



Q2 BUSINESS & ECONOMIC DATA ANALYSIS SUMMARY

**SOUTH DAKOTA
SECRETARY OF STATE
SHANTEL KREBS**

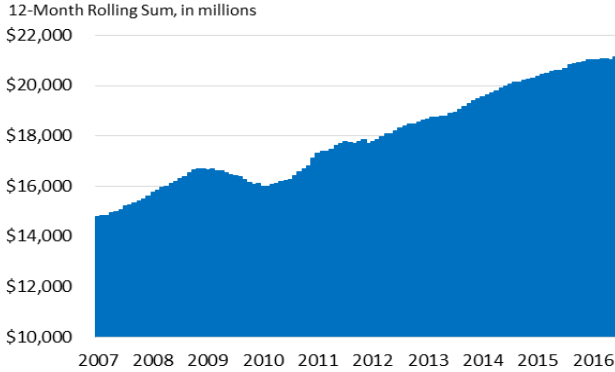
In partnership with



Second Quarter 2016

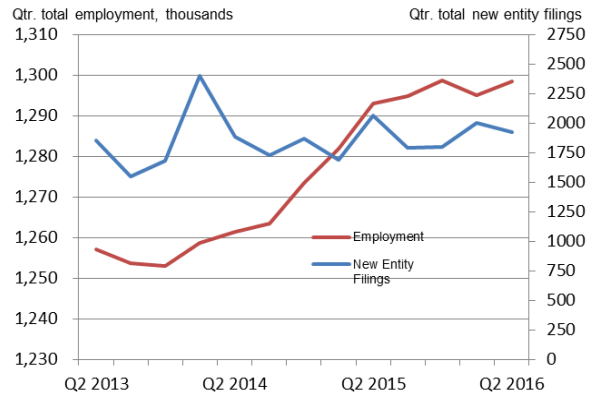
Secretary's Minute: Our office is working to prepare the new online business entity filing system. We hope to have this web-based system up and running by the middle of October. Once implemented, businesses will be able to file their documents and receive their necessary paperwork immediately upon completion of the transaction. The search capabilities will also be more user-friendly. The Secretary of State's office is the first government agency that a business interacts with when forming.

South Dakota Taxable Sales



Source: South Dakota Department of Revenue

Employment and New Business Filings



Note: Red line displays actual seasonally adjusted employment numbers. Source: Seasonally adjusted South Dakota total nonfarm employees from the Bureau of Labor Statistics and the Labor Market Information Center, SD Department of Labor.

Second Quarter 2016 Economic Highlights

- SD continues to have the lowest unemployment rate in the U.S. at 2.5%.
- Average Weekly wage increased in Q2 by 10%.
- Total taxable sales sustained its slight growth in the Q2.
- Building Permits increased in Q2 by over 10%.
- Employment growth has continued in Q2.
- Continued jobless claims decreased by 47.8% in Q2.
- Most national economic indicators improved in Q2.

SOUTH DAKOTA	Current Period	3 Months Prior	Percent Change over Prior Period	Annual Percent Change	5 Year CAGR*
Wealth					
Personal Income (millions of dollars)	39,254	38,095	3.0%	3.2%	1.8%
Total Sales, 12 mo. trailing (millions of dollars)	67,703	67,692	0.02%	-1.2%	3.1%
Taxable Sales, 12 mo. trailing (millions of dollars)	21,148	21,057	0.4%	2.7%	3.6%
Business Outlays					
Average Weekly Wage per Employee	832	756	10.1%	5.2%	3.1%
Retail Gasoline Price (dollars per gallon)	2.38	2.07	15.0%	-15.3%	-7.6%
Economic Overview					
Employment	433,900	432,300	0.4%	1.3%	1.3%
Unemployment Rate	2.5%	2.5%	0.0%	-21.9%	-12.2%
Initial Jobless Claims	220	166	32.5%	-2.7%	-6.7%
Continuing Jobless Claims	1,445	2,770	-47.8%	-0.1%	-11.5%
Building Permits, Number of Units, 12 mo. trailing	5,049	4,582	10.2%	14.4%	13.2%
Valuation (thousands of dollars), 12 mo. trailing	765,474	690,223	10.9%	15.6%	13.5%
FHFA Purchase-Only Home Price Index	264	262	0.8%	5.6%	3.9%
Total Business Bankruptcy Filings	4	10	-60.0%	-63.6%	-25.1%
Chapter 7	2	8	-75.0%	-50.0%	-30.1%
Chapter 11	-	-	-	-100.0%	0.0%
Chapter 13	-	2	-100.0%	-100.0%	-100.0%

Sources: Bureau of Economic Analysis, Quarterly Personal Income (SA)(Q1'16); South Dakota Department of Revenue (NSA) (6/16); South Dakota Department of Labor and Regulation (SA) (Q4/15); US Energy Information Administration, Weekly Retail Gasoline and Diesel Prices, Midwest (6/27/16); Bureau of Labor Statistics, CES (SA) (5/16); US Department of Labor, Employment and Training Administration (NSA) (6/25/16); Census Bureau, New Privately Owned Housing Units Authorized (NSA) (5/16); FHFA Purchase-Only Home Price Index (SA) (Q1'16); Administrative Office of the US Courts (Q1'16). *Compound Annual Growth Rate.