

## Small Business Health Care Tax Credit Scenarios

### Examples of Employers Receiving the Credit

#### Example 1: Auto Repair Shop with 10 Employees Gets \$24,500 Credit for 2010

**Main Street Mechanic:**

- **Employees:** 10
- **Wages:** \$250,000 total, or \$25,000 per worker
- **Employee Health Care Costs:** \$70,000

**2010 Tax Credit: \$24,500** (35% credit)

**2014 Tax Credit: \$35,000** (50% credit)

#### Example 2: Restaurant with 40 Part-Time Employees Gets \$28,000 Credit for 2010

**Downtown Diner:**

- **Employees:** 40 half-time employees (the equivalent of 20 full-time workers)
- **Wages:** \$500,000 total, or \$25,000 per full-time equivalent worker
- **Employee Health Care Costs:** \$240,000

**2010 Tax Credit: \$28,000** (35% credit with phase-out)

**2014 Tax Credit: \$40,000** (50% credit with phase-out)

#### Example 3: Foster Care Non-Profit with 9 Employees Gets \$18,000 Credit for 2010

**First Street Family Services.org:**

- **Employees:** 9
- **Wages:** \$198,000 total, or \$22,000 per worker
- **Employee Health Care Costs:** \$72,000

**2010 Tax Credit: \$18,000** (25% credit)

**2014 Tax Credit: \$25,200** (35% credit)

Find out more information at [IRS.gov](http://IRS.gov)