



# Prime Contractor's Exemption Certification

South Dakota Department of Revenue

445 E Capitol Ave, Pierre, SD 57501

## Instructions:

\* An exemption certificate may not be used by an owner of a project or a government entity. Improper issuance of this certificate by anyone that is not a prime contractor will incur a penalty of 10% of the tax due.

\* A prime contractor may not issue a prime contractor's exemption certificate for a qualified utility (QU) project. On a QU project, the prime contractor and all subcontractors owe the 2% contractor's excise tax on their gross receipts.

\* An exemption certificate may not be given for the purchase of materials, equipment, product or sales taxable service. Prime contractors must pay sales tax to the service provider on sales taxable services. Examples of sales taxable services are: engineering, architecture, surveying, gravel crushing, snow removal, drapery installation, roto-rooting, locksmith, construction management, cleaning and calibration, and installation of flooring. The installation of tile, terrazzo, and marble are subject to contractor's excise tax.

**RETENTION OF THIS CERTIFICATE RELIEVES THE SUBCONTRACTOR FROM LIABILITY FOR CONTRACTOR'S EXCISE TAX SPECIFICALLY FOR THE PROJECT LISTED BELOW.**

<b>PRIME CONTRACTOR NAME</b>		EXCISE TAX LICENSE NUMBER	
STREET ADDRESS	CITY	STATE	ZIP CODE
CONTRACTOR EMAIL ADDRESS			
<b>SUBCONTRACTOR NAME</b>		EXCISE TAX LICENSE NUMBER	
STREET ADDRESS	CITY	STATE	ZIP CODE
SUBCONTRACTOR EMAIL ADDRESS			
PROJECT DESCRIPTION			
PROJECT LOCATION			
PRIME CONTRACTOR'S SIGNATURE		DATE	