

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 7 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,730

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,733
Families with Children	\$4,706
Joint Filers with 2+ Children	\$7,183
Households without Children	\$2,118
Seniors (65+)	\$2,686

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	\$38,247 median local wage; tips assumed at 45% of earnings; no children	\$1,259
Teacher and office clerk family	\$70,155 and \$47,968 median local wages; married couple with 2 children	\$5,464
Single nurse with overtime	\$93,705 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,921
Single-parent home health aide	\$34,376 median local wage; 1 child	\$2,421
Electrician family	One earner at \$84,550 median local wage; married couple with 1 child	\$4,566
Plumber family	One earner at \$85,860 median local wage; married couple with 1 child	\$4,602
Construction worker family	One earner at \$53,717 median local wage; married couple with 1 child	\$3,111
Police officer family	One earner at \$83,359 median local wage; married couple with 2 children	\$5,734

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$63,180 median local wage; married couple with 2 children	\$4,821
Truck driver and home health aide family	\$58,356 and \$34,376 median local wages; married couple with 2 children	\$6,164

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