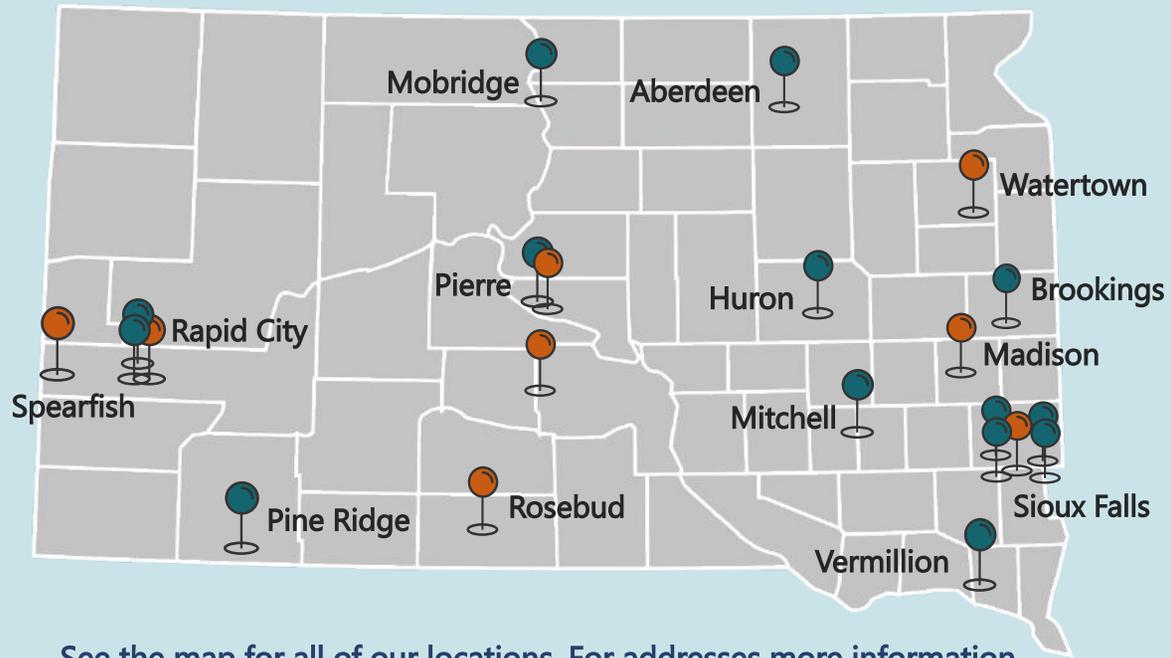
This website can also be used to renew your vehicle registrations from the comfort of your own home!



# Renew On The Go!

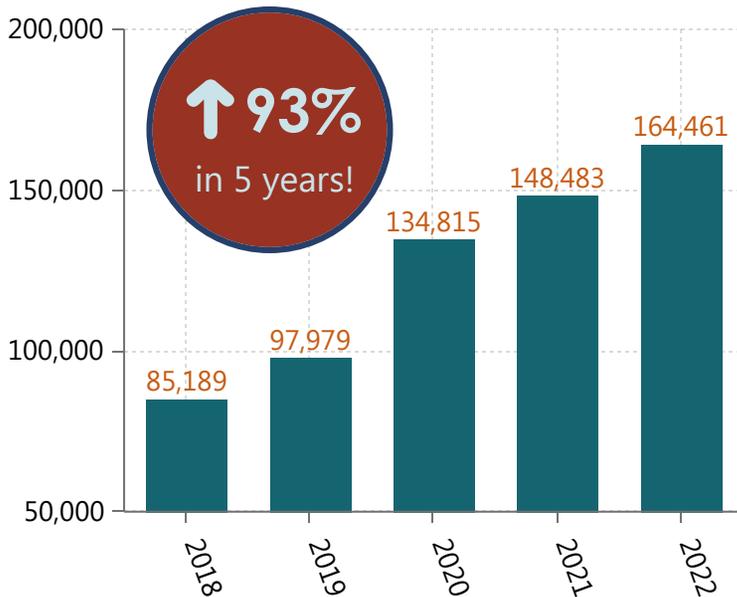
New look, more locations, and added features. All you need is a debit or credit card and a South Dakota ID to:

- Change address
- Renew driver's license
- Renew vehicle registration
- Report vehicle sale
- Print seller's permit



See the map for all of our locations. For addresses more information, visit <https://sddmvmnowkiosk.com>

## Kiosk Usage Per Year



## Fiscal Year 2022 By The Numbers

Registrations Renewed at a DMV Now Kiosk



Registrations Renewed Online

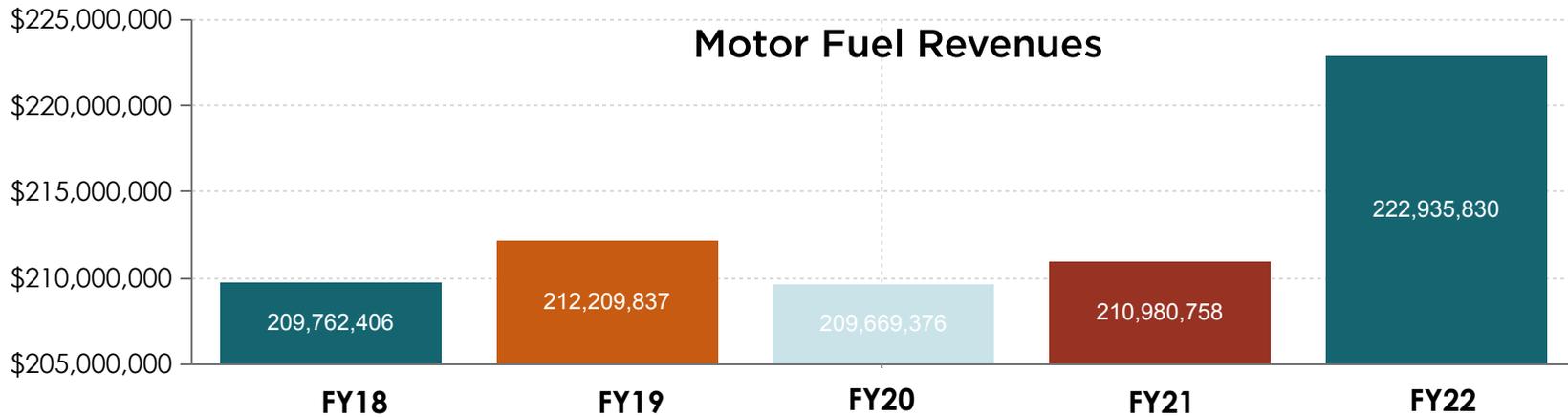


Title Applications Processed



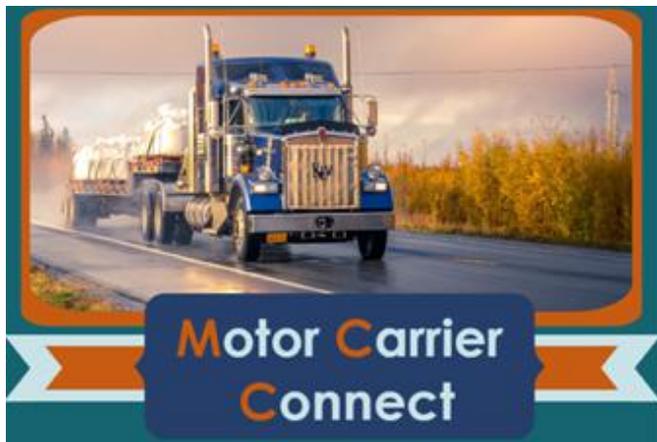
# Motor Fuel Tax

Many fuel types, including gasoline, diesel, ethyl alcohol, methyl alcohol, aviation fuel, jet fuel, and liquid petroleum gas (LPG), fall into the fuel tax category. In Fiscal Year 2022, total fuel tax revenues amounted to **\$222,935,830**. The chart below compares South Dakota's fuel tax revenues for the past five years. Each fuel type is taxed at a different rate as per South Dakota law.



