

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Tennessee Congressional District 7 | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$3,276

KEY GROUPS

| KEY GROUP | AVERAGE TAX SAVINGS |
|-------------------------------|---------------------|
| Head of Household | \$2,100 |
| Families with Children | \$5,121 |
| Joint Filers with 2+ Children | \$8,327 |
| Households without Children | \$2,608 |
| Seniors (65+) | \$3,460 |

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 | \$31,918 median local wage; tips assumed at 45% of earnings; no children | \$934 |
| Teacher and office clerk family | \$63,287 and \$41,697 median local wages; married couple with 2 children | \$7,795 |
| Single nurse with overtime | \$85,918 median local wage; overtime pay assumed at 5% of earnings; no children | \$4,934 |
| Single-parent home health aide | \$34,876 median local wage; 1 child | \$2,558 |
| Electrician family | One earner at \$64,670 median local wage; married couple with 1 child | \$4,328 |
| Plumber family | One earner at \$63,485 median local wage; married couple with 1 child | \$4,295 |
| Construction worker family | One earner at \$48,063 median local wage; married couple with 1 child | \$2,962 |
| Police officer family | One earner at \$69,698 median local wage; married couple with 2 children | \$5,668 |

| HOUSEHOLD EXAMPLE | ASSUMPTIONS | ANNUAL TAX RELIEF |
|---|--|-------------------|
| Firefighter family | One earner at \$50,850 median local wage; married couple with 2 children | \$4,198 |
| Truck driver and home health aide family | \$60,238 and \$34,876 median local wages; married couple with 2 children | \$6,377 |

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