

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Kentucky Congressional District 5 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$423

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$201
Families with Children	\$570
Joint Filers with 2+ Children	\$1,069
Households without Children	\$360
Seniors (65+)	\$708

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	\$1,536
Single restaurant server	\$28,218 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$72
Teacher and office clerk family	\$59,131 and \$36,619 median local wages; married couple with 2 children	\$699
Single nurse with overtime	\$84,758 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,230
Single-parent home health aide	\$27,261 median local wage; 1 child	Tax increase of \$836
Electrician family	One earner at \$62,665 median local wage; married couple with 1 child	\$447
Plumber family	One earner at \$53,215 median local wage; married couple with 1 child	\$358
Construction worker family	One earner at \$43,877 median local wage; married couple with 1 child	\$358
Police officer family		\$558

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$56,200 median local wage; married couple with 2 children	
Firefighter family	One earner at \$36,454 median local wage; married couple with 2 children	\$66
Truck driver and home health aide family	\$51,969 and \$27,261 median local wages; married couple with 2 children	\$647

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.