## Revenue Sources

Revenue Source	FY20	% Change over Previous Year	FY21	% Change over Previous Year	FY22	Percent Change
Aviation Fuel	\$786,810	-10.9%	\$666,510	-15.3%	\$919,261	37.9%
Motor Fuel Tax	\$186,486,044	1.3%	\$187,997,726	0.8%	\$198,881,136	5.8%
Motor Fuel Tax - Tribal	\$4,748,495	-4.5%	\$4,633,906	-2.4%	\$4,806,057	3.7%
Tank Inspection Fees	\$17,648,027	1.5%	\$17,682,616	0.2%	\$18,329,375	3.7%



## New Motor Carrier Connect System Website

The Motor Vehicle Department rolled out the new Motor Carrier Connect (MCC) system. This new system allows motor carriers to register for IRP, renew IRP registration, add/transfer vehicles, update leases, and change motor carrier responsible for safety. This system design allows you to communicate with the Motor Carrier Section of the South Dakota Department of Revenue in a safe and secure electronic environment.

The new website may be found here:  
<https://sd.motorcarrierconnect.com>.

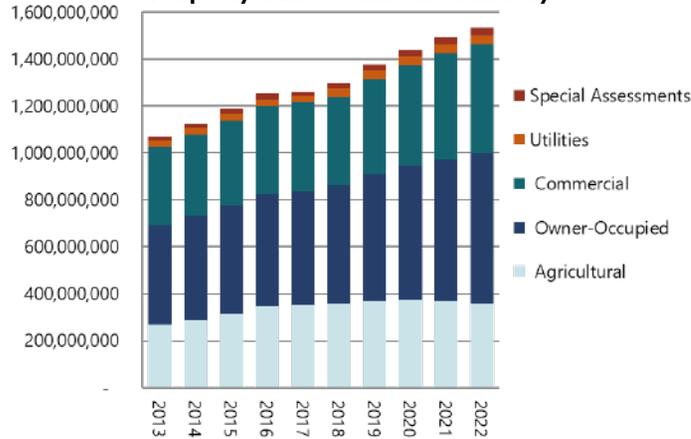
**By the Numbers**

South Dakota has **17** different motor fuel license types and a total of **2,891** licensees.

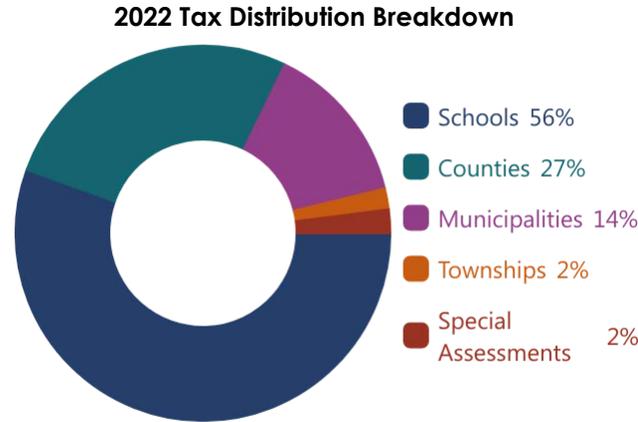
# Property Tax

In 2022, South Dakota property owners paid more than \$1.5 billion to fund local governments and provide K-12 education for the state's children. The state does not collect or spend any property tax money. Each county administers its own property tax system. The department's primary role is to assist local governments in making property valuations that are fair and in compliance with the law. The following tables show the portion of the total taxes paid by each classification of property, and which local government received the money.

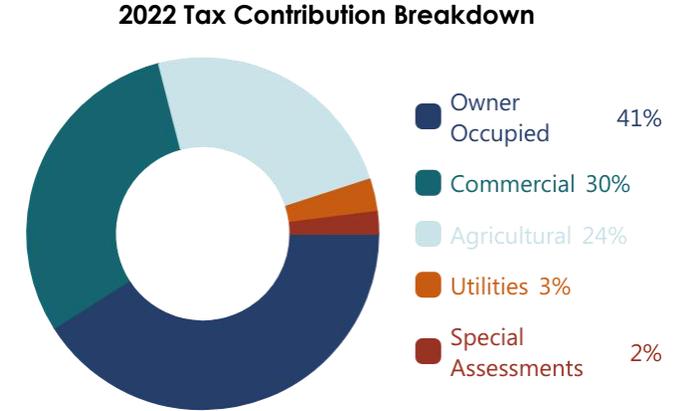
Property Tax Contribution History



## Where The Money Went



## Who Paid



For specific dollar amounts for contributions and distributions, please see Appendix C

## Effective Tax Rates

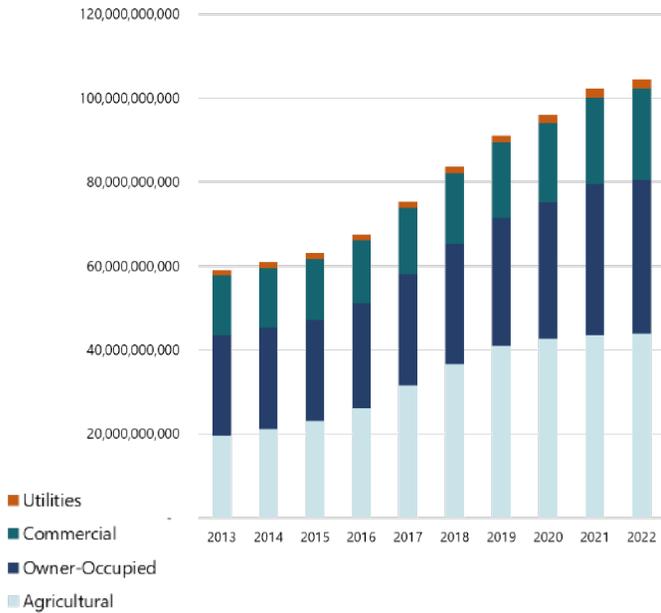
The following table shows the effective tax rate for agricultural, owner-occupied, and commercial property in a sampling of jurisdictions payable in 2022. The effective tax rate is the percentage of a property's market value that will be paid in taxes. For example, if the effective tax rate is 2%, and the market value of the property is \$150,000, then the taxes will be about \$3,000 per year.

The "Ag" effective tax rate is for the agricultural property in the township around the city listed. The "Other" category includes commercial property, utility property, and residential property not occupied by the owner within the specified city.

