

WORKING FAMILIES TAX CUT

# Benefits to Families from the Working Families Tax Cut

Michigan | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

**\$2,324**

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,452
Families with Children	\$3,794
Joint Filers with 2+ Children	\$6,478
Households without Children	\$1,857
Seniors (65+)	\$2,459

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	\$4,190
Single restaurant server	\$38,091 median local wage; tips assumed at 45% of earnings; no children	\$1,251
Teacher and office clerk family	\$66,474 and \$46,581 median local wages; married couple with 2 children	\$6,071
Single nurse with overtime	\$90,798 median local wage; overtime pay assumed at 5% of earnings; no children	\$6,814
Single-parent home health aide	\$35,410 median local wage; 1 child	\$2,462
Electrician family	One earner at \$77,031 median local wage; married couple with 1 child	\$4,361
Plumber family	One earner at \$81,641 median local wage; married couple with 1 child	\$4,487
Construction worker family	One earner at \$51,583 median local wage; married couple with 1 child	\$3,027
Police officer family	One earner at \$78,875 median local wage; married couple with 2 children	\$5,611

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
<b>Firefighter family</b>	One earner at \$58,896 median local wage; married couple with 2 children	\$4,729
<b>Truck driver and home health aide family</b>	\$58,441 and \$35,410 median local wages; married couple with 2 children	\$6,195

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**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.

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**America First Policy Institute**