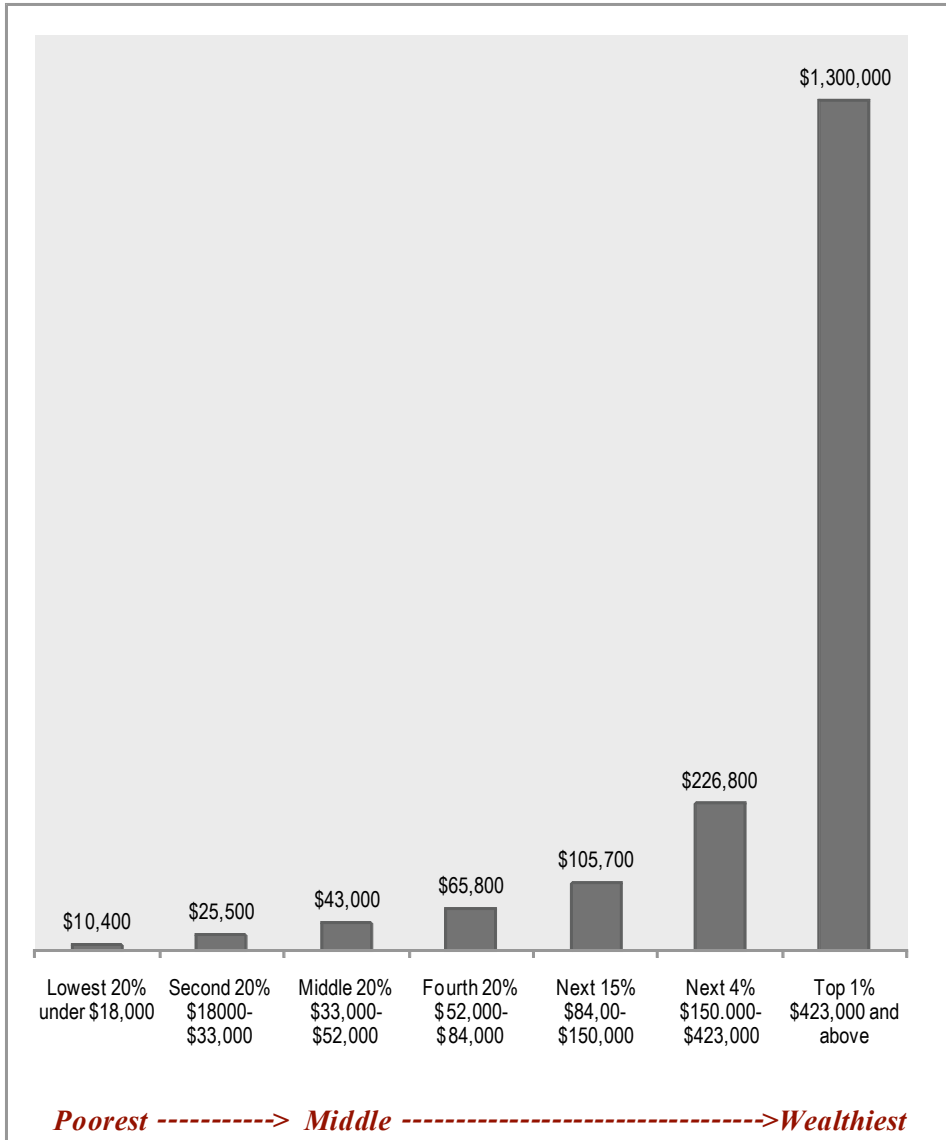


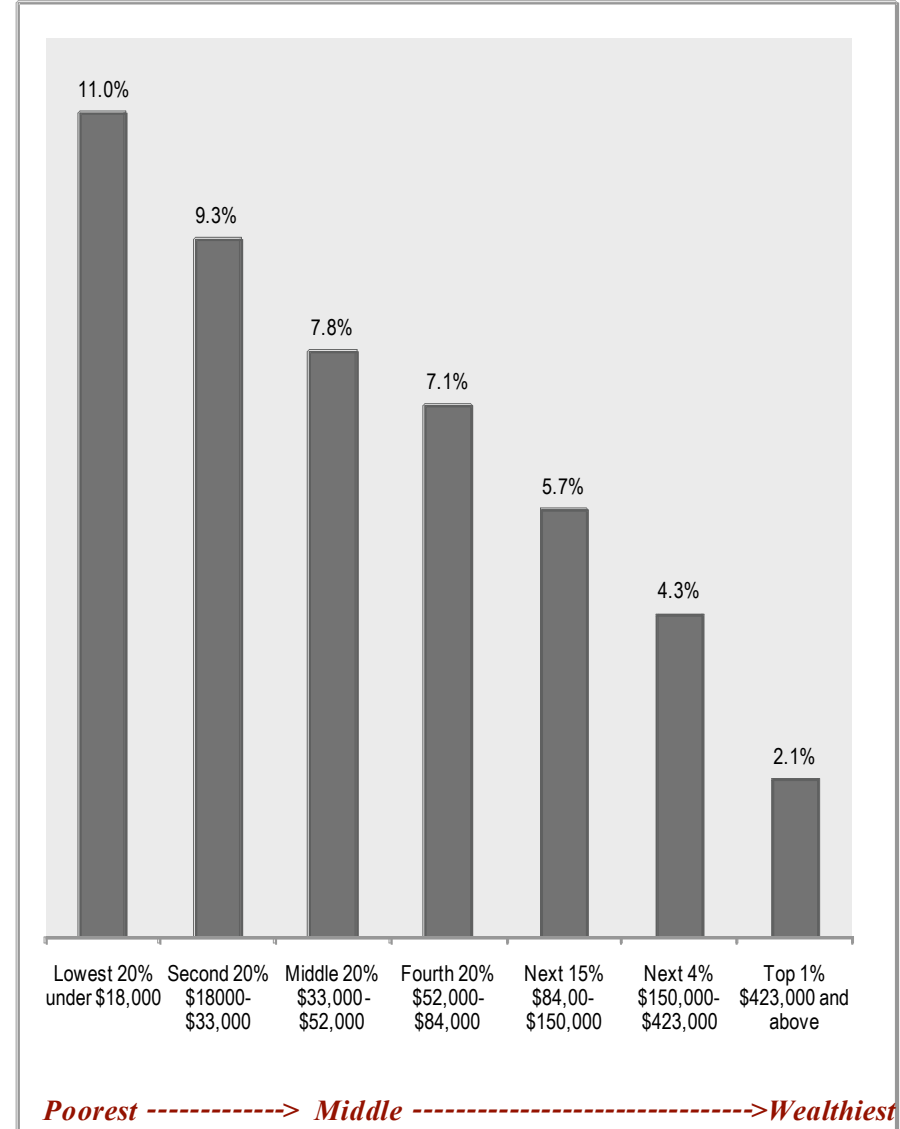
Average Income

South Dakota 2007, Non-Elderly Taxpayers



State & Local Taxes as % of Income

South Dakota 2007
Share of Income Spent on State & Local Taxes by Non-Elderly Taxpayers



1. Information from Institute on Taxation and Economic Policy, 1311 L St NW, Washington DC 20005, (202)626-3780, www.itepnet.org, Nov 18, 2009. The table shows 2007 tax law updated to reflect permanent changes enacted through October 2009. Not included are the tax benefits the wealthy enjoy from federal itemized deductions.
2. It uses a new methodology, and thus is not comparable to previous reports. ITEP analysts say SD has not improved the tax structure, only that ITEP is using a different methodology.
3. South Dakota is among the "Terrible Ten" states with the most regressive tax structures. According to ITEP, "These ten states stand out for the extraordinary degree to which they have shifted the cost of funding public investments to their very poorest residents."