

## How to Start a Business in South Dakota Checklist

## 1. Form your business. $\Box$

1.1. Review South Dakota formation options.  $\Box$ 

Research the different types of legal structures in South Dakota. Choose the legal structure that benefits your business.

1.2. Name your business.  $\Box$ 

Brainstorm name ideas and conduct a name availability search with the Secretary of State. Once you've verified that your name is available, register it with the state.

- 1.3. Get an Employer Identification Number. 

  Register for an EIN on the IRS website.
- 1.4. Register your business in South Dakota. □
   Complete and file business formation documents with the South Dakota Secretary of State. Sole proprietorships and general partnerships are exempt.
- 1.5. Obtain necessary permits and licenses.  $\Box$

Consult with your local city council to check on specific business licenses and permits that your business may require.

## 2. Register your business for taxes. $\Box$

2.1. Register for sales/use tax. □

You can register for sales/use tax with the South Dakota Department of Revenue.

2.2. Register for municipal tax. 🗆

To learn more about the property tax, download forms, and register, visit the South Dakota Department of Revenue website.



2.3. Register for reemployment assistance tax. □Register for reemployment assistance tax on the South Dakota Department of Labor & Regulation website.

## 3. Hire employees and report them to the state. $\Box$

- 3.1. Report newly hired employees to the New Hire Reporting Center. □Go to the South Dakota New Hire Reporting Center website. Report all new employees to the New Hire Reporting Center within 20 days of employment.
- 3.2. Obtain workers' compensation insurance. □
  South Dakota law does not require employers to get workers' compensation.
  However, the state's Department of Labor & Regulation recommends it.
- 3.3. Display mandatory posters in your place of business. □State-mandated posters must be displayed in a populated area in the workplace.

