

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

New Mexico Congressional District 2 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$555

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$314
Families with Children	\$719
Joint Filers with 2+ Children	\$1,404
Households without Children	\$494
Seniors (65+)	\$937

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	\$1,524
Single restaurant server	\$32,873 median local wage; tips assumed at 45% of earnings; no children	\$140
Teacher and office clerk family	\$71,321 and \$37,763 median local wages; married couple with 2 children	\$746
Single nurse with overtime	\$91,187 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,386
Single-parent home health aide	\$28,423 median local wage; 1 child	\$171
Electrician family	One earner at \$58,382 median local wage; married couple with 1 child	\$364
Plumber family	One earner at \$62,638 median local wage; married couple with 1 child	\$573
Construction worker family	One earner at \$41,651 median local wage; married couple with 1 child	\$286
Police officer family	One earner at \$74,169 median local wage; married couple with 2 children	\$773

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$44,818 median local wage; married couple with 2 children	\$547
Truck driver and home health aide family	\$51,451 and \$28,423 median local wages; married couple with 2 children	\$773

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