

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 12 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$597

KEY GROUPS

| KEY GROUP                     | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household             | \$308               |
| Families with Children        | \$769               |
| Joint Filers with 2+ Children | \$1,713             |
| Households without Children   | \$535               |
| Seniors (65+)                 | \$887               |

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        | \$37,185 median local wage; tips assumed at 45% of earnings; no children                                                                                 | \$454             |
| Teacher and office clerk family | \$69,187 and \$46,986 median local wages; married couple with 2 children                                                                                 | \$745             |
| Single nurse with overtime      | \$91,604 median local wage; overtime pay assumed at 5% of earnings; no children                                                                          | \$2,165           |
| Single-parent home health aide  | \$33,242 median local wage; 1 child                                                                                                                      | \$284             |
| Electrician family              | One earner at \$82,699 median local wage; married couple with 1 child                                                                                    | \$420             |
| Plumber family                  | One earner at \$83,883 median local wage; married couple with 1 child                                                                                    | \$420             |
| Construction worker family      | One earner at \$52,607 median local wage; married couple with 1 child                                                                                    | \$349             |
| Police officer family           | One earner at \$81,577 median local wage; married couple with 2 children                                                                                 | \$620             |

| HOUSEHOLD EXAMPLE                               | ASSUMPTIONS                                                              | ANNUAL TAX RELIEF |
|-------------------------------------------------|--------------------------------------------------------------------------|-------------------|
| <b>Firefighter family</b>                       | One earner at \$63,726 median local wage; married couple with 2 children | \$620             |
| <b>Truck driver and home health aide family</b> | \$57,477 and \$33,242 median local wages; married couple with 2 children | \$720             |

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**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.

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**America First Policy Institute**