

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Indiana Congressional District 3 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$761

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$461
Families with Children	\$1,102
Joint Filers with 2+ Children	\$1,650
Households without Children	\$634
Seniors (65+)	\$1,072

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	\$29,001 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$36
Teacher and office clerk family	\$59,916 and \$44,382 median local wages; married couple with 2 children	\$753
Single nurse with overtime	\$79,981 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,978
Single-parent home health aide	\$31,482 median local wage; 1 child	\$241
Electrician family	One earner at \$68,472 median local wage; married couple with 1 child	\$553
Plumber family	One earner at \$82,514 median local wage; married couple with 1 child	\$553
Construction worker family	One earner at \$48,922 median local wage; married couple with 1 child	\$352
Police officer family		\$753

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$78,015 median local wage; married couple with 2 children	
Firefighter family	One earner at \$77,737 median local wage; married couple with 2 children	\$753
Truck driver and home health aide family	\$61,677 and \$31,482 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.