

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 5 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$733

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$392
Families with Children	\$1,076
Joint Filers with 2+ Children	\$1,733
Households without Children	\$623
Seniors (65+)	\$1,064

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	\$35,107 median local wage; tips assumed at 45% of earnings; no children	\$313
Teacher and office clerk family	\$62,311 and \$44,222 median local wages; married couple with 2 children	\$745
Single nurse with overtime	\$92,827 median local wage; overtime pay assumed at 5% of earnings; no children	\$2,179
Single-parent home health aide	\$32,937 median local wage; 1 child	\$284
Electrician family	One earner at \$69,151 median local wage; married couple with 1 child	\$420
Plumber family	One earner at \$74,856 median local wage; married couple with 1 child	\$420
Construction worker family	One earner at \$49,985 median local wage; married couple with 1 child	\$349
Police officer family	One earner at \$70,098 median local wage; married couple with 2 children	\$620

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$51,462 median local wage; married couple with 2 children	\$549
Truck driver and home health aide family	\$54,945 and \$32,937 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