

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

Indiana Congressional District 5 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$1,139

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$599
Families with Children	\$1,729
Joint Filers with 2+ Children	\$2,584
Households without Children	\$925
Seniors (65+)	\$1,342

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	\$28,915 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$38
Teacher and office clerk family	\$62,530 and \$46,600 median local wages; married couple with 2 children	\$739
Single nurse with overtime	\$83,691 median local wage; overtime pay assumed at 5% of earnings; no children	\$2,019
Single-parent home health aide	\$32,416 median local wage; 1 child	\$241
Electrician family	One earner at \$66,534 median local wage; married couple with 1 child	\$553
Plumber family	One earner at \$66,076 median local wage; married couple with 1 child	\$553
Construction worker family	One earner at \$51,519 median local wage; married couple with 1 child	\$352
Police officer family		\$753

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$82,839 median local wage; married couple with 2 children	
<b>Firefighter family</b>	One earner at \$68,262 median local wage; married couple with 2 children	\$753
<b>Truck driver and home health aide family</b>	\$63,586 and \$32,416 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.