

Vermont saw a surge of newcomers during the pandemic

Vermont was an attractive destination for people moving from other states during the first two years of the Covid-19 pandemic.

The state saw a net gain of more than 3,000 residents in 2020 and again in 2021, the biggest increases since the IRS began tracking state-tostate migration in the early 1990s.

Many of the new arrivals did not travel far. More than 19,000 people moved to Vermont in 2021, and over half of them came from states in the Northeast.

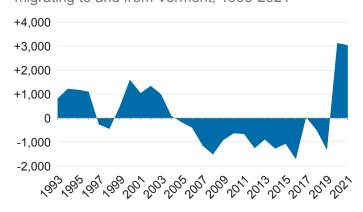
Top 10 states of origin People* migrating to and from Vermont, with Vermont net, 2020-2021

		TO VT	FROM VT	VT NET
4	New York	3,010	(2,009)	1,001
-	Massachusetts	2,628	(1,417)	1,211
	New Hampshire	2,143	(1,966)	177
	Florida	1,254	(1,980)	(726)
	California	1,092	(553)	539
-	Connecticut	954	(565)	389
*	New Jersey	783	(305)	478
	Pennsylvania	657	(487)	170
+	Texas	533	(526)	7
	Colorado	519	(398)	121

^{*}Exemptions claimed on personal income tax returns are used as a proxy for number of people. Data source: IRS Statistics of Income

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Migration boosted Vermont's population Annual net change in people* migrating to and from Vermont, 1993-2021



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About 16,400 Vermonters moved away; the most popular destinations were other New England states, New York, and Florida. The pattern was similar from 2019 to 2020.

In any given year, a small fraction of people in the U.S. relocate to another state—only 3 percent of the nearly 257 million people about whom the IRS has data from 2021. The way the IRS has tracked migration for 30 years is to compare the mailing addresses on Form 1040 tax returns with filers' addresses from the previous year. The agency uses the number of exemptions reported on the return as a proxy for the number of people in the household.¹

More than three-quarters (79 percent) of the people who migrated to Vermont in 2021 came from blue states (as determined by votes for each party in the most recent presidential election). And twothirds of the Vermonters who reported a move in 2021 went to another blue state.

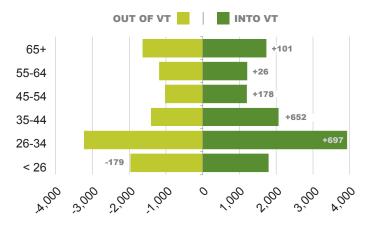
Not everyone is required to file a personal income tax return. The people included in the 2021 IRS data represented a little more than three-quarters of the total U.S. population.

Migration by age and income

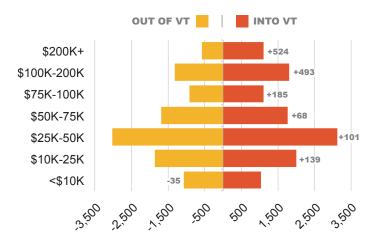
About a decade ago, the IRS also began tracking migration by the age and income of the primary tax filer. For 2021, Vermont saw a net increase in all age brackets except filers under age 26. (Again, the IRS reports only the primary filer's age, not the ages of everyone who migrated in and out.) In 2021 Vermont also netted an increase in the number of tax filers in all but the lowest income bracket (less than \$10,000 a year). The biggest gains occurred in the highest tax brackets, as has been true over the last decade.

But the age and income information is separate from information about which states people move to or from. So we can know either the age and income of filers or the states they left, but not both at the same time. For example, we know that 1,100 filers with incomes of \$200,000 or more moved to Vermont in 2021, but we don't know where they came from. And we can't tell where the 35-44-year-olds went after leaving Vermont.

Migration to Vermont grew in nearly every age group Number of tax filers who moved in and out between 2020 and 2021, with net change, by age group



Data source: IRS Statistics of Income ©2023 Public Assets Institute **Net migration increased in all but the lowest income bracket** Number of tax filers
who moved in and out between 2020 and 2021, with
net change, by income group



Data source: IRS Statistics of Income ©2023 Public Assets Institute

