

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

New Jersey Congressional District 2 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,220

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,573
Families with Children	\$3,540
Joint Filers with 2+ Children	\$6,389
Households without Children	\$1,785
Seniors (65+)	\$2,507

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	\$4,110
Single restaurant server	\$44,178 median local wage; tips assumed at 45% of earnings; no children	\$1,687
Teacher and office clerk family	\$94,224 and \$49,333 median local wages; married couple with 2 children	\$9,812
Single nurse with overtime	\$114,702 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,153
Single-parent home health aide	\$38,124 median local wage; 1 child	\$2,589
Electrician family	One earner at \$79,786 median local wage; married couple with 1 child	\$4,501
Plumber family	One earner at \$81,008 median local wage; married couple with 1 child	\$4,535
Construction worker family	One earner at \$62,399 median local wage; married couple with 1 child	\$4,008
Police officer family	One earner at \$106,781 median local wage; married couple with 2 children	\$6,696

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$104,001 median local wage; married couple with 2 children	\$6,620
Truck driver and home health aide family	\$66,832 and \$38,124 median local wages; married couple with 2 children	\$6,646

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