



South Dakota’s Economy Depends on Worldwide American Companies

South Dakota's 227 worldwide American companies and their employees need a level international playing field to prosper and grow. These companies support substantial employment and economic output in South Dakota, directly through their production of goods and services, through their suppliers, and through spending by the people they employ.

If the Congress raises international taxes on worldwide American companies – while other nations are adopting more competitive tax structures – it will put South Dakota companies and their employees at a competitive disadvantage with their foreign competitors and jeopardize the substantial contributions they make to South Dakota’s economy.

The Economic Contribution of Worldwide American Companies in South Dakota, 2007

Table with 5 columns: Category, Direct Contribution*, Indirect Contribution**, Total Contribution, Total Contribution as a percent of State Total. Rows include Jobs, Payroll, and Value-Added.

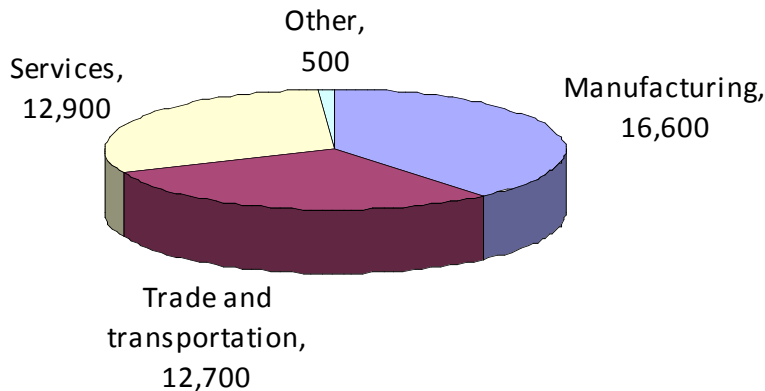
*The direct contribution consists of employment in and the payroll and production of worldwide American companies in the state.

**The indirect contribution consists of employment, payroll, and production supported by worldwide American companies through their supply chains and the consumption spending of the people they employ directly or indirectly.

- In 2007, worldwide American companies in South Dakota employed 42,700 people and supported an additional 114,200 jobs through their supply chains and spending by the people they employed directly or indirectly.
• These jobs accounted for 33.1 percent of all private-sector employment in South Dakota and 38.1 percent of the total private-sector payroll in the state.
• Worldwide American companies in South Dakota create high quality jobs, paying on average \$48,234 per worker in wages and salaries and fringe benefits in 2007.
• Worldwide American companies in South Dakota accounted for 39.0 percent of South Dakota’s GDP (\$10.2 billion) in 2007.
• Worldwide American companies also paid approximately \$337 million in dividends to South Dakota residents in 2007.

Direct Employment by Worldwide American Companies in South Dakota by Industry

Worldwide American companies employed **42,700** South Dakota workers in 2007 in a wide range of industries, including the following:



Trade and transportation: 105 companies, 12,700 jobs

Services: 92 companies, 12,900 jobs

- Broadcasting except Internet: 2 companies, 2,600 jobs
- Food services: 10 companies, 1,600 jobs
- Telecommunications: 3 companies, 1,400 jobs
- Other services: 79 companies, 7,300 jobs

Manufacturing: 54 companies, 16,600 jobs

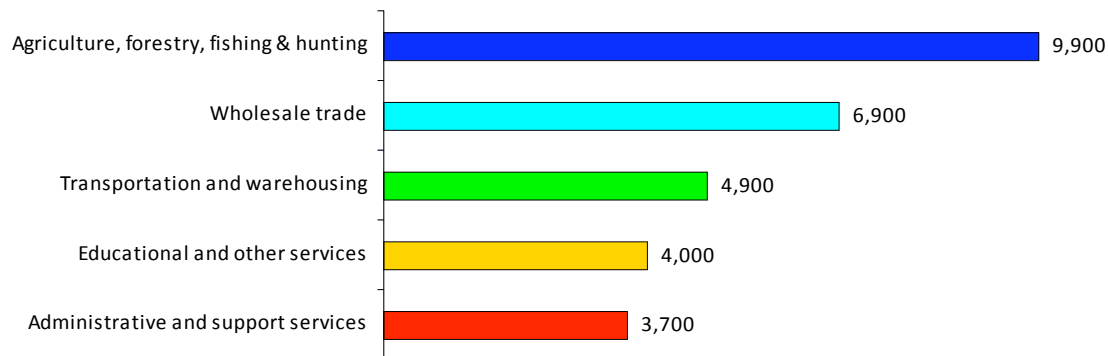
- Food: 6 companies, 4,500 jobs
- Miscellaneous manufacturing: 3 companies, 2,900 jobs
- Communications equipment and semiconductors: 4 companies, 2,300 jobs
- Other manufacturing: 43 companies, 6,900 jobs

All other industries: 6 companies, 500 jobs

Note: Company counts by industry do not sum to the state total (227) because a company may have operations in multiple industries. Job counts have been rounded to the nearest 100. Detail may not sum to totals due to rounding.

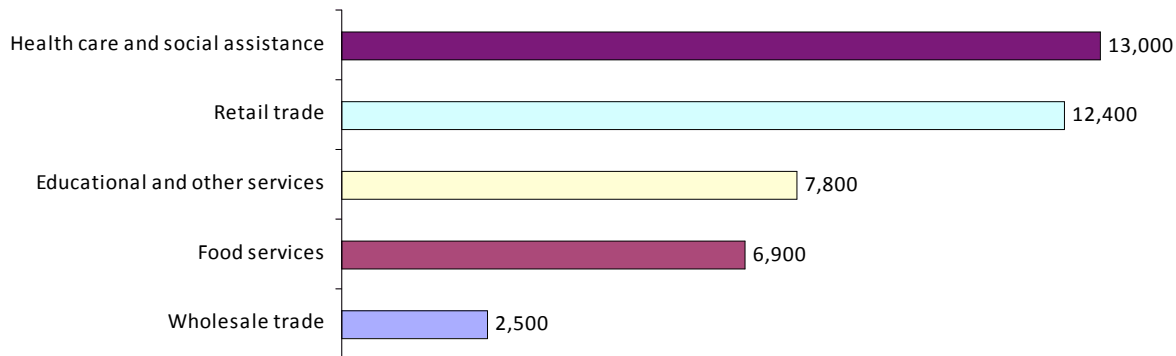
Indirect Employment through Purchases of Goods and Services from Suppliers

Worldwide American companies supported an additional **54,100 jobs** in South Dakota in 2007 through their purchases of goods and services from suppliers in South Dakota. Top South Dakota suppliers for worldwide American companies include the following industries:



Indirect Employment through Consumption Spending by Employees

Consumption spending by the employees of worldwide American companies and their suppliers supported an additional **60,200 jobs** in South Dakota in 2007, including in these leading industries:



Protect U.S. Jobs and Wages. U.S. Tax Policy Must Keep Worldwide American Companies Competitive with Foreign Multinational Firms.