

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Iowa Congressional District 2 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$775

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$425
Families with Children	\$1,101
Joint Filers with 2+ Children	\$1,674
Households without Children	\$664
Seniors (65+)	\$1,211

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	\$2,056
Single restaurant server	\$27,784 median local wage; tips assumed at 45% of earnings; no children	\$24
Teacher and office clerk family	\$60,583 and \$44,018 median local wages; married couple with 2 children	\$1,250
Single nurse with overtime	\$76,112 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,432
Single-parent home health aide	\$36,941 median local wage; 1 child	\$246
Electrician family	One earner at \$52,927 median local wage; married couple with 1 child	\$402
Plumber family	One earner at \$77,289 median local wage; married couple with 1 child	\$521
Construction worker family	One earner at \$49,204 median local wage; married couple with 1 child	\$607
Police officer family	One earner at \$79,358 median local wage; married couple with 2 children	\$721

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$63,569 median local wage; married couple with 2 children	\$602
Truck driver and home health aide family	\$57,442 and \$36,941 median local wages; married couple with 2 children	\$1,250

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