

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Indiana Congressional District 2 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$700

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$415
Families with Children	\$996
Joint Filers with 2+ Children	\$1,603
Households without Children	\$589
Seniors (65+)	\$1,013

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	\$1,530
Single restaurant server	\$29,143 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$33
Teacher and office clerk family	\$58,312 and \$44,617 median local wages; married couple with 2 children	\$753
Single nurse with overtime	\$86,919 median local wage; overtime pay assumed at 5% of earnings; no children	\$2,054
Single-parent home health aide	\$32,951 median local wage; 1 child	\$241
Electrician family	One earner at \$60,975 median local wage; married couple with 1 child	\$531
Plumber family	One earner at \$66,847 median local wage; married couple with 1 child	\$553
Construction worker family	One earner at \$51,789 median local wage; married couple with 1 child	\$352
Police officer family		\$753

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$73,537 median local wage; married couple with 2 children	
Firefighter family	One earner at \$58,716 median local wage; married couple with 2 children	\$731
Truck driver and home health aide family	\$59,362 and \$32,951 median local wages; married couple with 2 children	\$753

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.