

Workforce Housing Study Committee

Andy Gerlach, Secretary

Overview

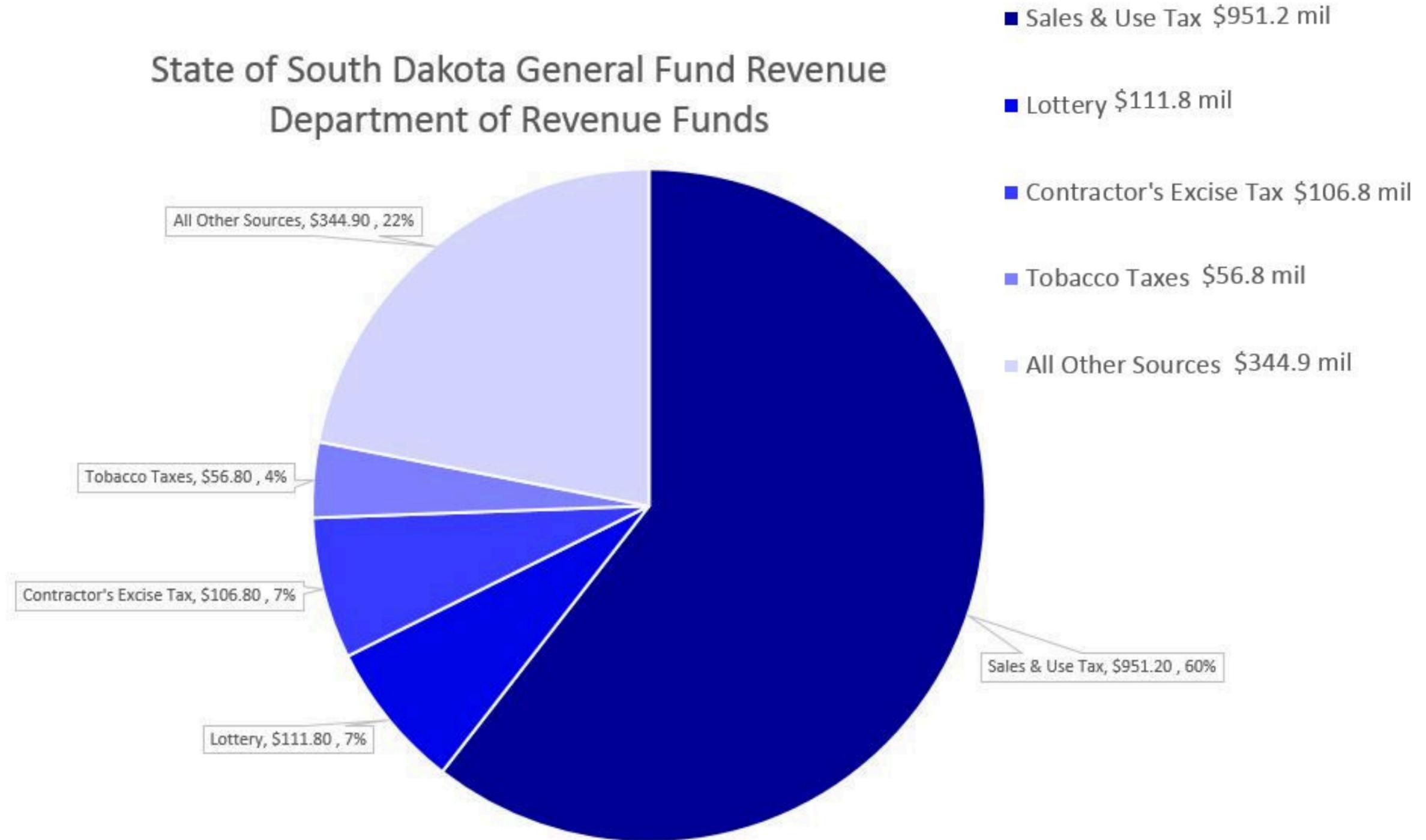
» Contractor's Excise Tax

» GOED Reinvestment Payment
Program

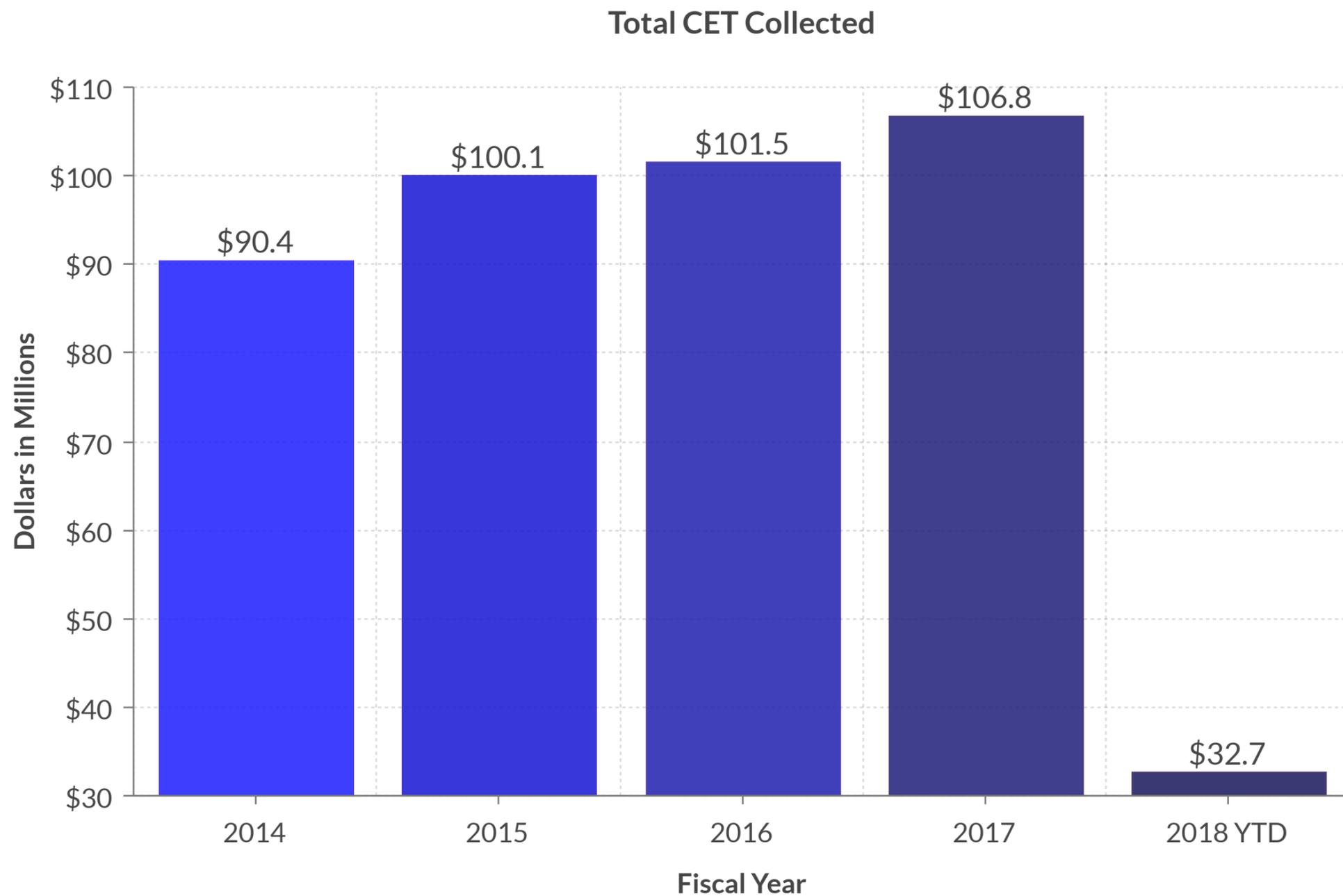
Contractor's Excise Tax

What is Contractor's Excise Tax?

- 2% tax on gross receipts of all prime contractors engaged in construction services or realty improvement projects in South Dakota. (SDCL chs. 10-46A and 10-46B)
- Contractor's Excise Tax accounts for 7% of South Dakota's General Fund Revenue.



