

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

Michigan Congressional District 8 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$1,866

KEY GROUPS

| KEY GROUP                     | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household             | \$1,337             |
| Families with Children        | \$2,882             |
| Joint Filers with 2+ Children | \$5,171             |
| Households without Children   | \$1,542             |
| Seniors (65+)                 | \$2,038             |

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        | \$38,310 median local wage; tips assumed at 45% of earnings; no children   | \$1,262           |
| Teacher and office clerk family | \$66,608 and \$42,915 median local wages; married couple with 2 children   | \$6,140           |
| Single nurse with overtime      | \$92,453 median local wage; overtime pay assumed at 5% of earnings; no children  | \$6,874           |
| Single-parent home health aide  | \$34,752 median local wage; 1 child  | \$2,436           |
| Electrician family              | One earner at \$78,955 median local wage; married couple with 1 child  | \$4,413           |
| Plumber family                  | One earner at \$87,162 median local wage; married couple with 1 child  | \$4,638           |
| Construction worker family      | One earner at \$51,217 median local wage; married couple with 1 child  | \$3,012           |
| Police officer family           | One earner at \$68,885 median local wage; married couple with 2 children   | \$5,338           |

| HOUSEHOLD EXAMPLE                               | ASSUMPTIONS  | ANNUAL TAX RELIEF |
|---|--|-------------------|
| <b>Firefighter family</b>                       | One earner at \$43,042 median local wage; married couple with 2 children | \$3,238           |
| <b>Truck driver and home health aide family</b> | \$53,114 and \$34,752 median local wages; married couple with 2 children | \$5,857           |

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**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.

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**America First Policy Institute**