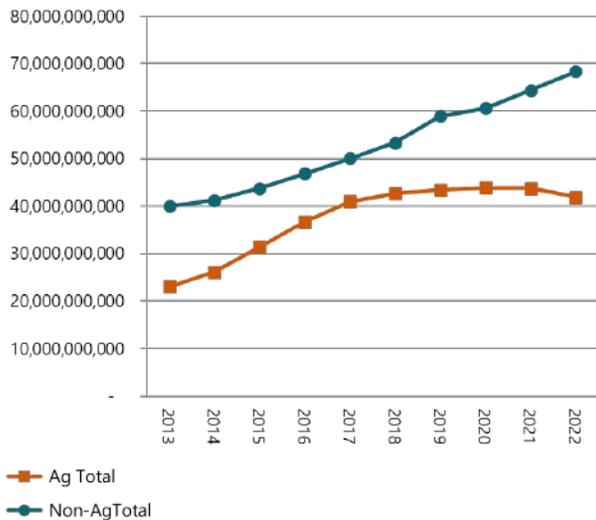
City	Agricultural Effective Tax Rate	Owner-Occupied Effective Tax Rate	Other Effective Tax Rate	City	Agricultural Effective Tax Rate	Owner-Occupied Effective Tax Rate	Other Effective Tax Rate
Aberdeen	0.95%	1.54%	1.84%	Mobridge	0.52%	1.65%	1.99%
Belle Fourche	0.85%	1.45%	1.73%	Piedmont	0.97%	1.31%	1.60%
Box Elder	1.16%	1.62%	2.00%	Pierre	0.77%	1.19%	1.48%
Brandon	0.93%	1.34%	1.63%	Rapid City	1.14%	1.33%	1.62%
Brookings	1.06%	1.34%	1.66%	Redfield	0.80%	1.92%	2.20%
Canton	0.85%	1.58%	1.87%	Sioux Falls	0.91%	1.34%	1.67%
Chamberlain	0.72%	1.44%	1.73%	Sisseton	0.81%	1.74%	2.03%
Dell Rapids	0.94%	1.42%	1.71%	Sturgis	0.84%	1.41%	1.71%
Flandreau	0.99%	1.80%	2.09%	Vermillion	1.27%	1.78%	2.15%
Hot Springs	0.91%	1.52%	1.81%	Watertown	0.82%	1.09%	1.38%
Huron	0.88%	1.67%	1.95%	Webster	0.83%	1.54%	1.83%
Madison	0.75%	1.39%	1.69%	Winner	0.63%	1.23%	1.52%
Milbank	1.00%	1.41%	1.70%	Yankton	0.94%	1.38%	1.75%
Mitchell	0.99%	1.52%	1.81%	Statewide	0.73%	1.30%	1.60%

# Taxable Valuations by Category: 2012-2022

Valuation Trend by Property Type



Valuation Total in Ag vs. Non-Ag Properties



See Appendix B for taxable valuations by county.

Figures listed are 2022 valuations for taxes payable in 2023.



## Wind Farms



Wind farms pay a nameplate capacity tax and a production tax instead of real property taxes, which get deposited into the Renewable Facility Tax Fund. All of the nameplate capacity tax and 20% of the production tax collected are remitted to the respective counties prior to May 1 each year. The remainder of the production tax is deposited to the State General Fund.

Upon receipt of the taxes, the county auditor allocates the taxes among the school districts, the county, and the organized townships where a wind tower is located. When a wind tower is located in an unorganized township, that portion of the tax is allocated to the county.

The distribution rates are:

- 50% to the school district(s);
- 35% to the county(s);
- 15% to the organized township(s).

For Taxes Payable in 2022, there were 23 wind farms in operation which paid \$12,770,075 in nameplate capacity tax and production tax. The State General Fund received \$3,648,759 and Local Government Entities received \$9,121,315.

The breakdown of the local government taxes were:

- Schools: \$4,560,658
- Counties: \$3,366,309
- Townships: \$1,194,348



## Property Tax Transparency Portal

The South Dakota Property Tax Transparency Portal is the one stop shop for property tax information, resources, and laws. This system features the Property Tax Explainer Tool that provides a high level breakdown of some of the levies assessed within a specific jurisdiction, numerous DOR property tax facts, publications, forms, and multiple years of property tax data.

While the state does not collect or spend any property tax money, property taxes are the primary source of funding for school systems, counties, municipalities, and other units of local government. Not only is the portal a great resource for finding property tax information, it also makes available data open and transparent for everyone. The previous Property Sales Search is still available for your property tax search needs. Find the new portal here: <https://sdproptax.info/>

## Property Tax Limitations

The South Dakota Legislature has enacted two independent systems that limit the growth of property taxes. The first is the state aid to education payments system. These payments effectively replace property taxes for schools that would otherwise be paid by property owners. The second system is the caps placed on the property taxes collected by all levels of local government, except schools. Property tax caps and state aid to education payments have significantly slowed this increase.

## Property Tax Caps

State law limits the amount of property taxes that local governments (counties, cities, townships, fire districts, etc.) can collect from their property owners. Market increases in the value of the property within the taxing district automatically decrease the property tax rates upon that property to ensure that the caps are not exceeded. Local governments are limited to the amount of property taxes they collected last year, plus an increase for inflation based upon the consumer price index (but not more than 3%), and for new construction within the taxing jurisdiction.

## State Aid to Education Payments

All property owners benefit from the funding for education provided by the state. The state provides extra revenue for K-12 education that would otherwise have to be paid by property owners. The benefit is provided to the taxpayer through a tax rate reduction for the school general fund levy. The school general fund levy rates for taxes payable in 2022 are set statewide as follows:

Ag \$1.362/\$1,000 of value  
Owner-Occupied \$3.048/\$1,000 of value  
Other \$6.308/\$1,000 of value

## Tax Increment Financing

Tax Increment Financing (TIF) is a tool primarily used to redevelop areas or grow a local economy by offsetting the cost of public infrastructure improvements. TIFs can be useful in attracting private investments and businesses, which can translate into more jobs and a growing tax base. TIFs have four classifications, which are shown below along with the number of active TIFs throughout the state. For more information on TIFs, including our TIF Annual Report, visit <https://sddor.seamlessgov.com/publications-annual-reports>.



# Education

The Department of Revenue continues to ensure that education is at the forefront of what we do every day. From our customers, other government agencies and our DOR employees, we strive to ensure everyone receives the best service possible. How we educate has changed drastically in the last few years. We are always looking for new ways to improve our way of doing business and will continue to expand our educational lineup.

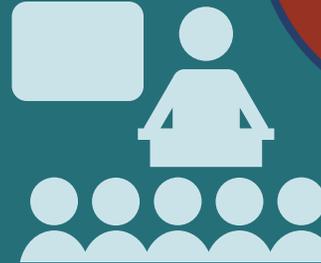
The Department offers general seminars, on-site instructional presentations, online tutorials, and webinars.

106  
Tax Facts  
Publications

Fiscal Year  
2022 By The  
Numbers

1,688  
Customers  
received  
training

247 Employees  
completed 1,463  
courses



## New Ways to Learn

In Fiscal Year 2022, the Department of Revenue shared resources with our partners!

This year, we continued to offer Sales and Use Tax Seminar and Contractor's Excise Tax Seminar on Teams as well as moving some back to in-person!

The Department also utilized our Learning Management System to disseminate new motor vehicle dealer tests.

Is your group or organization looking for a customized presentation? Request one at [sddor.seamlessdocs.com/f/5007](https://sddor.seamlessdocs.com/f/5007)

## Our Seminars Cover:

- Auctioneers
- Indian Country & Real Property Taxation
- Sales and Use Tax *Available online and in-person!*
- Contractor's Excise Tax *Available online and in-person!*
- Bookkeeping
- Property Tax
- Gaming Tax
- Tobacco Tax
- Alcohol Tax
- Motor Vehicle Title Training
- Motor Vehicle Excise Tax
- Motor Vehicle Abandonment
- Agriculture Business
- Motor Fuel
- Highway Patrol
- IFTA & IRP

Want to know what's even better? All of our seminars are **FREE** of charge!

# Lean

Lean is a process improvement approach and a collection of principles and tools used to eliminate wasteful activities that do not add value to our customers. The Department of Revenue carried on this continuous improvement initiative through a variety of Lean trainings and activities. Trainings were provided in-person and online for staff!



