

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Tennessee Congressional District 3 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,538

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,644
Families with Children	\$3,713
Joint Filers with 2+ Children	\$6,127
Households without Children	\$2,116
Seniors (65+)	\$2,776

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	\$28,481 median local wage; tips assumed at 45% of earnings; no children	\$713
Teacher and office clerk family	\$64,047 and \$39,080 median local wages; married couple with 2 children	\$7,744
Single nurse with overtime	\$80,042 median local wage; overtime pay assumed at 5% of earnings; no children	\$4,714
Single-parent home health aide	\$31,664 median local wage; 1 child	\$2,421
Electrician family	One earner at \$60,359 median local wage; married couple with 1 child	\$4,208
Plumber family	One earner at \$60,763 median local wage; married couple with 1 child	\$4,219
Construction worker family	One earner at \$44,588 median local wage; married couple with 1 child	\$2,814
Police officer family	One earner at \$58,542 median local wage; married couple with 2 children	\$5,157

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$49,187 median local wage; married couple with 2 children	\$4,129
Truck driver and home health aide family	\$57,956 and \$31,664 median local wages; married couple with 2 children	\$6,224

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