

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Alabama Congressional District 5 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,452

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,565
Families with Children	\$3,644
Joint Filers with 2+ Children	\$6,064
Households without Children	\$2,007
Seniors (65+)	\$2,700

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	\$4,193
Single restaurant server	\$24,356 median local wage; tips assumed at 45% of earnings; no children	\$436
Teacher and office clerk family	\$65,829 and \$33,262 median local wages; married couple with 2 children	\$5,865
Single nurse with overtime	\$70,007 median local wage; overtime pay assumed at 5% of earnings; no children	\$4,239
Single-parent home health aide	\$29,696 median local wage; 1 child	\$2,176
Electrician family	One earner at \$60,478 median local wage; married couple with 1 child	\$3,808
Plumber family	One earner at \$55,557 median local wage; married couple with 1 child	\$3,484
Construction worker family	One earner at \$40,770 median local wage; married couple with 1 child	\$2,898
Police officer family	One earner at \$66,830 median local wage; married couple with 2 children	\$5,187

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$49,469 median local wage; married couple with 2 children	\$4,268
Truck driver and home health aide family	\$55,479 and \$29,696 median local wages; married couple with 2 children	\$5,594

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