

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Indiana Congressional District 4 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,327

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,731
Families with Children	\$3,742
Joint Filers with 2+ Children	\$5,668
Households without Children	\$1,817
Seniors (65+)	\$2,449

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	\$30,194 median local wage; tips assumed at 45% of earnings; no children	\$1,190
Teacher and office clerk family	\$71,521 and \$47,904 median local wages; married couple with 2 children	\$5,677
Single nurse with overtime	\$91,664 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,588
Single-parent home health aide	\$35,409 median local wage; 1 child	\$2,443
Electrician family	One earner at \$80,515 median local wage; married couple with 1 child	\$4,643
Plumber family	One earner at \$79,506 median local wage; married couple with 1 child	\$4,615
Construction worker family	One earner at \$58,156 median local wage; married couple with 1 child	\$3,572
Police officer family	One earner at \$97,577 median local wage; married couple with 2 children	\$6,312

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$76,681 median local wage; married couple with 2 children	\$5,737
Truck driver and home health aide family	\$65,520 and \$35,409 median local wages; married couple with 2 children	\$6,405

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