1

## Level 1 | Aware

- 2 hour Lean Core Concepts Training

144 Staff

2

## Level 2 | Engaged

- Complete Level 1
- Complete at least 3 Focused Lean trainings

24 Staff

3

## Level 3 | Practicing

- Complete Level 2
- Complete at least 2 more Focused Lean trainings (total of 5)
- Act as an Advisor for a specific Lean method & post-training project
- Complete 2 "Just Do It" or participate/observe 1 Kaizen event

3 Staff

4

## Level 4 | Leading

- Dual-facilitate 1 training and conduct 1 focused conversation
- Act as a Lean Liaison
- Lead Adviser on 1 Project Charter

2 Staff

5

## Level 5 | Facilitating

- Complete facilitator training
- Dual-facilitate 2 Kaizen events or 1 Kaizen plus 1 training
- Every two years, dual-facilitate 1 Kaizen event

1 Staff

#	City	MGRT Sales/Use		FY2021	FY2022	%Change
		Rate	Tax Rate			
1	Aberdeen	1.00%	2.00%	\$22,789,900.09	\$22,394,157.57	-1.74%
2	Akaska	-	2.00%	\$35,683.27	\$42,178.79	18.20%
3	Alcester	-	2.00%	\$237,788.90	\$242,438.10	1.96%
4	Alexandria	-	2.00%	\$157,228.73	\$188,600.25	19.95%
5	Alpena	-	1.00%	\$269,785.86	\$419,776.96	55.60%
6	Andover	-	2.00%	\$17,777.72	\$25,026.26	40.77%
7	Arlington	-	2.00%	\$647,416.75	\$672,028.38	3.80%
8	Armour	-	2.00%	\$310,745.84	\$296,924.48	-4.45%
9	Artesian	-	2.00%	\$24,322.34	\$28,719.85	18.08%
10	Ashton	-	2.00%	\$20,921.66	\$22,453.96	7.32%
11	Astoria	-	2.00%	\$47,862.52	\$58,720.39	22.69%
12	Aurora	-	1.00%	\$111,834.08	\$109,696.70	-1.91%
13	Avon	-	2.00%	\$160,353.98	\$203,041.26	26.62%
14	Baltic	1.00%	2.00%	\$250,509.79	\$321,315.18	28.26%
15	Belle Fourche	1.00%	2.00%	\$3,448,296.91	\$3,845,325.99	11.51%
16	Belvidere	-	2.00%	\$10,185.73	\$8,552.91	-16.03%
17	Beresford	1.00%	2.00%	\$1,198,505.31	\$1,331,073.63	11.06%
18	Big Stone City	-	2.00%	\$328,399.19	\$366,659.07	11.65%
19	Bison	-	2.00%	\$183,518.59	\$231,147.41	25.95%
20	Blunt	1.00%	1.00%	\$53,472.59	\$56,756.27	6.14%
21	Bonesteel	-	2.00%	\$93,790.22	\$111,728.26	19.13%
22	Bowdle	-	2.00%	\$186,806.40	\$136,670.53	-26.84%
23	Box Elder	1.00%	2.00%	\$2,915,143.12	\$3,959,670.69	35.83%
24	Bradley	-	2.00%	\$15,470.56	\$15,930.65	2.97%
25	Brandon	1.00%	2.00%	\$3,976,258.42	\$4,763,121.22	19.79%
26	Brandt	-	2.00%	\$37,125.13	\$31,386.46	-15.46%
27	Bridgewater	-	2.00%	\$98,982.82	\$121,752.40	23.00%
28	Bristol	-	2.00%	\$73,818.08	\$81,683.74	10.66%
29	Britton	1.00%	2.00%	\$793,248.09	\$889,705.67	12.16%
30	Brookings	1.00%	2.00%	\$15,498,149.56	\$17,414,373.54	12.36%
31	Bruce	-	2.00%	\$82,264.98	\$91,560.40	11.30%
32	Bryant	-	2.00%	\$258,186.90	\$271,465.81	5.14%
33	Buffalo	-	2.00%	\$204,263.94	\$227,004.70	11.13%
34	Buffalo Chip*	-	0.00%	\$131.67	\$0.00	-100.00%
35	Burke	-	2.00%	\$367,931.62	\$398,783.91	8.39%
36	Camp Crook	-	1.00%	\$10,933.44	\$13,694.18	25.25%
37	Canistota	1.00%	2.00%	\$263,962.53	\$281,953.43	6.82%
38	Canova	-	1.95%	\$31,871.81	\$28,544.73	-10.44%
39	Canton	1.00%	2.00%	\$1,238,306.51	\$1,419,770.34	14.65%
40	Carthage	-	2.00%	\$52,716.67	\$76,426.98	44.98%
41	Castlewood	-	2.00%	\$161,243.56	\$191,914.45	19.02%
42	Cavour	-	2.00%	\$34,471.85	\$35,996.37	4.42%
43	Centerville	1.00%	2.00%	\$224,210.52	\$266,278.53	18.76%
44	Central City	-	2.00%	\$90,989.20	\$99,700.12	9.57%
45	Chamberlain	1.00%	2.00%	\$1,766,386.14	\$1,952,965.15	10.56%
46	Chancellor	1.00%	2.00%	\$116,444.15	\$169,659.62	45.70%
47	Clark	-	2.00%	\$546,564.94	\$608,209.31	11.28%
48	Clear Lake	1.00%	2.00%	\$718,133.96	\$649,002.76	-9.63%
49	Colman	-	2.00%	\$245,036.04	\$313,360.74	27.88%
50	Colome	1.00%	2.00%	\$84,546.75	\$99,710.45	17.94%

