
Payroll Tax Distribution

Office of Health Care Reform

2/11/15

Payroll and Tax by Firm Size

Distribution of Payroll Tax by Firm Size Class - 2016 dollars											
Dollars in millions	4 or fewer Workers	5 to 9 Workers	10 to 19 Workers	20 to 49 Workers	50 to 99 Workers	100 to 249 Workers	250 to 499 Workers	500 to 999 Workers	1,000 plus Workers		All firms
# of Firms	10,788	4,192	3,108	2,430	831	494	149	58	34		22,084
% of Firms	48.80%	19.00%	14.10%	11.00%	3.80%	2.20%	0.70%	0.30%	0.20%		100%
Wages	699	692	948	1,702	1,316	2,073	1,317	1,358	2,812		12,918
% of Wages	5%	5%	7%	13%	10%	16%	10%	11%	22%		100%
Tax	4.9	4.8	6.6	11.9	9.2	14.5	9.2	9.5	19.7		90.4
% of Tax	5%	5%	7%	13%	10%	16%	10%	11%	22%		100%

69% of Wages in Firms with 50 or More Workers
 65% of Employees in Firms with 50 or More Workers
 Source: VT. Dept. of Taxes

Distribution of Proposed Payroll Tax

Distribution of Firms by Total Payroll (2016 dollars)			
Percentile	Total Wages Paid	Payroll Tax	Firms
10	11,588	81.1	5,521 Firms (25%) Pay \$230 or Less
20	24,867	174.1	
25	32,914	230.4	
30	41,202	288.4	11,042 Firms (50%) Pay \$665 or Less
40	64,092	448.6	
50	95,096	665.7	
60	139,496	976.5	Over 75% of Firms (16,563 firms) Pay Less than \$2,000
70	212,151	1,485.10	
75	268,212	1,877.50	
80	354,597	2,482.20	Approx. 1,100 Firms (about 5%) Pay \$1,000 a Month or More
90	822,488	5,757.40	
95	1,736,788	12,157.50	
99	7,317,505	51,222.50	Approx. 220 Firms Pay this Amount or More
99.9	43,712,883	305,990.20	Approx. 20 Firms Pay this Amount or More

Payroll Tax:

Distribution of Firms Offering Insurance

Firm Size	Total Firms	% Firms	2017 Estimate of Firms Offering Insurance	2017 Firms Offering	2017 Firms Not Offering
Less than 50	20,518	92.9%	37%	7,592	12,926
50 – 99	831	3.8%	84%	698	133
100 – 499	643	2.9%	99%	637	6
500+	92	0.4%	100%	92	0
				9,018	13,066

Source: 2015 RAND Study and VT Dept. of Taxes