

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Tennessee Congressional District 1 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,692

KEY GROUPS

| KEY GROUP | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household | \$1,512 |
| Families with Children | \$4,021 |
| Joint Filers with 2+ Children | \$7,076 |
| Households without Children | \$2,199 |
| Seniors (65+) | \$2,902 |

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 | \$4,115 |
| Single restaurant server | \$30,111 median local wage; tips assumed at 45% of earnings; no children | \$827 |
| Teacher and office clerk family | \$59,755 and \$39,395 median local wages; married couple with 2 children | \$7,633 |
| Single nurse with overtime | \$83,761 median local wage; overtime pay assumed at 5% of earnings; no children | \$4,853 |
| Single-parent home health aide | \$32,559 median local wage; 1 child | \$2,459 |
| Electrician family | One earner at \$62,733 median local wage; married couple with 1 child | \$4,274 |
| Plumber family | One earner at \$61,186 median local wage; married couple with 1 child | \$4,231 |
| Construction worker family | One earner at \$46,793 median local wage; married couple with 1 child | \$2,908 |
| Police officer family | One earner at \$62,966 median local wage; married couple with 2 children | \$5,265 |

| HOUSEHOLD EXAMPLE | ASSUMPTIONS | ANNUAL TAX RELIEF |
|--|--|-------------------|
| Firefighter family | One earner at \$50,131 median local wage; married couple with 2 children | \$4,168 |
| Truck driver and home health aide family | \$58,939 and \$32,559 median local wages; married couple with 2 children | \$6,276 |

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