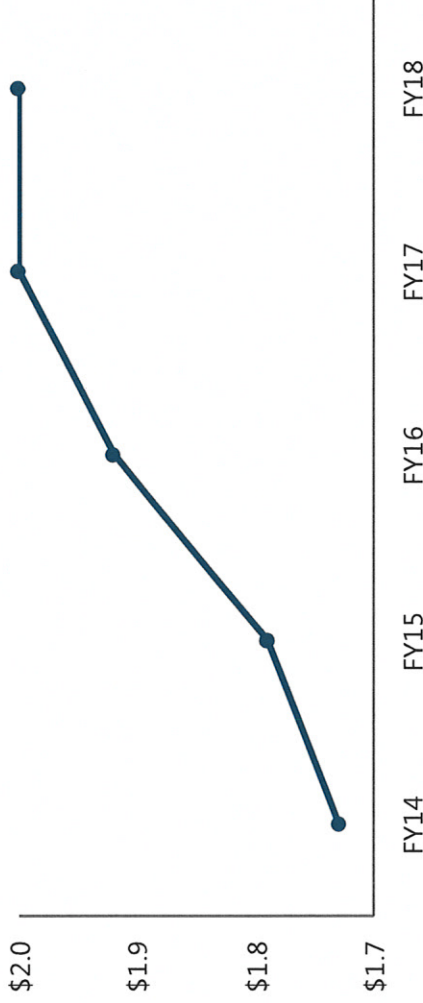


# TAX REVENUE SUMMARY

The Department of Revenue is the principal tax collection agency for the State of South Dakota and collects a number of different state taxes. These taxes 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 tax revenues are distributed to three primary locations: the state general fund, local units of government, and the state highway fund.

Fiscal year 2018  
state tax revenue totaled  
**\$2,073,228,918**  
↑ up 3.2%  
from FY17



Of the total tax revenue collected in fiscal year 2018, 72.0% came from sales, use, and contractor's excise taxes. Motor fuel taxes accounted for 10.1%, motor vehicle taxes 9.5%, special taxes 5.9%, and other taxes and fees 2.4%.

The table below shows a five-year comparison of revenues collected in each category.

Fiscal Year	Sales, Use, and Excise Taxes	Other Taxes and Fees*	Motor Fuel Taxes**	Motor Vehicle Fees***	Special Taxes	Total	Percent Change
2014	\$1,263,804,163	\$39,864,372	\$156,736,026	\$155,471,527	\$112,649,609	\$1,728,525,697	3.7%
2015	\$1,303,995,340	\$43,506,966	\$169,843,878	\$165,401,153	\$111,960,795	\$1,794,708,132	3.8%
2016	\$1,344,420,908	\$44,817,106	\$211,150,393	\$197,394,765	\$119,887,584	\$1,917,670,756	6.9%
2017	\$1,440,565,779	\$40,417,694	\$211,993,156	\$192,188,850	\$124,094,540	\$2,009,260,019	4.8%
2018	\$1,493,286,450	\$50,454,354	\$209,762,406	\$196,953,129	\$122,772,579	\$2,073,228,918	3.2%

**Five-Year Average**    **\$1,369,214,528**    **\$43,812,098**    **\$191,897,172**    **\$181,476,521**    **\$118,273,021**    **\$1,904,673,341**

\* Other Taxes and Fees 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

# Business Tax

## Revenues

Tax Type	FY16	Percent Change	FY17	Percent Change	FY18	Percent Change
Sales and Use - State	\$869,421,055	2.9%	\$958,531,929	10.3%	\$995,997,148	3.9%
Contractor's Excise - State	\$101,496,551	1.4%	\$106,828,537	5.3%	\$107,626,628	0.8%
Sales and Use - Cities	\$363,584,600	4.0%	\$363,700,431	0.0%	\$378,292,963	4.0%
Sales, Use, and Contractor's Excise - Tribal	\$9,918,702	1.7%	\$11,504,882	16.0%	\$11,369,711	-1.2%
Tourism	\$12,902,062	13.1%	\$12,533,888	-2.9%	\$12,967,660	3.5%
911 Emergency/Prepaid Wireless Surcharge	\$13,031,566	-0.1%	\$13,023,564	-0.1%	\$13,188,895	1.3%
Water and Environment Fund	\$28,490	-89.7%	\$34,583	21.4%	\$73,274	111.9%
Intermediate Care Facility	\$1,202,367	-7.7%	\$1,280,698	6.5%	\$1,329,593	3.8%
Reinvestment Program	\$4,306,298	4.5%	\$1,482,381	-65.6%	\$8,858,506	497.6%
Building SD Fund	\$1,550,700	90.0%	\$1,188,207	-23.4%	\$3,758,100	216.3%
Motor Vehicle Leasing Fund	\$1,890,096	4.6%	\$1,991,247	5.4%	\$2,059,784	3.4%
Telecom	\$9,905,527	-7.7%	\$8,883,126	-10.3%	\$8,218,542	-7.5%

## Where the Money Went

Tax Type	General Fund	Local Government	Tribes	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 Payment Program	-	-	-	100%
Building SD Fund	-	-	-	100%
Motor Vehicle Leasing Fund	-	-	-	100%
Telecom	-	-	-	100%

# Lottery

The lottery revenue generated for state funds during Fiscal Year 2018 was more than \$124.7 million. These revenues came from three sources, which are shown in the chart below.

