

SOUTH DAKOTA

A MODEL OF FISCAL STRENGTH

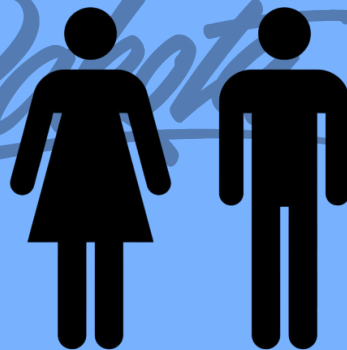


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**NO CORPORATE
INCOME TAX**



**NO PERSONAL
INCOME TAX**



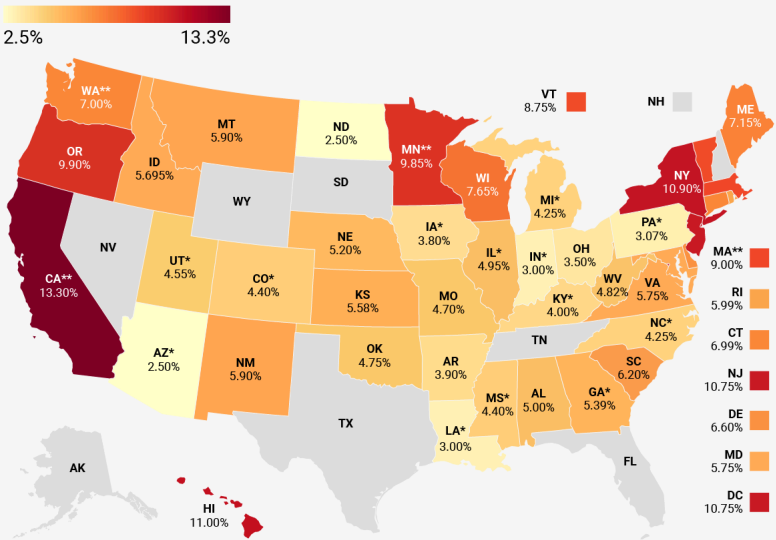
One of only **EIGHT** states that has
a 100% funded pension plan



(Source: Pension Plan Funded Ratio Rankings, 2024)

**One of only EIGHT states with
NO income tax**
(Source: Tax Foundation, 2025)

Top Marginal State Individual Income Tax Rates (as of January 1, 2025)



Note: Map shows top marginal rates: the maximum statutory rate in each state. This map does not show effective tax rates, which would include the effects of various tax preferences. Local income taxes are not included.
(*) State has a flat income tax.
(**) Washington's 7% rate only applies to high earners' capital gains income. Top rates exclude non-UI payroll taxes in CA (1.1%), MA (0.46%), and WA (0.58%), and a 1% high earners' capital gains surtax in MN.
Sources: Tax Foundation; state tax statutes, forms, and instructions; Bloomberg Tax.



One of 15 states with a AAA credit
rating from all three major agencies

MOODY'S
S&P Global
Fitch Ratings

(Source: Quantum Financial Advisors, 2024 State Credit Ratings)

**The LOWEST tax burden per capita
compared to neighboring states**

State	Total Tax Burden Per Capita
South Dakota	\$5,091
Montana	\$5,842
Wyoming	\$6,264
Iowa	\$6,375
Nebraska	\$6,732
Minnesota	\$8,050
North Dakota	\$8,961

(Source: Tax Foundation, 2025)
("Total Tax" includes state & local taxes)

SOUTH DAKOTA

BY THE NUMBERS



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EXPENDITURES PER CAPITA:

LOWEST total state expenditures per capita among our neighbors

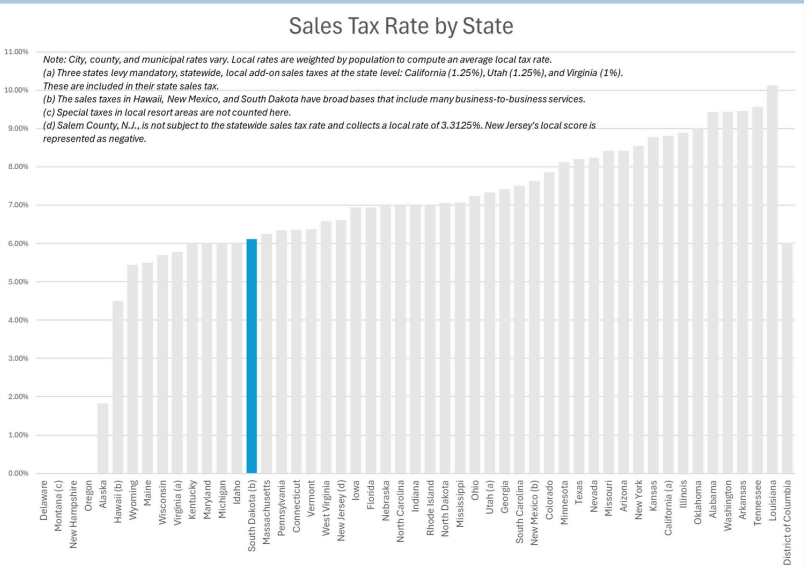
State	General Fund + Other Expenditures (Millions)	Population (Millions)	General Fund + Other Expenditures Per Capita
South Dakota	\$3,869	0.925	\$4,184
Montana	\$5,987	1.137	\$5,265
Nebraska	\$12,959	2.005	\$6,462
Iowa	\$21,286	3.241	\$6,567
North Dakota	\$5,764	0.797	\$7,236
Minnesota	\$42,986	5.793	\$7,420
Wyoming	\$4,361	0.588	\$7,421

10th lowest total state expenditures per capita in the U.S.

State	General Fund + Other Expenditures (Millions)	Population (Millions)	General Fund + Other Expenditures Per Capita	Rank
Texas	\$96,375	31.291	\$3,080	1
Florida	\$72,814	23.372	\$3,115	2
Nevada	\$11,749	3.267	\$3,596	3
New Hampshire	\$5,119	1.409	\$3,633	4
North Carolina	\$42,582	11.046	\$3,855	5
Georgia	\$43,715	11.181	\$3,910	6
Missouri	\$24,856	6.245	\$3,980	7
Oklahoma	\$16,718	4.095	\$4,082	8
Indiana	\$28,502	6.924	\$4,116	9
South Dakota	\$3,869	0.925	\$4,184	10
Alabama	\$22,279	5.158	\$4,320	11
Idaho	\$8,734	2.002	\$4,363	12

(Source: NASBO, 2024 State Expenditure Report, estimated figures)

Of the states with sales tax,
South Dakota has the 11th lowest sales tax rate



(Source: Tax Foundation, 2025)

SOUTH DAKOTA RANKS :

2nd

Best overall tax system in the U.S.

(Source: State Tax Competitiveness Index, 2025)

South Dakota

Overall Rank	Corporate Tax Rank	Individual Income Tax Rank
2	1	1
Sales Tax Rank	Property Tax Rank	Unemployment Insurance Tax Rank
31	10	22

2nd

Lowest property tax burden among neighboring states

(Source: Tax Foundation, 2025)

State	Property Tax Burden Per Capita
North Dakota	\$1,620
South Dakota	\$1,695
Minnesota	\$1,914
Iowa	\$1,936
Montana	\$1,937
Wyoming	\$2,152
Nebraska	\$2,271

2nd

Least regulated state in the U.S.

(Source: George Mason University, 2023)

The Five Least Regulated States

Rank	State	2023 Total Reg Restrictions
44th	Alaska	64,918
45th	Montana	59,654
46th	North Dakota	55,561
47th	South Dakota	45,309
48th	Idaho	31,497

*Data not available for two states