

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Alabama Congressional District 7 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$1,549

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,153
Families with Children	\$2,119
Joint Filers with 2+ Children	\$4,969
Households without Children	\$1,303
Seniors (65+)	\$1,937

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	\$23,332 median local wage; tips assumed at 45% of earnings; no children	\$379
Teacher and office clerk family	\$64,285 and \$34,662 median local wages; married couple with 2 children	\$5,868
Single nurse with overtime	\$80,161 median local wage; overtime pay assumed at 5% of earnings; no children	\$4,861
Single-parent home health aide	\$29,694 median local wage; 1 child	\$2,176
Electrician family	One earner at \$57,424 median local wage; married couple with 1 child	\$3,591
Plumber family	One earner at \$60,168 median local wage; married couple with 1 child	\$3,800
Construction worker family	One earner at \$39,336 median local wage; married couple with 1 child	\$2,982
Police officer family	One earner at \$64,682 median local wage; married couple with 2 children	\$5,116

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$54,173 median local wage; married couple with 2 children	\$4,683
Truck driver and home health aide family	\$54,315 and \$29,694 median local wages; married couple with 2 children	\$5,564

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