

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Iowa Congressional District 3 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,820

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,956
Families with Children	\$4,576
Joint Filers with 2+ Children	\$6,687
Households without Children	\$2,177
Seniors (65+)	\$3,013

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	\$30,566 median local wage; tips assumed at 45% of earnings; no children	\$1,024
Teacher and office clerk family	\$62,003 and \$47,005 median local wages; married couple with 2 children	\$7,661
Single nurse with overtime	\$83,697 median local wage; overtime pay assumed at 5% of earnings; no children	\$5,646
Single-parent home health aide	\$37,604 median local wage; 1 child	\$2,955
Electrician family	One earner at \$68,520 median local wage; married couple with 1 child	\$4,652
Plumber family	One earner at \$66,167 median local wage; married couple with 1 child	\$4,588
Construction worker family	One earner at \$52,431 median local wage; married couple with 1 child	\$4,155
Police officer family	One earner at \$90,533 median local wage; married couple with 2 children	\$6,720

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$54,668 median local wage; married couple with 2 children	\$4,930
Truck driver and home health aide family	\$62,405 and \$37,604 median local wages; married couple with 2 children	\$7,885

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