



The Wine Industry Boosts the South Dakota Economy by \$926.45 Million in 2025

The production, distribution, sales, and consumption of wine in South Dakota benefits many sectors state's economy and generates close to \$926.45 million in total economic activity. This ultimate value-added product preserves agricultural land, provides American jobs, attracts tourists, generates taxes, and enhances the quality of life.

Economic Impact of the Wine Industry in South Dakota

	Direct	Supplier	Induced	Total
Jobs	3,103	968	1,219	5,290
Wages	\$103,027,200	\$72,736,500	\$82,274,300	\$258,038,000
Output	\$319,752,200	\$285,888,500	\$320,806,000	\$926,446,700
Business Taxes				\$81,227,500
Consumption Taxes				\$10,240,400

Total Output: The wine industry generates close to \$926.45 million in total economic activity in the State of South Dakota, dramatically illustrating that wine is the ultimate value-added beverage. The broader economic impact flows throughout the state, generating business for firms seemingly unrelated to the wine industry. Real people, with real jobs, working in industries as varied as farming, banking, accounting, manufacturing, packaging, transportation, printing, and advertising depend on the wine industry for their livelihoods.

State Reach: The South Dakota wine industry includes a total of 12 wine producers¹ as well as 115 acres of vineyards.²

Job Creation: The South Dakota wine industry directly employs as many as 3,103 people, and generates an additional 968 jobs in supplier and ancillary industries which supply goods and services to the industry, and whose sales depend on the wine industry's economic activity. Ultimately, 5,290 jobs are created and supported by the wine industry.

Wage Generation: The South Dakota wine industry provides good jobs, paying an average of \$48,800 in annual wages and benefits. The total wages generated by direct, indirect, and induced economic activity driven by the wine industry are \$258.04 million.

Tourist Activity: The South Dakota wine industry is a major magnet for tourists and tourism-driven expenses. South Dakota's "wine country" regions generates 57,600 tourist visits and \$11.01 million in annual tourism expenditures, benefiting local economies and tax bases.

Tax Revenues: The South Dakota wine industry generates sizeable tax revenues on the local, state, and national levels. In 2025, the industry will pay nearly \$34.45 million in state and local taxes, and \$46.78 million in federal taxes for a total of \$81.23 million. In addition, the industry generates approximately \$1.23 million federal consumption taxes and \$9.01 million in state consumption taxes which include excise and sales taxes.

¹ Throughout this study, the winery count refers to the number of winery facilities. A single winery may have multiple facilities throughout the state or country. Each of these facilities is included in the winery count.

² Vineyard acres refer to farmland being used to grow winegrapes statewide.