

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

District of Columbia | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,450

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,234
Families with Children	\$3,999
Joint Filers with 2+ Children	\$11,200
Households without Children	\$2,040
Seniors (65+)	\$2,828

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	\$4,882
Single restaurant server	\$48,510 median local wage; tips assumed at 45% of earnings; no children	\$2,307
Teacher and office clerk family	\$90,825 and \$56,289 median local wages; married couple with 2 children	\$11,163
Single nurse with overtime	\$110,808 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,629
Single-parent home health aide	\$41,780 median local wage; 1 child	\$2,596
Electrician family	One earner at \$86,856 median local wage; married couple with 1 child	\$5,428
Plumber family	One earner at \$86,856 median local wage; married couple with 1 child	\$5,428
Construction worker family	One earner at \$52,484 median local wage; married couple with 1 child	\$2,285
Police officer family	One earner at \$93,617 median local wage; married couple with 2 children	\$7,102

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$84,185 median local wage; married couple with 2 children	\$6,459
Truck driver and home health aide family	\$67,418 and \$41,780 median local wages; married couple with 2 children	\$6,606

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