More details on lottery revenues from Fiscal Year 2018 can be accessed in its annual report, which can be found at <http://lottery.sd.gov>.

## Revenues

	Sales	Prizes	Commission	Revenue Distributed
Instant Tickets	\$ 30,181,754	\$ 19,470,632	\$ 1,692,953	\$ 6,399,685
Lotto Tickets	\$ 27,999,156	\$ 14,208,961	\$ 1,421,278	\$ 8,395,339
Video Lottery <sup>1</sup>	\$ 740,599,652	\$ 519,974,335	\$ 110,312,659	\$ 109,951,236
			<b>Totals</b>	<b>\$124,746,260</b>

<sup>1</sup> Video Lottery sales are cash in; prizes are cash out; private share of net machine income is retailer commission.

## 30 years of Good Fun

During Fiscal Year 2018, the South Dakota Lottery celebrated its 30th anniversary!

Since its inception, the Lottery has distributed \$2.81 billion to its beneficiaries.



## Where the Money Went

	General Fund	Capital Construction Fund	Department of Social Services *
Instant Tickets	\$ 6,399,685	-	-
Lotto Tickets	\$ 1,400,000	\$ 6,995,339	-
Video Lottery	\$ 109,209,532	-	\$ 181,329
HB 1044 Transfer	\$ 500,000	-	-
Video Lottery License Fees	\$ 60,375	-	-
	<b>Totals</b>	<b>\$ 6,995,339</b>	<b>\$ 181,329</b>

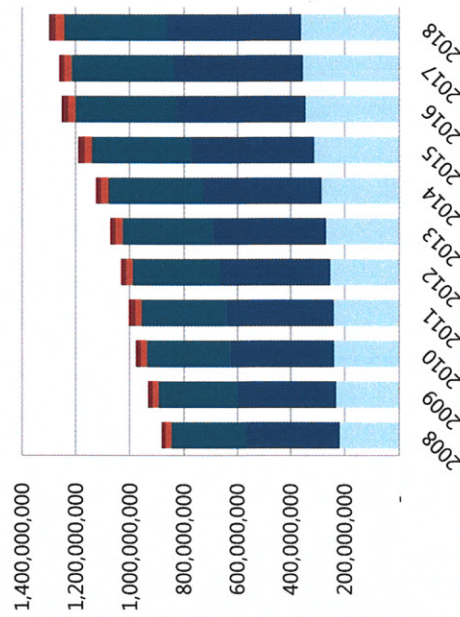
\* The SD Lottery annually provides the Department of Social Services with funding for problem gambling services. Funding comes from the Lottery's 0.5% of net machine income for administration.

# Property Tax

In 2018, South Dakota property owners paid more than \$1 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 tax assessments 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 where the money collected is spent.

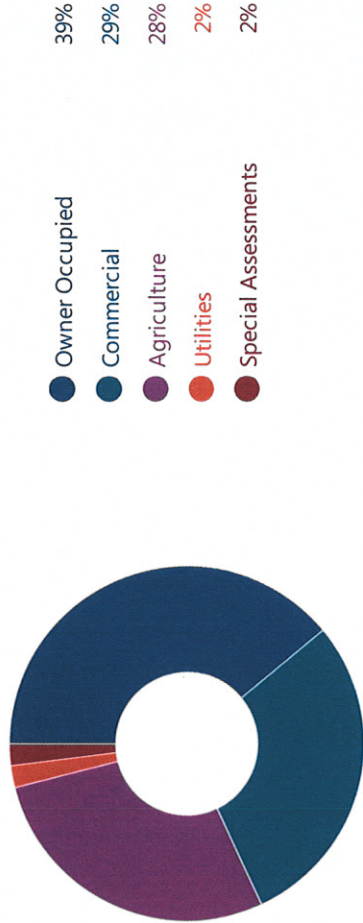
## Who Paid

Property Tax Contribution



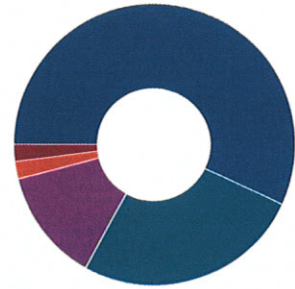
- Special Assessments
  - Utilities
  - Commercial
  - Owner-occupied
  - Agricultural \*
- \*Agricultural value includes NA-Z Value for Pay 2006-2010

2018 Tax Contribution Breakdown



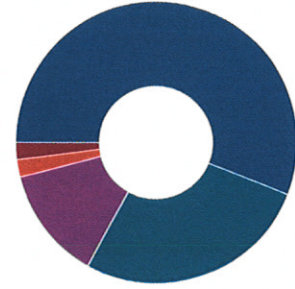
## Tax Distribution Comparison

2008



- Schools
- County
- Municipalities
- Townships
- Special Assessments

2018



- Schools
- County
- Municipalities
- Townships
- Special Assessments