

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Texas Congressional District 4 | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$1,091

KEY GROUPS

| KEY GROUP | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household | \$533 |
| Families with Children | \$1,314 |
| Joint Filers with 2+ Children | \$1,921 |
| Households without Children | \$981 |
| Seniors (65+) | \$1,647 |

ILLUSTRATIVE HOUSEHOLDS

| HOUSEHOLD EXAMPLE | ASSUMPTIONS | ANNUAL TAX CHANGE |
|---------------------------------|--|-----------------------|
| 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 | \$29,431 median local wage; tips assumed at 45% of earnings; no children | Tax increase of \$29 |
| Teacher and office clerk family | \$65,867 and \$43,003 median local wages; married couple with 2 children | \$800 |
| Single nurse with overtime | \$101,532 median local wage; overtime pay assumed at 5% of earnings; no children | \$1,600 |
| Single-parent home health aide | \$26,778 median local wage; 1 child | Tax increase of \$225 |
| Electrician family | One earner at \$59,451 median local wage; married couple with 1 child | \$346 |
| Plumber family | One earner at \$62,091 median local wage; married couple with 1 child | \$346 |
| Construction worker family | One earner at \$40,150 median local wage; married couple with 1 child | \$346 |
| Police officer family | | \$800 |

| HOUSEHOLD EXAMPLE | ASSUMPTIONS | ANNUAL TAX CHANGE |
|---|--|-------------------|
| | One earner at \$94,078 median local wage; married couple with 2 children | |
| Firefighter family | One earner at \$67,347 median local wage; married couple with 2 children | \$546 |
| Truck driver and home health aide family | \$58,884 and \$26,778 median local wages; married couple with 2 children | \$800 |

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.