

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Tennessee Congressional District 5 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$3,122

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$2,053
Families with Children	\$4,887
Joint Filers with 2+ Children	\$8,162
Households without Children	\$2,510
Seniors (65+)	\$3,329

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	\$32,114 median local wage; tips assumed at 45% of earnings; no children	\$944
Teacher and office clerk family	\$64,096 and \$41,822 median local wages; married couple with 2 children	\$7,822
Single nurse with overtime	\$86,029 median local wage; overtime pay assumed at 5% of earnings; no children	\$4,938
Single-parent home health aide	\$35,092 median local wage; 1 child	\$2,567
Electrician family	One earner at \$64,789 median local wage; married couple with 1 child	\$4,331
Plumber family	One earner at \$63,454 median local wage; married couple with 1 child	\$4,294
Construction worker family	One earner at \$48,266 median local wage; married couple with 1 child	\$2,971
Police officer family	One earner at \$70,173 median local wage; married couple with 2 children	\$5,681

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$50,831 median local wage; married couple with 2 children	\$4,197
Truck driver and home health aide family	\$60,571 and \$35,092 median local wages; married couple with 2 children	\$6,392

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