

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

New Jersey Congressional District 1 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$1,318

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$716
Families with Children	\$2,036
Joint Filers with 2+ Children	\$3,548
Households without Children	\$1,069
Seniors (65+)	\$1,584

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	\$1,489
Single restaurant server	\$39,862 median local wage; tips assumed at 45% of earnings; no children	\$589
Teacher and office clerk family	\$80,683 and \$49,395 median local wages; married couple with 2 children	\$812
Single nurse with overtime	\$105,760 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,586
Single-parent home health aide	\$38,174 median local wage; 1 child	\$288
Electrician family	One earner at \$75,246 median local wage; married couple with 1 child	\$455
Plumber family	One earner at \$79,436 median local wage; married couple with 1 child	\$455
Construction worker family	One earner at \$65,054 median local wage; married couple with 1 child	\$436
Police officer family	One earner at \$91,656 median local wage; married couple with 2 children	\$786

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$90,246 median local wage; married couple with 2 children	\$786
Truck driver and home health aide family	\$66,629 and \$38,174 median local wages; married couple with 2 children	\$786

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