Contractor's Excise Tax (CET)



431.5M

Total CET the last five fiscal years

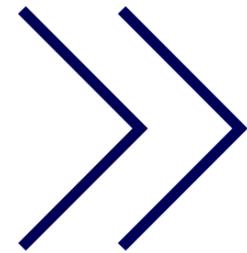


Note: CET dollars shown on this slide are all CET dollars collected by DOR per fiscal year.

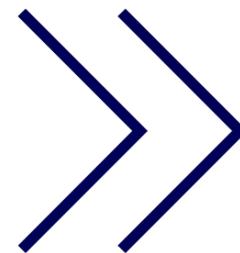
GOED Program Overview

GOED Reinvestment Payment Program

GOED Reinvestment
Payment Program



GOED Building
South Dakota
Fund



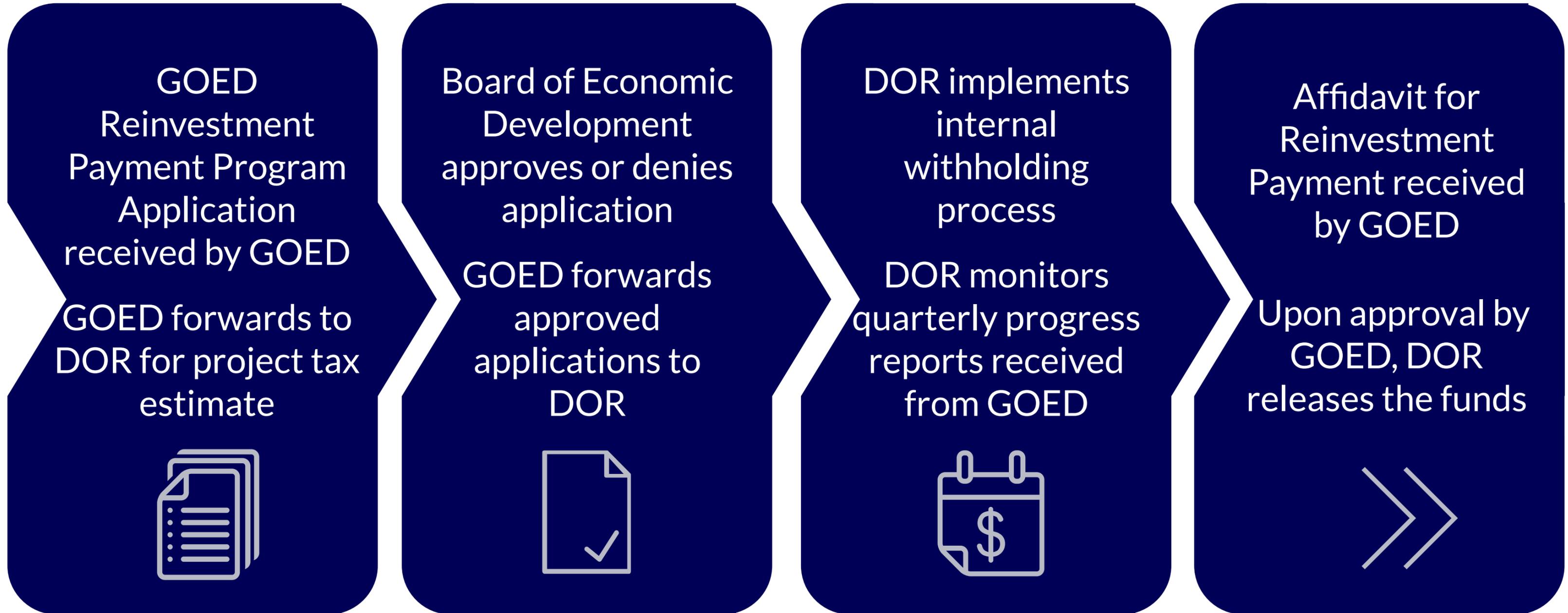
Five Funds (SDCL 1-16G-48):

- Housing Opportunity Fund
- Economic Development Partnership Fund
- Workforce Education Fund
- REDI Fund
- Local Infrastructure Improvement Grant Fund



GOED Reinvestment Payment Program:

