

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

Texas | Tax Year 2025

ESTIMATED AVERAGE TAX CUT

\$837

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$457
Families with Children	\$1,043
Joint Filers with 2+ Children	\$1,734
Households without Children	\$746
Seniors (65+)	\$1,412

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	\$28,754 median local wage; tips assumed at 45% of earnings; no children	Tax increase of \$37
Teacher and office clerk family	\$63,507 and \$38,606 median local wages; married couple with 2 children	\$800
Single nurse with overtime	\$92,665 median local wage; overtime pay assumed at 5% of earnings; no children	\$1,503
Single-parent home health aide	\$24,162 median local wage; 1 child	\$76
Electrician family	One earner at \$58,599 median local wage; married couple with 1 child	\$346
Plumber family	One earner at \$60,287 median local wage; married couple with 1 child	\$346
Construction worker family	One earner at \$39,306 median local wage; married couple with 1 child	\$346
Police officer family		\$800

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX CHANGE
	One earner at \$78,602 median local wage; married couple with 2 children	
<b>Firefighter family</b>	One earner at \$62,634 median local wage; married couple with 2 children	\$546
<b>Truck driver and home health aide family</b>	\$54,635 and \$24,162 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.