

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Maryland | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,075

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,480
Families with Children	\$3,520
Joint Filers with 2+ Children	\$6,364
Households without Children	\$1,577
Seniors (65+)	\$2,252

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	\$4,187
Single restaurant server	\$37,244 median local wage; tips assumed at 45% of earnings; no children	\$1,147
Teacher and office clerk family	\$80,246 and \$49,146 median local wages; married couple with 2 children	\$7,173
Single nurse with overtime	\$102,626 median local wage; overtime pay assumed at 5% of earnings; no children	\$5,445
Single-parent home health aide	\$39,183 median local wage; 1 child	\$2,628
Electrician family	One earner at \$69,580 median local wage; married couple with 1 child	\$4,102
Plumber family	One earner at \$67,057 median local wage; married couple with 1 child	\$4,034
Construction worker family	One earner at \$49,093 median local wage; married couple with 1 child	\$2,847
Police officer family	One earner at \$82,076 median local wage; married couple with 2 children	\$5,812

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$74,805 median local wage; married couple with 2 children	\$5,445
Truck driver and home health aide family	\$60,603 and \$39,183 median local wages; married couple with 2 children	\$6,295

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