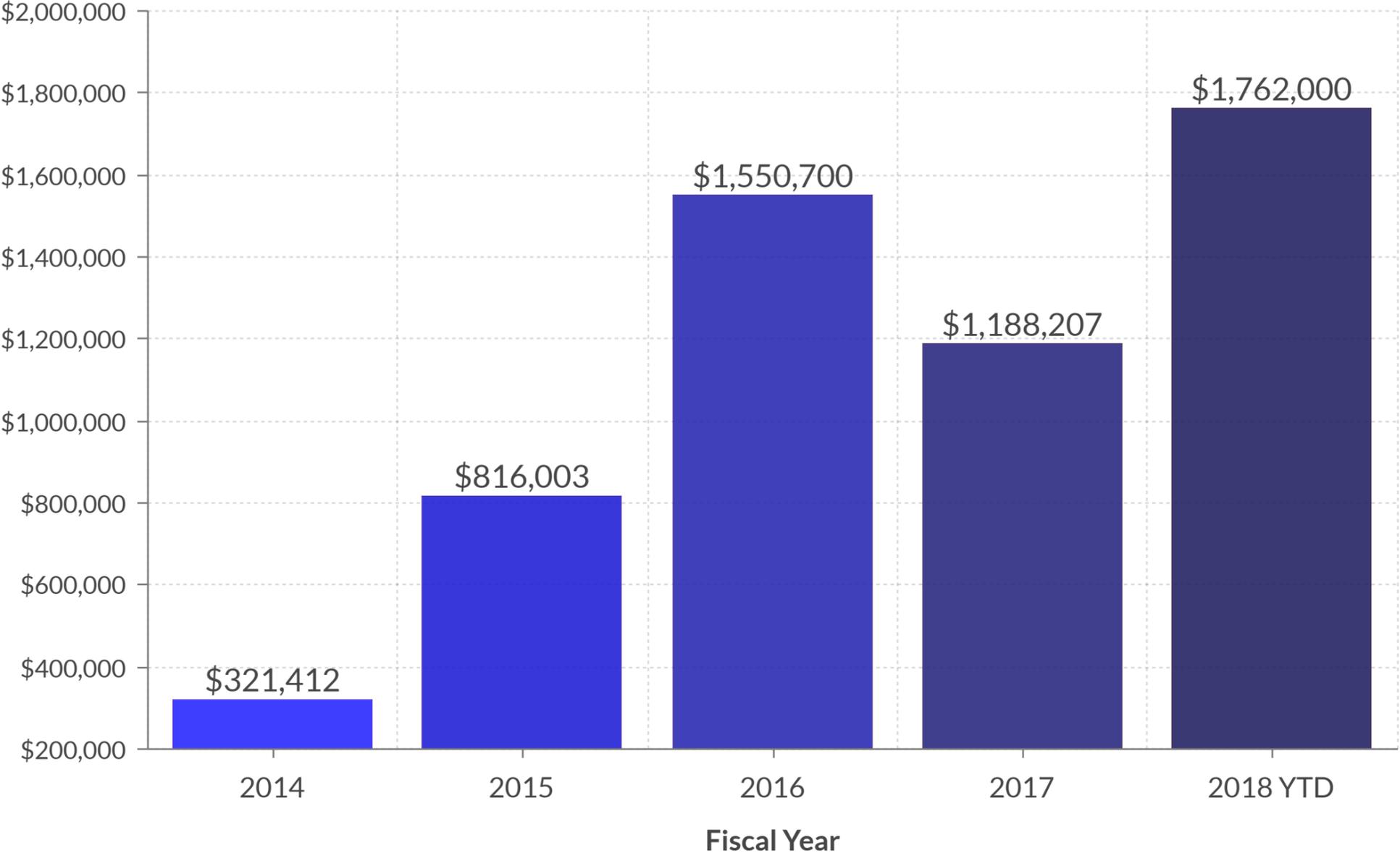
Project Review and Funds Transferred



*Project is not complete until all requirements set by GOED have been met

Contractor's Excise Tax (CET): Total Captured for GOED Reinvestment Payment Program

