

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Indiana Congressional District 3 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,455

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,847
Families with Children	\$3,967
Joint Filers with 2+ Children	\$5,870
Households without Children	\$1,893
Seniors (65+)	\$2,535

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	\$4,179
Single restaurant server	\$29,856 median local wage; tips assumed at 45% of earnings; no children	\$1,158
Teacher and office clerk family	\$61,684 and \$45,691 median local wages; married couple with 2 children	\$6,582
Single nurse with overtime	\$82,341 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,229
Single-parent home health aide	\$32,411 median local wage; 1 child	\$2,319
Electrician family	One earner at \$70,491 median local wage; married couple with 1 child	\$4,367
Plumber family	One earner at \$84,948 median local wage; married couple with 1 child	\$4,765
Construction worker family	One earner at \$50,365 median local wage; married couple with 1 child	\$4,197
Police officer family	One earner at \$80,316 median local wage; married couple with 2 children	\$5,837

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$80,030 median local wage; married couple with 2 children	\$5,830
Truck driver and home health aide family	\$63,496 and \$32,411 median local wages; married couple with 2 children	\$6,266

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