

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 5 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,312

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,574
Families with Children	\$3,771
Joint Filers with 2+ Children	\$5,963
Households without Children	\$1,846
Seniors (65+)	\$2,427

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	\$4,190
Single restaurant server	\$36,143 median local wage; tips assumed at 45% of earnings; no children	\$1,149
Teacher and office clerk family	\$64,149 and \$45,526 median local wages; married couple with 2 children	\$6,143
Single nurse with overtime	\$95,565 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,989
Single-parent home health aide	\$33,908 median local wage; 1 child	\$2,402
Electrician family	One earner at \$71,190 median local wage; married couple with 1 child	\$4,201
Plumber family	One earner at \$77,064 median local wage; married couple with 1 child	\$4,361
Construction worker family	One earner at \$51,459 median local wage; married couple with 1 child	\$3,022
Police officer family	One earner at \$72,165 median local wage; married couple with 2 children	\$5,428

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$52,980 median local wage; married couple with 2 children	\$4,009
Truck driver and home health aide family	\$56,566 and \$33,908 median local wages; married couple with 2 children	\$5,928

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