

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

North Carolina | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$837

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$373
Families with Children	\$1,177
Joint Filers with 2+ Children	\$2,203
Households without Children	\$710
Seniors (65+)	\$1,171

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	\$1,742
Single restaurant server	\$29,299 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$53
Teacher and office clerk family	\$53,008 and \$40,531 median local wages; married couple with 2 children	\$764
Single nurse with overtime	\$84,274 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,394
Single-parent home health aide	\$30,988 median local wage; 1 child	\$407
Electrician family	One earner at \$55,665 median local wage; married couple with 1 child	\$564
Plumber family	One earner at \$52,494 median local wage; married couple with 1 child	\$564
Construction worker family	One earner at \$43,496 median local wage; married couple with 1 child	\$564
Police officer family		\$764

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$59,742 median local wage; married couple with 2 children	
Firefighter family	One earner at \$38,349 median local wage; married couple with 2 children	Tax increase of \$376
Truck driver and home health aide family	\$51,042 and \$30,988 median local wages; married couple with 2 children	\$764

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.