



SOUTH DAKOTA DEPARTMENT OF REVENUE

445 East Capitol Avenue • Pierre, SD 57501
(605) 773-3311 • dor.sd.gov

TO: County Auditors

RE: Consumer Price Index for 2022 – Taxes Payable 2023

DATE: January 26, 2022

SDCL 10-13-38 states that the Department of Revenue shall notify the County Auditor by February 1 of each year of the CPI. This statute also states that the County Auditor shall notify each taxing district, except school districts, within the county by March 1 of this index factor.

The CPI to be used for taxes payable in 2023 is 3.0%

The index factor is the percent a taxing district may increase the taxes payable in the following year (SDCL 10-13-35). Total amount of increase is the CPI and growth. You may want to caution the taxing districts that accurate growth numbers will not be available until you receive the growth of utilities by the fourth Monday in August.

REMINDERS

- Opt Outs cannot receive the growth + CPI increase.
- Township Road & Bridge must be passed annually at the Annual Meeting.
- Even with the increase from growth and CPI, all taxing entities must remain within the levy statute limits.
- Please advise your taxing entities to double check that their Opt Outs are still valid for the Pay 2023 tax year before they submit their request. (If you are unsure of what opt outs your county has, please contact Kathy.)
- Opt Out deadline is July 15
- Make sure to report all new Township Road & Bridge levies, New Tax Impositions, and new Opt Outs to our office in a timely manner!

Any questions contact Kathy at 770-9155 or Wendy at 773-4923