

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Iowa Congressional District 3 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$942

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$544
Families with Children	\$1,414
Joint Filers with 2+ Children	\$2,089
Households without Children	\$769
Seniors (65+)	\$1,327

ILLUSTRATIVE HOUSEHOLDS

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
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	\$29,691 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$24
Teacher and office clerk family	\$60,227 and \$45,658 median local wages; married couple with 2 children	\$1,250
Single nurse with overtime	\$81,299 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,499
Single-parent home health aide	\$36,526 median local wage; 1 child	\$246
Electrician family	One earner at \$66,557 median local wage; married couple with 1 child	\$402
Plumber family	One earner at \$64,271 median local wage; married couple with 1 child	\$402
Construction worker family	One earner at \$50,929 median local wage; married couple with 1 child	\$607
Police officer family		\$721

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$87,939 median local wage; married couple with 2 children	
Firefighter family	One earner at \$53,101 median local wage; married couple with 2 children	\$602
Truck driver and home health aide family	\$60,617 and \$36,526 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.