



## 2025 South Dakota Legislature

# House Bill 1229

Introduced by: **Representative Hughes**

1 **An Act to provide an exemption from certain property taxation for owner-occupied**  
2 **single-family dwellings, and to limit the taxes due on property over the**  
3 **previous year.**

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

5 **Section 1. That a NEW SECTION be added to chapter 10-4:**

6 One hundred thousand dollars of the full and true value of each owner-occupied  
7 single-family dwelling, as defined by § 10-13-39, is exempt from property taxation levied  
8 pursuant to § 10-12-29.

9 **Section 2. That a NEW SECTION be added to chapter 10-13:**

10 Unless otherwise provided in section 3 of this Act, an owner of real property is  
11 entitled to receive a tax credit on all property taxes imposed on the real property, if the  
12 total taxes imposed by all taxing districts on the real property in a year, excluding any tax  
13 resulting from a local decision to exceed the limits set forth in § 10-12-43 or 10-13-36,  
14 exceed one hundred and three percent of the total taxes imposed by all taxing districts on  
15 the real property in the previous year, excluding any tax resulting from a local decision to  
16 exceed the limits set forth in § 10-12-43 or 10-13-36.

17 **Section 3. That a NEW SECTION be added to chapter 10-13:**

18 An owner of real property is not entitled to receive the tax credit provided in section  
19 2 of this Act for the real property if, in the previous year, there had been a change in the  
20 use or classification of the property or there had been any addition or expansion to the  
21 property.

22 **Section 4. That a NEW SECTION be added to chapter 10-13:**

1        After receiving all levies imposed by all taxing districts in a county and spreading  
2        each levy over the taxable real property in each taxing district, the county auditor shall  
3        apply the tax credit provided in section 2 of this Act by proportionally reducing each tax  
4        imposed on the real property that qualifies under sections 2 and 3 of this Act, excluding  
5        any tax resulting from a local decision to exceed the limits set forth in § 10-12-43 or 10-  
6        13-36, by each taxing district, until the total amount of taxes due, as stated in the tax bill  
7        mailed or transmitted by the treasurer pursuant to § 10-21-1.1, is equal to one hundred  
8        and three percent of the total taxes due in the previous year, excluding any tax resulting  
9        from a local decision to exceed the limits set forth in § 10-12-43 or 10-13-36.