#	City	MGRT Sales/Use		FY2021	FY2022	%Change
		Rate	Tax Rate			
51	Colton	1.00%	2.00%	\$169,609.33	\$188,950.52	11.40%
52	Columbia	-	2.00%	\$29,836.96	\$34,428.22	15.39%
53	Conde	-	2.00%	\$38,273.48	\$43,123.18	12.67%
54	Corona	-	2.00%	\$33,083.98	\$32,139.63	-2.85%
55	Corsica	1.00%	2.00%	\$330,261.48	\$379,252.70	14.83%
56	Crooks	1.00%	2.00%	\$245,755.89	\$319,607.52	30.05%
57	Custer	1.00%	2.00%	\$2,118,070.27	\$2,662,243.23	25.69%
58	Dallas	1.00%	2.00%	\$58,903.36	\$67,581.77	14.73%
59	Dante	-	1.00%	\$7,090.31	\$19,848.88	179.94%
60	Davis	-	2.00%	\$12,388.02	\$18,661.19	50.64%
61	De Smet	1.00%	2.00%	\$660,535.48	\$650,118.84	-1.58%
62	Deadwood	1.00%	2.00%	\$4,294,919.90	\$5,344,545.66	24.44%
63	Dell Rapids	1.00%	2.00%	\$1,380,471.83	\$1,552,747.03	12.48%
64	Delmont	-	2.00%	\$46,456.13	\$48,881.98	5.22%
65	Dimock	-	2.00%	\$73,345.48	\$93,262.96	27.16%
66	Doland	-	2.00%	\$56,142.92	\$66,080.35	17.70%
67	Dupree	-	1.00%	\$73,694.01	\$75,048.88	1.84%
68	Eagle Butte	1.00%	2.00%	\$680,055.52	\$727,671.11	7.00%
69	Eden	-	1.00%	\$29,835.91	\$36,083.75	20.94%
70	Edgemont	1.00%	2.00%	\$295,928.82	\$352,911.23	19.26%
71	Egan	-	2.00%	\$48,976.78	\$56,135.45	14.62%
72	Elk Point	1.00%	2.00%	\$763,475.26	\$896,812.47	17.46%
73	Elkton	-	2.00%	\$271,229.98	\$312,913.48	15.37%
74	Emery	-	2.00%	\$173,885.36	\$171,144.02	-1.58%
75	Erwin	-	2.00%	\$6,283.38	\$9,962.51	0.5855
76	Estelline	-	2.00%	\$306,597.93	\$216,288.03	-29.46%
77	Ethan	-	2.00%	\$63,316.97	\$77,702.60	22.72%
78	Eureka	-	2.00%	\$347,190.88	\$379,025.70	9.17%
79	Fairfax	-	2.00%	\$36,210.91	\$38,301.44	5.77%
80	Fairview	-	2.00%	\$9,269.94	\$10,289.76	11.00%
81	Faith	1.00%	2.00%	\$319,992.85	\$302,877.72	-5.35%
82	Faulkton	1.00%	2.00%	\$374,668.02	\$380,122.14	1.46%
83	Flandreau	1.00%	2.00%	\$821,702.26	\$910,594.34	10.82%
84	Florence	-	2.00%	\$56,478.57	\$80,610.62	42.73%
85	Fort Pierre	1.00%	2.00%	\$1,633,809.55	\$1,786,284.83	9.33%
86	Frankfort	-	2.00%	\$29,037.91	\$32,720.22	12.68%
87	Frederick	-	1.00%	\$44,496.60	\$59,644.82	34.04%
88	Freeman	-	2.00%	\$653,004.58	\$727,508.10	11.41%
89	Garretson	1.00%	2.00%	\$487,085.01	\$566,633.14	16.33%
90	Gary	-	1.00%	\$64,343.95	\$63,158.67	-1.84%
91	Gayville	-	2.00%	\$66,844.26	\$74,785.07	11.88%
92	Geddes	-	2.00%	\$89,132.87	\$104,958.73	17.76%
93	Gettysburg	1.00%	2.00%	\$629,032.53	\$700,580.48	11.37%
94	Glenham	-	2.00%	\$32,421.17	\$34,920.42	7.71%
95	Gregory	1.00%	2.00%	\$807,465.70	\$983,276.82	21.77%
96	Grenville	-	2.00%	\$21,345.61	\$23,898.49	11.96%
97	Groton	1.00%	2.00%	\$647,813.31	\$795,561.94	22.81%
98	Harrisburg	1.00%	2.00%	\$2,213,337.06	\$2,829,887.79	27.86%
99	Harrold	-	2.00%	\$78,338.53	\$58,950.56	-24.75%
100	Hartford	1.00%	2.00%	\$1,253,735.06	\$1,415,735.85	12.92%

\*Buffalo Chip removed its 2% general sales and use tax that went into effect on July 1, 2019. Tax revenue paid in FY2021 was due in a prior period.

#	City	MGRT Sales/Use		FY2021	FY2022	%Change
		Rate	Tax Rate			
101	Hayti	-	2.00%	\$120,257.52	\$161,731.99	34.49%
102	Hazel	-	1.00%	\$27,360.78	\$33,773.77	23.44%
103	Hecla	-	1.00%	\$44,442.19	\$53,306.66	19.95%
104	Henry	-	2.00%	\$33,661.44	\$49,974.42	48.46%
105	Hermosa	1.00%	2.00%	\$278,367.40	\$310,516.88	11.55%
106	Herreid		2.00%	\$254,168.15	\$277,740.42	9.27%
107	Highmore	1.00%	2.00%	\$453,808.86	\$450,073.59	-0.82%
108	Hill City	1.00%	2.00%	\$1,323,941.33	\$1,639,370.69	23.83%
109	Hitchcock	-	1.00%	\$20,587.98	\$26,571.10	29.06%
110	Hosmer	-	2.00%	\$60,006.07	\$61,908.10	3.17%
111	Hot Springs	1.00%	2.00%	\$1,892,241.74	\$2,317,233.54	22.46%
112	Hoven	-	2.00%	\$209,951.89	\$225,491.98	7.40%
113	Howard	0.01	2.00%	\$392,822.42	\$514,841.97	31.06%
114	Hudson	-	2.00%	\$154,471.57	\$159,586.64	3.31%
115	Humboldt	1.00%	2.00%	\$281,412.46	\$306,382.14	8.87%
116	Hurley	-	2.00%	\$93,430.83	\$117,402.25	25.66%
117	Huron	1.00%	2.00%	\$7,600,756.73	\$8,936,686.58	17.58%
118	Interior	1.00%	2.00%	\$56,291.07	\$72,512.36	28.82%
119	Ipswich	-	2.00%	\$609,038.92	\$447,567.11	-26.51%
120	Irene	1.00%	2.00%	\$131,207.66	\$111,184.69	-15.26%
121	Iroquois	-	1.00%	\$37,618.29	\$43,257.70	14.99%
122	Isabel	-	2.00%	\$99,174.37	\$110,954.00	11.88%
123	Java	-	2.00%	\$21,035.35	\$29,731.91	41.34%
124	Jefferson	-	2.00%	\$173,014.05	\$256,071.41	48.01%
125	Kadoka	1.00%	2.00%	\$386,891.81	\$411,467.09	6.35%
126	Kennebec	1.00%	2.00%	\$142,111.83	\$154,575.22	8.77%
127	Keystone	1.00%	2.00%	\$1,214,582.91	\$1,486,778.25	22.41%
128	Kimball	1.00%	2.00%	\$426,516.71	\$741,702.43	73.90%
129	Kranzburg	-	2.00%	\$54,763.34	\$58,634.46	7.07%
130	La Bolt	-	1.00%	\$9,490.65	\$31,708.56	234.10%
131	Lake Andes	-	2.00%	\$255,369.76	\$270,135.21	5.78%
132	Lake City	-	1.00%	\$13,694.97	\$11,751.64	-14.19%
133	Lake Norden	-	2.00%	\$944,047.67	\$980,777.77	3.89%
134	Lake Preston	-	2.00%	\$179,518.75	\$240,296.46	33.86%
135	Lane	-	2.00%	\$0.00	\$2,893.11	NA
136	Langford	-	2.00%	\$75,104.31	\$84,083.61	11.96%
137	Lead	1.00%	2.00%	\$1,685,123.01	\$1,781,386.34	5.71%
138	Lemmon	1.00%	2.00%	\$736,409.17	\$831,624.67	12.93%
139	Lennox	0.01	2.00%	\$751,769.73	\$924,468.08	22.97%
140	Leola	-	2.00%	\$108,215.44	\$121,688.34	12.45%
141	Lesterville	-	2.00%	\$27,505.88	\$38,894.54	41.40%
142	Letcher	1.00%	2.00%	\$41,987.99	\$45,506.72	8.38%
143	Madison	0.01	2.00%	\$3,765,670.07	\$4,096,658.32	8.79%
144	Marion	-	2.00%	\$338,699.21	\$345,380.45	1.97%
145	Martin	0.01	2.00%	\$679,286.96	\$691,777.38	1.84%
146	McIntosh	-	2.00%	\$53,515.50	\$43,090.36	-19.48%
147	McLaughlin	-	2.00%	\$237,857.04	\$264,552.53	11.22%
148	Mellette	-	2.00%	\$74,611.15	\$83,412.23	11.80%
149	Menno	-	2.00%	\$274,224.98	\$273,381.27	-0.31%
150	Midland	-	2.00%	\$89,838.48	\$97,203.80	8.20%

