

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

New Mexico Congressional District 1 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$1,877

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,319
Families with Children	\$2,759
Joint Filers with 2+ Children	\$5,297
Households without Children	\$1,569
Seniors (65+)	\$2,413

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	\$4,683
Single restaurant server	\$32,262 median local wage; tips assumed at 45% of earnings; no children	\$967
Teacher and office clerk family	\$71,900 and \$38,484 median local wages; married couple with 2 children	\$6,841
Single nurse with overtime	\$93,543 median local wage; overtime pay assumed at 5% of earnings; no children	\$5,818
Single-parent home health aide	\$29,030 median local wage; 1 child	\$2,424
Electrician family	One earner at \$60,295 median local wage; married couple with 1 child	\$4,461
Plumber family	One earner at \$63,231 median local wage; married couple with 1 child	\$4,795
Construction worker family	One earner at \$40,826 median local wage; married couple with 1 child	\$2,486
Police officer family	One earner at \$67,132 median local wage; married couple with 2 children	\$6,101

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$45,489 median local wage; married couple with 2 children	\$3,402
Truck driver and home health aide family	\$51,255 and \$29,030 median local wages; married couple with 2 children	\$6,467

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