

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Kentucky | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$1,997

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,220
Families with Children	\$3,066
Joint Filers with 2+ Children	\$5,360
Households without Children	\$1,589
Seniors (65+)	\$2,278

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	\$4,205
Single restaurant server	\$23,592 median local wage; tips assumed at 45% of earnings; no children	\$354
Teacher and office clerk family	\$62,473 and \$38,166 median local wages; married couple with 2 children	\$6,390
Single nurse with overtime	\$84,693 median local wage; overtime pay assumed at 5% of earnings; no children	\$4,962
Single-parent home health aide	\$36,894 median local wage; 1 child	\$2,623
Electrician family	One earner at \$63,051 median local wage; married couple with 1 child	\$3,869
Plumber family	One earner at \$66,104 median local wage; married couple with 1 child	\$4,142
Construction worker family	One earner at \$48,054 median local wage; married couple with 1 child	\$2,999
Police officer family	One earner at \$63,835 median local wage; married couple with 2 children	\$4,848

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$39,363 median local wage; married couple with 2 children	\$2,507
Truck driver and home health aide family	\$58,918 and \$36,894 median local wages; married couple with 2 children	\$6,258

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