

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Alaska Congressional District 1 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$781

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$496
Families with Children	\$1,101
Joint Filers with 2+ Children	\$1,661
Households without Children	\$672
Seniors (65+)	\$1,249

ILLUSTRATIVE HOUSEHOLDS

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Retired federal worker couple	Social Security based on national average annual benefits (\$24,852 and \$11,808); pension modeled as \$25,000 and \$20,000 in taxable retirement income	\$1,667
Single restaurant server	\$28,177 median local wage; tips assumed at 45% of earnings; no children	\$12
Teacher and office clerk family	\$79,052 and \$52,916 median local wages; married couple with 2 children	\$868
Single nurse with overtime	\$113,955 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,405
Single-parent home health aide	\$39,502 median local wage; 1 child	\$200
Electrician family	One earner at \$84,274 median local wage; married couple with 1 child	\$452
Plumber family	One earner at \$85,541 median local wage; married couple with 1 child	\$452
Construction worker family	One earner at \$59,680 median local wage; married couple with 1 child	\$401
Police officer family	One earner at \$103,258 median local wage; married couple with 2 children	\$1,545

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$65,085 median local wage; married couple with 2 children	\$601
Truck driver and home health aide family	\$66,804 and \$39,502 median local wages; married couple with 2 children	\$868

Methodology: Average tax changes are modeled using Tax-Calculator. Illustrative household examples are modeled in PolicyEngine using geography-specific wage inputs where available and do not reflect geography-wide averages.

America First Policy Institute