#	City	MGRT Sales/Use		FY2021	FY2022	%Change
		Rate	Tax Rate			
151	Milbank	1.00%	2.00%	\$2,774,906.33	\$2,914,030.17	5.01%
152	Miller	0.01	2.00%	\$923,614.64	\$990,096.35	7.20%
153	Mission		2.00%	\$522,720.85	\$589,476.46	12.77%
154	Mitchell	1.00%	2.00%	\$12,488,859.59	\$13,855,707.14	10.94%
155	Mobridge	0.01	2.00%	\$1,908,626.38	\$2,018,691.48	5.77%
156	Monroe		2.00%	\$13,678.51	\$17,866.92	30.62%
157	Montrose		2.00%	\$95,542.45	\$101,984.68	6.74%
158	Morristown		1.50%	\$13,102.17	\$14,563.96	11.16%
159	Mount City		2.00%	\$22,792.68	\$29,306.03	28.58%
160	Mount Vernon	1.00%	2.00%	\$107,711.10	\$117,564.95	9.15%
161	Murdo	0.01	2.00%	\$542,625.61	\$539,134.20	-0.64%
162	New Effington		2.00%	\$85,255.13	\$70,132.72	-17.74%
163	New Underwood		2.00%	\$144,807.84	\$154,366.48	6.60%
164	Newell		2.00%	\$285,687.11	\$299,907.47	4.98%
165	Nisland		2.00%	\$23,444.29	\$27,885.25	18.94%
166	North Sioux City	1.00%	2.00%	\$3,699,158.05	\$4,047,721.44	9.42%
167	Oacoma	0.01	2.00%	\$594,670.75	\$724,659.16	21.86%
168	Oelrichs		2.00%	\$0.00	\$63,446.71	NA
169	Oldham		2.00%	\$27,858.35	\$23,023.83	-17.35%
170	Olivet		1.00%	\$10,819.41	\$12,788.83	18.20%
171	Onida		2.00%	\$270,994.28	\$269,655.86	-0.49%
172	Orient		1.00%	\$12,886.17	\$13,114.59	1.77%
173	Parker		2.00%	\$420,121.39	\$467,852.13	11.36%
174	Parkston	0.01	2.00%	\$693,157.84	\$821,130.99	18.46%
175	Peever		2.00%	\$29,563.22	\$24,121.16	-18.41%
176	Philip		2.00%	\$652,917.22	\$610,394.88	-6.51%
177	Pickstown		2.00%	\$114,146.36	\$122,610.41	7.42%
178	Piedmont		2.00%	\$323,481.19	\$358,246.88	10.75%
179	Pierpont		2.00%	\$23,722.14	\$24,832.48	4.68%
180	Pierre	1.00%	2.00%	\$9,210,318.37	\$10,131,788.10	10.00%
181	Plankinton		2.00%	\$255,388.29	\$279,067.88	9.27%
182	Platte	0.01	2.00%	\$881,724.80	\$918,984.54	4.23%
183	Pollock		2.00%	\$111,162.19	\$127,208.94	14.44%
184	Presho		2.00%	\$203,576.43	\$216,777.56	6.48%
185	Pringle		2.00%	\$29,735.49	\$37,705.78	26.80%
186	Pukwana		2.00%	\$57,766.01	\$61,602.94	6.64%
187	Quinn	1.00%	1.00%	\$7,922.04	\$20,823.04	162.85%
188	Ramona		2.00%	\$25,183.04	\$31,318.96	24.37%
189	Rapid City	1.00%	2.00%	\$70,687,179.94	\$80,370,345.54	13.70%
190	Redfield	0.01	2.00%	\$1,076,484.24	\$1,158,617.56	7.63%
191	Reliance	0.01	2.00%	\$44,135.63	\$78,699.67	78.31%
192	Reville		1.00%	\$24,647.33	\$20,226.13	-17.94%
193	Roscoe		2.00%	\$137,909.37	\$149,625.50	8.50%
194	Rosholt		2.00%	\$184,503.73	\$170,419.44	-7.63%
195	Roslyn		3.00%	\$76,144.22	\$79,692.14	4.66%
196	Saint Lawrence		2.00%	\$47,153.25	\$48,252.90	2.33%
197	Salem	0.01	2.00%	\$580,546.30	\$606,487.84	4.47%
198	Scotland		2.00%	\$358,063.40	\$383,495.76	7.10%
199	Selby		2.00%	\$298,887.91	\$309,657.70	3.60%
200	Sherman		1.00%	\$9,522.69	\$8,280.43	-13.05%

#	City	MGRT	Sales/Use	Rate	Tax Rate	FY2021	FY2022	%Change
201	Sioux Falls	0.01	2.00%			\$152,414,628.72	\$179,963,178.44	18.07%
202	Sisseton	1.00%	2.00%			\$1,338,840.68	\$1,421,389.91	6.17%
203	South Shore		1.00%			\$35,096.47	\$16,769.77	-52.22%
204	Spearfish	0.01	2.00%			\$10,603,811.97	\$11,782,147.58	11.11%
205	Spencer		2.00%			\$27,350.63	\$26,731.28	-2.26%
206	Springfield		2.00%			\$267,405.56	\$261,599.01	-2.17%
207	Stickney		2.00%			\$143,087.17	\$142,737.75	-0.24%
208	Stratford		2.00%			\$25,377.64	\$36,827.33	45.12%
209	Sturgis	0.01	2.00%			\$4,471,956.95	\$5,042,817.28	12.77%
210	Summerset	0.01	2.00%			\$958,196.69	\$1,004,101.08	4.79%
211	Summit		2.00%			\$310,614.28	\$265,450.37	-14.54%
212	Tabor		2.00%			\$113,794.63	\$129,775.15	14.04%
213	Tea	0.01	2.00%			\$2,475,374.67	\$2,903,583.75	17.30%
214	Timber Lake		2.00%			\$243,113.76	\$259,015.71	6.54%
215	Toronto		2.00%			\$159,069.17	\$145,911.61	-8.27%
216	Trent		2.00%			\$39,089.32	\$46,635.40	19.30%
217	Tripp		2.00%			\$114,773.43	\$113,306.25	-1.28%
218	Tulare		1.00%			\$81,153.30	\$105,751.48	30.31%
219	Tyndall		2.00%			\$388,914.05	\$391,466.24	0.66%
220	Utica		1.00%			\$8,978.82	\$11,790.61	31.32%
221	Valley Springs		2.00%			\$154,922.75	\$187,587.28	21.08%
222	Veblen		2.00%			\$78,432.42	\$77,057.47	-1.75%
223	Vermillion	0.01	2.00%			\$4,594,240.84	\$5,069,440.41	10.34%
224	Viborg	0.01	2.00%			\$321,801.55	\$343,732.71	6.82%
225	Volga		2.00%			\$603,446.71	\$715,657.06	18.59%
226	Volin		2.00%			\$25,596.13	\$27,751.98	8.42%
227	Wagner		2.00%			\$895,355.29	\$981,363.98	9.61%
228	Wakonda		2.00%			\$106,712.21	\$123,379.61	15.62%
229	Wall	0.01	2.00%			\$1,461,057.15	\$1,753,081.15	19.99%
230	Wallace		1.00%			\$10,651.51	\$16,446.21	54.40%
231	Ward		2.00%			\$28,905.14	\$30,953.65	7.09%
232	Warner		2.00%			\$77,673.93	\$104,952.92	35.12%
233	Wasta		1.00%			\$6,612.41	\$10,039.20	51.82%
234	Watertown	1.00%	2.00%			\$18,403,571.56	\$20,392,464.58	10.81%
235	Waubay		2.00%			\$190,706.07	\$196,734.37	3.16%
236	Webster	0.01	2.00%			\$1,080,406.52	\$1,186,908.23	9.86%
237	Wentworth		2.00%			\$74,483.02	\$82,248.06	10.43%
238	Wessington		2.00%			\$85,559.44	\$95,717.82	11.87%
239	Wessington Springs		2.00%			\$347,481.74	\$383,097.90	10.25%
240	Westport		2.00%			\$48,355.72	\$33,499.77	-30.72%
241	White		2.00%			\$96,813.65	\$111,840.20	15.52%
242	White Lake	1.00%	2.00%			\$112,380.00	\$102,468.01	-8.82%
243	White River		2.00%			\$171,058.66	\$190,258.00	11.22%
244	Whitewood	0.01	2.00%			\$347,433.69	\$403,583.66	16.16%
245	Willow Lake		2.00%			\$96,731.24	\$105,488.08	9.05%
246	Wilmot		2.00%			\$163,647.17	\$159,589.05	-2.48%
247	Winner	0.01	2.00%			\$1,906,784.56	\$2,076,899.99	8.92%
248	Witten		2.00%			\$15,836.34	\$8,520.76	-46.19%
249	Wolsey		2.00%			\$155,421.39	\$187,794.98	20.83%
250	Wood		2.00%			\$15,532.35	\$14,729.47	-5.17%
251	Woonsocket		2.00%			\$296,584.19	\$290,291.37	-2.12%
252	Worthing	1.00%	2.00%			\$144,045.52	\$172,232.82	19.57%
253	Yale		1.00%			\$13,934.17	\$16,401.83	17.71%
254	Yankton	1.00%	2.00%			\$11,170,845.82	\$12,187,141.42	9.10%

