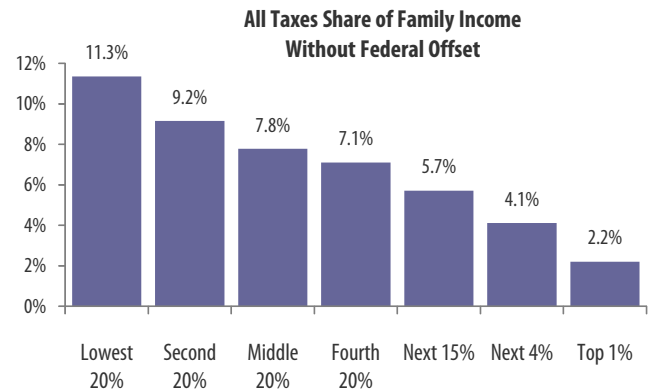
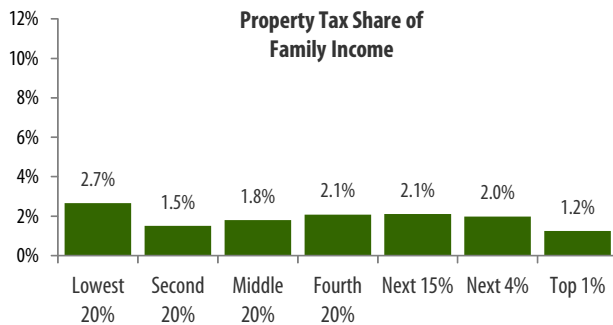
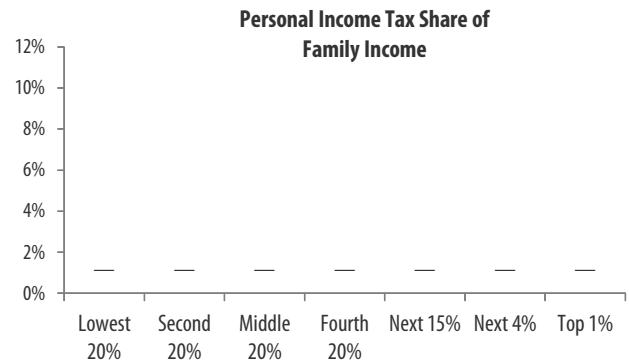
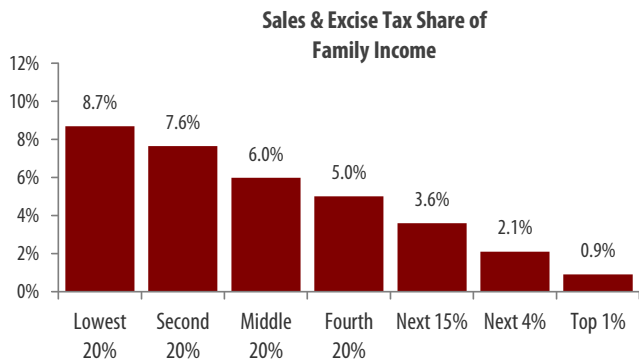
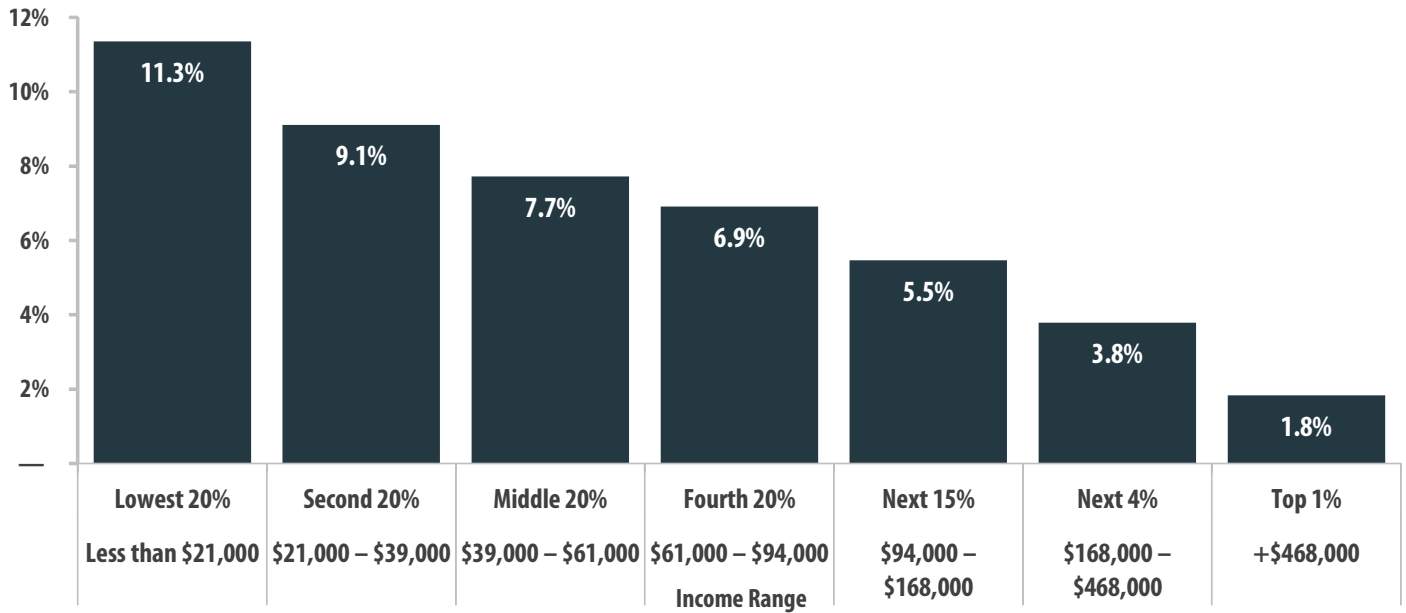


