

Strategic Economics Group

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Dakota Access Pipeline South Dakota Economic & Fiscal Impact Fact Sheet

Highlights

During the construction stage of the pipeline project, South Dakota land owners will receive about \$47 Million in “easement and damages” payments to reimburse them for the restoration and use of their land. Once in operation, the pipeline will annually generate about \$13 Million in local property taxes.

Construction stage (2015-2016):

- Pipeline length: 267.4 miles
- Cost to Dakota Access, LLC for constructing the South Dakota portion: \$819.6 Million
- Estimated amount of that cost which will be spent in South Dakota: \$485.6 Million
- Estimated impact on production and sales: \$835.8 Million
- Estimated impact on labor income: \$302.8 Million
- Estimated number of additional job-years of employment: 7,100
- Estimated increase in state sales, use, gross receipts and lodging taxes: \$35.6 Million
- Estimated increase in local sales, use, gross receipts and lodging taxes: \$2.9 Million
- Estimated increase in state individual income tax: No income tax

Operations and maintenance stage (annually beginning in 2017):

- Estimated increase in production and sales: \$4.2 Million
- Estimated increase in labor income: \$1.9 Million
- Estimated increase in full-time jobs: 31
- Estimated increase in state sales, use, gross receipts and lodging taxes: \$135,000
- Estimated increase in local sales, use, gross receipts and lodging taxes: \$62,000
- Estimated increase in state individual income tax: No income tax
- Estimated increase in local property taxes: about \$13 Million