

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Tennessee Congressional District 3 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$714

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$372
Families with Children	\$897
Joint Filers with 2+ Children	\$1,488
Households without Children	\$648
Seniors (65+)	\$1,134

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	\$1,485
Single restaurant server	\$27,665 median local wage; tips assumed at 45% of earnings; no children	\$46
Teacher and office clerk family	\$62,212 and \$37,960 median local wages; married couple with 2 children	\$1,404
Single nurse with overtime	\$77,749 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,076
Single-parent home health aide	\$30,757 median local wage; 1 child	\$291
Electrician family	One earner at \$58,630 median local wage; married couple with 1 child	\$566
Plumber family	One earner at \$59,022 median local wage; married couple with 1 child	\$566
Construction worker family	One earner at \$43,311 median local wage; married couple with 1 child	\$307
Police officer family	One earner at \$56,865 median local wage; married couple with 2 children	\$766

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$47,778 median local wage; married couple with 2 children	\$507
Truck driver and home health aide family	\$56,295 and \$30,757 median local wages; married couple with 2 children	\$766

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