## Statewide Totals

During Fiscal Year 2022, \$500,910,766 in municipal taxes were collected throughout the state. This is a 13.9% increase from Fiscal Year 2021's total of \$439,861,668.



## Sales Tax Rate Lookup

Our Sales Tax Rate Lookup allows you to instantly find tax rates for any South Dakota community.

Simply type in any South Dakota address to find your rates.

You may also upload an Excel spreadsheet to find rates for separate transactions in multiple municipalities.

To get started, visit the department website and click on the Sales Tax Rate Lookup logo under online services.

## Property Tax - Taxable Valuations by County

The following chart indicates the amount of taxable value in each of South Dakota's 66 counties, broken out by the class of property. The "Other" category includes residential property not occupied by the owner, commercial property, and utility property.

County	Ag Valuation	Owner-Occupied Valuation	Other Valuation	Total Valuation
Aurora	736,642,481	76,868,220	43,224,157	856,734,858
Beadle	1,408,757,754	656,333,628	393,103,664	2,458,195,046
Bennett	201,329,298	35,854,772	21,417,372	258,601,442
Bon Homme	693,411,193	183,007,750	80,845,983	957,264,926
Brookings	966,475,590	1,596,978,480	962,637,330	3,526,091,400
Brown	1,738,750,473	1,888,897,938	898,517,904	4,526,166,315
Brule	802,110,177	175,554,213	146,676,598	1,124,340,988
Buffalo	229,689,587	2,421,073	2,131,905	234,242,565
Butte	334,657,704	560,320,342	268,234,480	1,163,212,526
Campbell	595,976,925	47,512,340	43,158,406	686,647,671
Charles Mix	1,062,783,183	254,862,917	204,511,259	1,522,157,359
Clark	1,120,370,474	172,760,193	86,615,343	1,379,746,010
Clay	575,121,044	482,475,569	287,403,618	1,345,000,231
Codington	639,410,312	1,740,181,915	1,022,143,895	3,401,736,122
Corson	510,948,865	19,574,395	25,096,250	555,619,510
Custer	184,228,453	917,591,828	621,940,519	1,723,760,800
Davison	445,038,905	970,879,080	674,533,370	2,090,451,355
Day	850,673,573	252,370,158	213,194,275	1,316,238,006
Deuel	643,180,147	188,034,529	105,361,953	936,576,629
Dewey	302,926,487	23,911,258	28,640,826	355,478,571
Douglas	542,723,088	70,257,105	33,774,277	646,754,470
Edmunds	975,271,041	179,298,761	157,807,130	1,312,376,932
Fall River	149,676,700	420,905,850	269,519,020	840,101,570
Faulk	876,260,289	44,682,466	23,777,936	944,720,691
Grant	675,163,901	294,117,119	158,307,426	1,127,588,446
Gregory	521,989,841	123,685,338	84,012,502	729,687,681
Haakon	477,308,242	57,316,098	44,673,582	579,297,922
Hamlin	699,940,146	358,177,634	289,385,540	1,347,503,320
Hand	1,373,047,020	116,302,167	80,756,128	1,570,105,315
Hanson	492,122,153	147,976,836	47,106,713	687,205,702
Harding	301,190,256	40,334,103	52,945,397	394,469,756
Hughes	433,623,886	1,005,808,614	520,638,200	1,960,070,700
Hutchinson	1,012,907,960	260,055,955	105,264,313	1,378,228,228

County	Ag Valuation	Owner-Occupied Valuation	Other Valuation	Total Valuation
Hyde	608,299,674	33,600,678	31,483,156	673,383,508
Jackson	285,797,377	26,103,348	23,964,600	335,865,325
Jerauld	498,911,737	45,609,446	40,718,658	585,239,841
Jones	290,839,265	21,393,331	24,709,191	336,941,787
Kingsbury	1,048,869,645	241,626,107	130,464,178	1,420,959,930
Lake	740,199,245	736,229,460	403,063,020	1,879,491,725
Lawrence	64,640,055	2,109,629,310	1,806,681,887	3,980,951,252
Lincoln	759,493,312	5,741,924,665	2,431,784,620	8,933,202,597
Lyman	712,239,511	73,918,309	99,456,828	885,614,648
Marshall	765,840,560	204,488,554	121,871,857	1,092,200,971
McCook	797,032,060	264,276,378	79,154,474	1,140,462,912
McPherson	693,687,864	58,304,534	23,566,645	775,559,043
Meade	595,321,149	1,931,691,990	691,960,399	3,218,973,538
Mellette	225,708,122	16,239,456	11,191,164	253,138,742
Miner	588,498,308	70,481,798	31,353,059	690,333,165
Minnehaha	891,049,650	12,367,843,185	7,495,758,226	20,754,651,061
Moody	750,883,770	263,348,876	90,519,361	1,104,752,007
Oglala Lakota	48,075,960	4,877,800	7,247,490	60,201,250
Pennington	415,242,085	7,454,091,288	4,801,353,847	12,670,687,220
Perkins	624,483,744	68,779,888	54,231,449	747,495,081
Potter	692,929,303	78,023,412	62,500,728	833,453,443
Roberts	983,412,829	228,161,252	173,901,900	1,385,475,981
Sanborn	584,101,662	68,865,920	29,624,495	682,592,077
Spink	1,680,625,688	196,590,906	125,275,354	2,002,491,948
Stanley	323,178,778	218,916,879	118,610,564	660,706,221
Sully	826,656,062	81,325,900	120,758,127	1,028,740,089
Todd	175,987,298	14,885,484	18,649,819	209,522,601
Tripp	928,825,406	148,391,457	108,696,055	1,185,912,918
Turner	861,064,040	574,040,670	195,727,024	1,630,831,734
Union	651,643,850	1,263,344,022	476,585,962	2,391,573,834
Walworth	520,528,262	181,458,693	129,123,331	831,110,286
Yankton	640,493,878	1,154,959,872	547,993,604	2,343,447,354
Ziebach	322,728,492	5,596,285	12,578,257	340,903,034

Figures listed are 2022 valuations for taxes payable in 2023.

