

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

New Jersey Congressional District 4 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$1,450

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$869
Families with Children	\$2,253
Joint Filers with 2+ Children	\$3,245
Households without Children	\$1,174
Seniors (65+)	\$1,629

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	\$46,338 median local wage; tips assumed at 45% of earnings; no children	\$926
Teacher and office clerk family	\$97,144 and \$48,314 median local wages; married couple with 2 children	\$812
Single nurse with overtime	\$116,837 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,708
Single-parent home health aide	\$39,111 median local wage; 1 child	\$288
Electrician family	One earner at \$78,705 median local wage; married couple with 1 child	\$455
Plumber family	One earner at \$81,763 median local wage; married couple with 1 child	\$455
Construction worker family	One earner at \$63,695 median local wage; married couple with 1 child	\$436
Police officer family	One earner at \$108,910 median local wage; married couple with 2 children	\$723

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$108,354 median local wage; married couple with 2 children	\$723
Truck driver and home health aide family	\$67,144 and \$39,111 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