

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Indiana Congressional District 8 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,215

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,577
Families with Children	\$3,538
Joint Filers with 2+ Children	\$5,565
Households without Children	\$1,761
Seniors (65+)	\$2,399

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	\$27,408 median local wage; tips assumed at 45% of earnings; no children	\$973
Teacher and office clerk family	\$58,969 and \$43,093 median local wages; married couple with 2 children	\$6,436
Single nurse with overtime	\$83,773 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,284
Single-parent home health aide	\$32,909 median local wage; 1 child	\$2,339
Electrician family	One earner at \$81,533 median local wage; married couple with 1 child	\$4,671
Plumber family	One earner at \$75,702 median local wage; married couple with 1 child	\$4,510
Construction worker family	One earner at \$50,617 median local wage; married couple with 1 child	\$3,062
Police officer family	One earner at \$69,741 median local wage; married couple with 2 children	\$5,546

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$65,860 median local wage; married couple with 2 children	\$5,297
Truck driver and home health aide family	\$59,725 and \$32,909 median local wages; married couple with 2 children	\$6,176

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