

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 4 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$758

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$402
Families with Children	\$1,125
Joint Filers with 2+ Children	\$1,811
Households without Children	\$635
Seniors (65+)	\$1,111

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	\$37,113 median local wage; tips assumed at 45% of earnings; no children	\$450
Teacher and office clerk family	\$63,211 and \$44,997 median local wages; married couple with 2 children	\$745
Single nurse with overtime	\$84,998 median local wage; overtime pay assumed at 5% of earnings; no children	\$2,093
Single-parent home health aide	\$34,991 median local wage; 1 child	\$284
Electrician family	One earner at \$64,759 median local wage; married couple with 1 child	\$420
Plumber family	One earner at \$77,911 median local wage; married couple with 1 child	\$420
Construction worker family	One earner at \$49,743 median local wage; married couple with 1 child	\$349
Police officer family	One earner at \$77,628 median local wage; married couple with 2 children	\$620

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$55,265 median local wage; married couple with 2 children	\$620
Truck driver and home health aide family	\$55,971 and \$34,991 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