



Contribution, Investment Fee, and Administrative Fee Rate Notice for 2018
October 30, 2017

Your rate for the calendar year has been determined with Chapter 61-5 of South Dakota Law. Schedule B is in effect for the calendar year.

2018 RATES	
Unemployment Insurance Rate	0.15%
Investment Fee Rate	+ 0.40%
Administrative Fee Rate	+ 0.02%
Total Rate for 2018	= 0.57%

SAMPLE FORM

Taxable Payroll July 2016 to June 2017 (Dollars)	Taxable Payroll July 2015 to June 2016 (Dollars)	Taxable Payroll July 2014 to June 2015 (Dollars)	Total Taxable Payroll (Dollars)	Your Experience-Rating Account Balance 06/30/2017 (Dollars) (Cents)	Reserve Ratio
1,302,351	1,132,582	1,187,703	3,622,637	46,836.67	1.292

Employer Information

- Your rate is based on the length of time you have been an employer, your past taxable payroll, and past credits and charges to your experience-rating account. Please review the reverse of this notice for details on how rates are determined.
- Your total rate above includes the unemployment insurance contribution, the investment fee, and the administrative fee. Only the unemployment insurance contribution and negative interest payments may be credited to your experience-rating account. The Department will examine your quarterly reports and payments and credit your experience-rating account accordingly.
- The rate is based on your account status as of June 30 immediately preceding the year for which the rate is assigned. Contribution payments and payments of negative interest made in July are included in the balance. If errors are made in the computation of your rate due to incorrect or incomplete wage reports, corrections will be made if the Department is notified within 3 years after the error occurred.
- Each employer eligible for experience-rating as defined in law (SDCL 61-5-24) shall pay an administrative fee on wages. If the employer's reserve ratio is less than two and one-quarter percent, an administrative fee of two hundredths percent (.02%) or .0002 shall be paid. No administrative fee may be credited to the employer's experience-rating account or deducted in whole or in part by any employer from the wages of individuals in its employ.
- South Dakota law allows unemployment benefits to be paid under certain conditions, which are not charged to any specific employer account. The law (SDCL 61-5-41) also requires such benefits paid to be charged back to all contributing employers. In March 2017, an amount equal to 0.06584% of your 2016 taxable payroll was subtracted from your account.
- Many employers reduce their rate for the entire year by making a single advance payment at the beginning of the year. Please see item 3 on the reverse for details.
- The South Dakota taxable wage base for 2018 is \$15,000.00.**

Your appeal rights to the above rates are described on the back of this letter.