

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

Alabama Congressional District 5 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$788

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$398
Families with Children	\$1,066
Joint Filers with 2+ Children	\$1,814
Households without Children	\$685
Seniors (65+)	\$1,121

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	\$1,565
Single restaurant server	\$23,658 median local wage; tips assumed at 45% of earnings; no children	\$52
Teacher and office clerk family	\$63,943 and \$32,309 median local wages; married couple with 2 children	\$597
Single nurse with overtime	\$68,002 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,058
Single-parent home health aide	\$28,846 median local wage; 1 child	\$234
Electrician family	One earner at \$58,745 median local wage; married couple with 1 child	\$487
Plumber family	One earner at \$53,966 median local wage; married couple with 1 child	\$497
Construction worker family	One earner at \$39,602 median local wage; married couple with 1 child	\$456
Police officer family	One earner at \$64,915 median local wage; married couple with 2 children	\$697

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$48,052 median local wage; married couple with 2 children	\$656
Truck driver and home health aide family	\$53,889 and \$28,846 median local wages; married couple with 2 children	\$677

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**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.

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**America First Policy Institute**