

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Iowa Congressional District 2 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,493

KEY GROUPS

| KEY GROUP | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household | \$1,723 |
| Families with Children | \$4,013 |
| Joint Filers with 2+ Children | \$6,032 |
| Households without Children | \$1,978 |
| Seniors (65+) | \$2,796 |

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 | \$5,085 |
| Single restaurant server | \$28,603 median local wage; tips assumed at 45% of earnings; no children | \$818 |
| Teacher and office clerk family | \$62,370 and \$45,316 median local wages; married couple with 2 children | \$8,095 |
| Single nurse with overtime | \$78,357 median local wage; overtime pay assumed at 5% of earnings; no children | \$5,438 |
| Single-parent home health aide | \$38,031 median local wage; 1 child | \$2,972 |
| Electrician family | One earner at \$54,488 median local wage; married couple with 1 child | \$3,851 |
| Plumber family | One earner at \$79,568 median local wage; married couple with 1 child | \$5,220 |
| Construction worker family | One earner at \$50,655 median local wage; married couple with 1 child | \$4,083 |
| Police officer family | One earner at \$81,699 median local wage; married couple with 2 children | \$6,478 |

| HOUSEHOLD EXAMPLE | ASSUMPTIONS | ANNUAL TAX RELIEF |
|---|--|-------------------|
| Firefighter family | One earner at \$65,444 median local wage; married couple with 2 children | \$5,566 |
| Truck driver and home health aide family | \$59,136 and \$38,031 median local wages; married couple with 2 children | \$7,807 |

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