# South Dakota State & Local Taxes in 2015

#4 of the Terrible 10

## Shares of family income for non-elderly taxpayers



Note: Figures show permanent law in South Dakota enacted through December 31, 2014 at 2012 income levels. Top figure represents total state and local taxes as a share of income, post- federal offset.

# South Dakota State & Local Taxes in 2015

#4 of the Terrible 10

## Details, Tax Code Features, & Tax Code Changes Enacted in 2013 & 2014

Income Group	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
Income Range	Less than \$21,000	\$21,000 – \$39,000	\$39,000 – \$61,000	\$61,000 – \$94,000	\$94,000 – \$168,000	\$168,000 – \$468,000	\$468,000 or more
Average Income in Group	\$12,200	\$29,700	\$49,900	\$75,300	\$118,400	\$261,900	\$1,527,300
<b>Sales &amp; Excise Taxes</b>	<b>8.7%</b>	<b>7.6%</b>	<b>6.0%</b>	<b>5.0%</b>	<b>3.6%</b>	<b>2.1%</b>	<b>0.9%</b>
General Sales—Individuals	4.3%	4.0%	3.3%	2.8%	2.1%	1.3%	0.6%
Other Sales & Excise—Ind.	1.3%	1.1%	0.7%	0.6%	0.3%	0.2%	0.0%
Sales & Excise on Business	3.1%	2.6%	2.0%	1.7%	1.2%	0.6%	0.3%
<b>Property Taxes</b>	<b>2.7%</b>	<b>1.5%</b>	<b>1.8%</b>	<b>2.1%</b>	<b>2.1%</b>	<b>2.0%</b>	<b>1.2%</b>
Property Taxes on Families	2.7%	1.5%	1.7%	1.9%	1.9%	1.4%	0.4%
Other Property Taxes	0.0%	0.0%	0.1%	0.1%	0.2%	0.5%	0.9%
<b>Income Taxes</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.1%</b>
Personal Income Tax	—	—	—	—	—	—	—
Corporate Income Tax	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%
<b>Total Taxes</b>	<b>11.3%</b>	<b>9.2%</b>	<b>7.8%</b>	<b>7.1%</b>	<b>5.7%</b>	<b>4.1%</b>	<b>2.2%</b>
<b>Federal Deduction Offset</b>	<b>—</b>	<b>-0.1%</b>	<b>-0.1%</b>	<b>-0.2%</b>	<b>-0.3%</b>	<b>-0.3%</b>	<b>-0.4%</b>
<b>OVERALL TOTAL</b>	<b>11.3%</b>	<b>9.1%</b>	<b>7.7%</b>	<b>6.9%</b>	<b>5.5%</b>	<b>3.8%</b>	<b>1.8%</b>

Note: Table shows detailed breakout of data on previous page.

## South Dakota Tax Code Features

### Progressive Features

- No significant progressive features

### Regressive Features

- No personal income tax
- No corporate income tax
- State sales tax base includes groceries
- Local sales tax bases include groceries
- Fails to provide tax credits to non-elderly taxpayers to offset sales, excise, and property taxes

## Tax Changes Enacted in 2013 & 2014

- Eliminated refund for low-income taxpayers to offset impact of sales tax on food

## ITEP Tax Inequality Index

According to ITEP's Tax Inequality Index, South Dakota has the **4th** most unfair state and local tax system in the country. States with regressive tax structures have negative tax inequality indexes, meaning that incomes are less equal in those states after state and local taxes than before (See Appendix B for state-by-state rankings and more details).