<b>STATE TOTALS</b>	<b>43,170,995,789</b>	<b>49,314,327,797</b>	<b>28,517,916,600</b>	<b>121,003,240,186</b>
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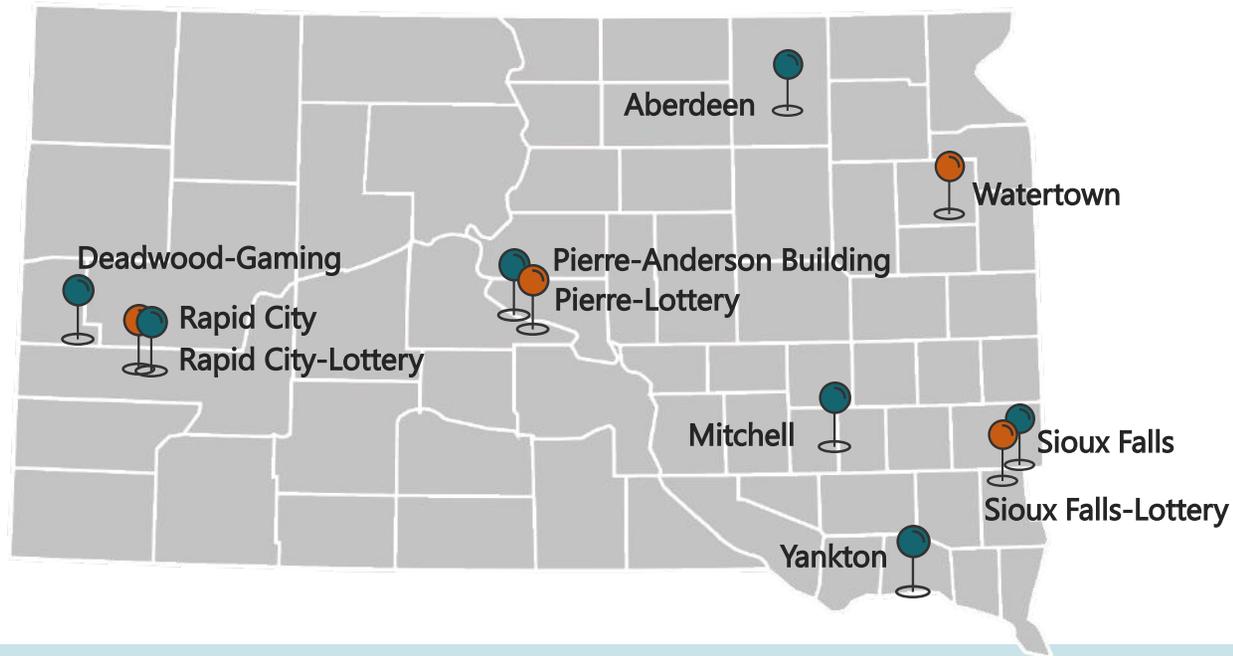
## Property Tax - Who Paid

Year Taxes Payable	Agricultural	% Of Total	Owner-Occupied	% Of Total	Commercial	% Of Total	Utilities	% Of Total	Special Assessments	% Of Total	TOTAL
2013	269,377,688	25.14	424,725,465	39.64	331,147,206	30.91	26,337,906	2.46	19,768,706	1.85	1,071,356,971
2014	286,177,332	25.45	444,727,084	39.55	346,978,590	30.86	27,320,189	2.43	19,323,088	1.72	1,124,526,283
2015	313,174,676	26.32	462,029,557	38.83	363,467,432	30.54	28,251,171	2.37	23,070,108	1.94	1,189,992,944
2016	345,426,962	27.60	481,760,248	38.49	371,483,979	29.68	28,562,138	2.28	24,383,785	1.95	1,251,617,112
2017	354,621,162	28.12	482,519,548	38.26	376,062,906	29.82	28,312,412	2.25	19,486,950	1.55	1,261,002,979
2018	361,302,073	27.83	502,290,098	38.70	376,483,975	29.00	33,553,019	2.58	24,416,213	1.88	1,298,045,378
2019	371,142,707	26.96	538,037,388	39.09	404,346,700	29.38	36,362,901	2.64	26,599,147	1.93	1,376,488,843
2020	375,178,898	26.08	570,688,126	39.67	427,624,967	29.72	37,578,156	2.61	27,650,521	1.92	1,438,720,668
2021	371,416,537	24.89	601,883,810	40.33	449,923,645	30.15	39,129,139	2.62	29,866,713	2.00	1,492,219,844
2022	361,494,705	23.59	635,106,660	41.44	464,788,134	30.33	39,685,883	2.59	31,388,188	2.05	1,532,463,570

## Property Tax - Where The Money Went

For Taxes Payable In	County	% Of Total	Municipalities	% Of Total	Schools	% Of Total	Townships	% Of Total	Special Assessments	% Of Total	TOTAL
2013	296,987,309	27.72	145,762,092	13.61	589,839,803	55.06	18,999,061	1.77	19,768,706	1.85	1,071,356,971
2014	301,699,432	26.83	149,893,710	13.33	635,031,575	56.47	18,578,477	1.65	19,323,088	1.72	1,124,526,282
2015	315,353,572	26.50	157,338,152	13.22	674,236,597	56.66	19,994,514	1.68	23,070,108	1.94	1,189,992,943
2016	326,486,739	26.09	163,730,819	13.08	717,034,283	57.29	19,981,486	1.60	24,383,785	1.95	1,251,617,112
2017	338,664,320	26.86	168,417,888	13.36	712,929,007	56.54	21,504,813	1.71	19,486,950	1.55	1,261,002,979
2018	352,693,815	27.17	174,638,209	13.45	724,180,251	55.79	22,116,892	1.70	24,416,213	1.88	1,298,045,380
2019	366,944,994	26.66	184,782,655	13.42	775,920,231	56.37	22,241,816	1.62	26,599,147	1.93	1,376,488,843
2020	385,580,612	26.80	195,328,188	13.58	806,961,448	56.09	23,199,899	1.61	27,650,521	1.92	1,438,720,668
2021	401,635,628	26.92	201,462,760	13.50	832,585,705	55.80	26,669,038	1.79	29,866,713	2.00	1,492,219,844
2022	410,850,749	26.81	208,555,185	13.61	853,777,391	55.71	27,892,056	1.82	31,388,188	2.05	1,532,463,569

# Contact Us



## Main Offices

**DOR - Pierre Office** - Anderson Building, 445 East Capitol Avenue, 605-773-3311

**S.D. Lottery** - Dolly Reed Building, 711 East Wells Avenue, 605-773-5770

**S.D. Commission on Gaming** - Anderson Building, 445 East Capitol Avenue, 605-773-6050

## Field Offices

**Aberdeen Revenue Office** - 420 South Roosevelt Street, 605-626-2218

**Deadwood Gaming Office** - 87 Sherman Street, 605-578-3074

**Mitchell Revenue Office** - 417 North Main, Suite 112, 605-995-8080

**Rapid City Revenue Office** - 221 Mall Drive, Suite 103, 605-394-2332

**Rapid City Lottery Office** - 221 Mall Drive, Suite 103, 605-394-5106

**Sioux Falls Revenue Office** - 300 South Sycamore Avenue, Suite 102, 605-367-5800

**Sioux Falls Lottery Office** - 3605 South Western Avenue, Suite B, 605-367-5840

**Watertown Revenue Office** - 715 South Maple, 605-882-5188

**Yankton Revenue Office** - 1900 Summit Street, 605-668-2939

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Betty Morford



Rachel Soulek



Betty Morford



South Dakota Department of Revenue  
445 East Capitol Avenue Pierre, SD 57501  
605-773-3311  
<https://dor.sd.gov>

Katie Tostenson



Betty Morford



Rachel Soulek