

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

North Carolina Congressional District 1 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,356

KEY GROUPS

| KEY GROUP                     | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household             | \$1,365             |
| Families with Children        | \$3,612             |
| Joint Filers with 2+ Children | \$6,592             |
| Households without Children   | \$1,885             |
| Seniors (65+)                 | \$2,583             |

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 | \$4,567           |
| Single restaurant server        | \$30,164 median local wage; tips assumed at 45% of earnings; no children   | \$749             |
| Teacher and office clerk family | \$54,571 and \$41,727 median local wages; married couple with 2 children   | \$6,337           |
| Single nurse with overtime      | \$86,760 median local wage; overtime pay assumed at 5% of earnings; no children  | \$5,312           |
| Single-parent home health aide  | \$31,902 median local wage; 1 child  | \$2,646           |
| Electrician family              | One earner at \$57,307 median local wage; married couple with 1 child  | \$3,916           |
| Plumber family                  | One earner at \$54,042 median local wage; married couple with 1 child  | \$3,600           |
| Construction worker family      | One earner at \$44,779 median local wage; married couple with 1 child  | \$3,216           |
| Police officer family           | One earner at \$61,504 median local wage; married couple with 2 children   | \$5,147           |

| HOUSEHOLD EXAMPLE                               | ASSUMPTIONS  | ANNUAL TAX RELIEF |
|---|--|-------------------|
| <b>Firefighter family</b>                       | One earner at \$39,480 median local wage; married couple with 2 children | \$3,248           |
| <b>Truck driver and home health aide family</b> | \$52,548 and \$31,902 median local wages; married couple with 2 children | \$6,012           |

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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**