

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

New Jersey Congressional District 4 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,929

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,992
Families with Children	\$5,101
Joint Filers with 2+ Children	\$7,522
Households without Children	\$2,185
Seniors (65+)	\$2,708

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	\$47,704 median local wage; tips assumed at 45% of earnings; no children	\$1,958
Teacher and office clerk family	\$100,009 and \$49,739 median local wages; married couple with 2 children	\$11,495
Single nurse with overtime	\$120,284 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,356
Single-parent home health aide	\$40,264 median local wage; 1 child	\$2,674
Electrician family	One earner at \$81,026 median local wage; married couple with 1 child	\$4,535
Plumber family	One earner at \$84,174 median local wage; married couple with 1 child	\$4,602
Construction worker family	One earner at \$65,574 median local wage; married couple with 1 child	\$4,096
Police officer family	One earner at \$112,123 median local wage; married couple with 2 children	\$6,302

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$111,550 median local wage; married couple with 2 children	\$6,289
Truck driver and home health aide family	\$69,124 and \$40,264 median local wages; married couple with 2 children	\$6,241

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