

State of South Dakota

NINETY-FOURTH SESSION
LEGISLATIVE ASSEMBLY, 2019

400B0584

HOUSE TAXATION ENGROSSED NO. **SB 179** 2/28/2019

Introduced by: The Committee on Appropriations at the request of the Office of the
Governor

1 FOR AN ACT ENTITLED, An Act to revise the property tax levies for the general fund of
2 school districts and to revise the state aid to education formula.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 10-12-42 be amended to read:

5 10-12-42. For taxes payable in ~~2019~~ 2020 and each year thereafter, the levy for the general
6 fund of a school district shall be as follows:

7 (1) The maximum tax levy shall be ~~seven~~ six dollars and ~~eighty-two and~~ one tenth cents
8 per thousand dollars of taxable valuation subject to the limitations on agricultural
9 property as provided in subdivision (2) of this section and owner-occupied property
10 as provided in subdivision (3) of this section;

11 (2) The maximum tax levy on agricultural property for the school district shall be one
12 dollar and ~~fifty-one~~ forty-seven and ~~two~~ three tenths cents per thousand dollars of
13 taxable valuation. If the district's levies are less than the maximum levies as stated
14 in this section, the levies shall maintain the same proportion to each other as



1 represented in the mathematical relationship at the maximum levies; and

2 (3) The maximum tax levy for an owner-occupied single-family dwelling as defined in
3 § 10-13-40 for the school district shall be three dollars and ~~thirty-eight~~ twenty-nine
4 and ~~three~~ six tenths cents per thousand dollars of taxable valuation. If the district's
5 levies are less than the maximum levies as stated in this section, the levies shall
6 maintain the same proportion to each other as represented in the mathematical
7 relationship at the maximum levies.

8 All levies in this section shall be imposed on valuations where the median level of
9 assessment represents eighty-five percent of market value as determined by the Department of
10 Revenue. These valuations shall be used for all school funding purposes. If the district has
11 imposed an excess levy pursuant to § 10-12-43, the levies shall maintain the same proportion
12 to each other as represented in the mathematical relationship at the maximum levies in this
13 section. The school district may elect to tax at less than the maximum amounts set forth in this
14 section.

15 Section 2. That subdivision (4) of § 13-13-10.1 be amended to read:

16 (4) "Target teacher salary," for the school fiscal year beginning July 1, ~~2018~~ 2019 is
17 ~~\$49,131.96~~ \$50,360.26. Each school fiscal year thereafter, the target teacher salary
18 is the previous fiscal year's target teacher salary increased by the index factor;

19 Section 3. That subdivision (4C) of § 13-13-10.1 be amended to read:

20 (4C) "Overhead rate," is ~~thirty-one~~ thirty-three and ~~sixty-seven~~ six hundredths percent.
21 Beginning in school fiscal year 2018, the overhead rate shall be adjusted to take into
22 account the sum of the amounts that districts exceed the other revenue base amount;

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