

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 2 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$723

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$380
Families with Children	\$1,072
Joint Filers with 2+ Children	\$1,698
Households without Children	\$610
Seniors (65+)	\$1,069

ILLUSTRATIVE HOUSEHOLDS

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
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	\$1,526
Single restaurant server	\$37,305 median local wage; tips assumed at 45% of earnings; no children	\$460
Teacher and office clerk family	\$62,478 and \$45,229 median local wages; married couple with 2 children	\$745
Single nurse with overtime	\$83,276 median local wage; overtime pay assumed at 5% of earnings; no children	\$2,074
Single-parent home health aide	\$35,368 median local wage; 1 child	\$284
Electrician family	One earner at \$64,292 median local wage; married couple with 1 child	\$420
Plumber family	One earner at \$74,291 median local wage; married couple with 1 child	\$420
Construction worker family	One earner at \$49,708 median local wage; married couple with 1 child	\$349
Police officer family	One earner at \$79,573 median local wage; married couple with 2 children	\$620

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$56,175 median local wage; married couple with 2 children	\$620
Truck driver and home health aide family	\$56,467 and \$35,368 median local wages; married couple with 2 children	\$720

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.

America First Policy Institute