

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Minnesota | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$1,018

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$583
Families with Children	\$1,621
Joint Filers with 2+ Children	\$2,442
Households without Children	\$823
Seniors (65+)	\$1,321

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	\$1,502
Single restaurant server	\$25,192 median local wage; tips assumed at 45% of earnings; no children	\$60
Teacher and office clerk family	\$64,976 and \$48,417 median local wages; married couple with 2 children	\$908
Single nurse with overtime	\$103,845 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,468
Single-parent home health aide	\$37,268 median local wage; 1 child	\$243
Electrician family	One earner at \$83,832 median local wage; married couple with 1 child	\$444
Plumber family	One earner at \$85,736 median local wage; married couple with 1 child	\$444
Construction worker family	One earner at \$60,452 median local wage; married couple with 1 child	\$925
Police officer family	One earner at \$85,767 median local wage; married couple with 2 children	\$644

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$43,229 median local wage; married couple with 2 children	\$524
Truck driver and home health aide family	\$62,892 and \$37,268 median local wages; married couple with 2 children	\$1,018

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