

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

South Dakota | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$867

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$446
Families with Children	\$1,164
Joint Filers with 2+ Children	\$1,731
Households without Children	\$767
Seniors (65+)	\$1,357

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	\$1,400
Single restaurant server	\$29,938 median local wage; tips assumed at 45% of earnings; no children	\$27
Teacher and office clerk family	\$50,846 and \$37,937 median local wages; married couple with 2 children	\$635
Single nurse with overtime	\$71,560 median local wage; overtime pay assumed at 5% of earnings; no children	\$963
Single-parent home health aide	\$37,865 median local wage; 1 child	\$696
Electrician family	One earner at \$60,277 median local wage; married couple with 1 child	\$364
Plumber family	One earner at \$52,288 median local wage; married couple with 1 child	\$364
Construction worker family	One earner at \$44,752 median local wage; married couple with 1 child	\$222
Police officer family	One earner at \$62,079 median local wage; married couple with 2 children	\$564

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$48,922 median local wage; married couple with 2 children	\$564
Truck driver and home health aide family	\$58,558 and \$37,865 median local wages; married couple with 2 children	\$635

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