Total CET for GOED Reinvestment Payment Program



\$ 5.6M

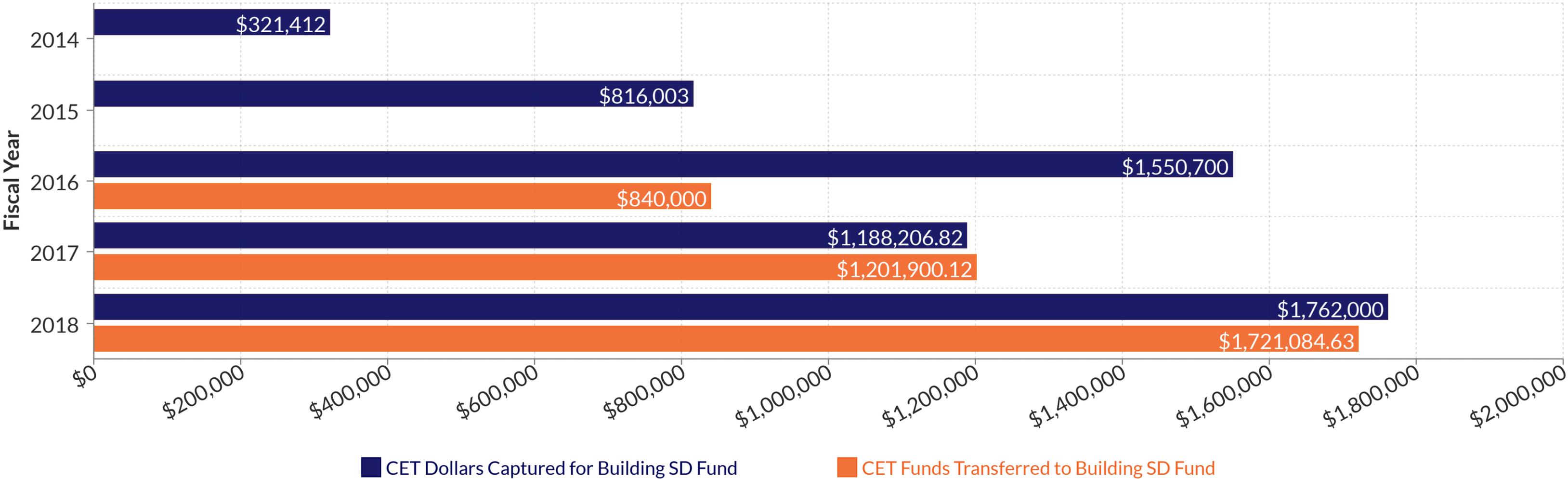
Total CET captured in the last five fiscal years for the GOED reinvestment program



GOED Reinvestment Payment Program: Captured vs Transferred

- Funds are captured from the beginning of the project until all GOED requirements are met
- The amount of time between begin date and GOED final approval varies with each project

Dollars Captured & Transferred



GOED Reinvestment Payment Program

12 Approved Projects

9 Active

Projects

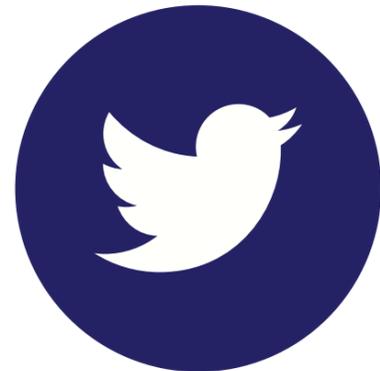
3 Completed

Projects

QUESTIONS?



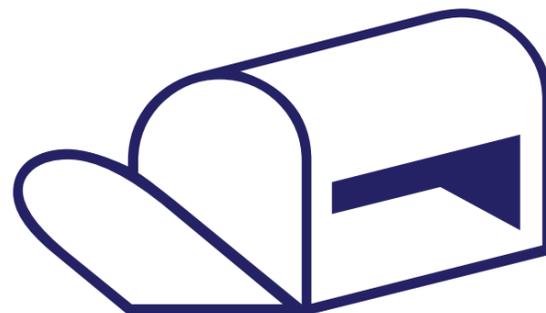
South Dakota
Department of Revenue



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South Dakota DOR



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