

WORKING FAMILIES TAX CUT

Benefits to Families from the Working Families Tax Cut

Montana | Tax Year 2026

ESTIMATED AVERAGE TAX CUT

\$2,492

KEY GROUPS

KEY GROUP	AVERAGE TAX SAVINGS
Head of Household	\$1,512
Families with Children	\$4,195
Joint Filers with 2+ Children	\$6,676
Households without Children	\$1,985
Seniors (65+)	\$2,885

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	\$4,189
Single restaurant server	\$23,985 median local wage; tips assumed at 45% of earnings; no children	\$536
Teacher and office clerk family	\$61,792 and \$46,740 median local wages; married couple with 2 children	\$6,705
Single nurse with overtime	\$86,442 median local wage; overtime pay assumed at 5% of earnings; no children	\$5,083
Single-parent home health aide	\$35,134 median local wage; 1 child	\$2,561
Electrician family	One earner at \$73,109 median local wage; married couple with 1 child	\$4,161
Plumber family	One earner at \$82,595 median local wage; married couple with 1 child	\$4,425
Construction worker family	One earner at \$52,177 median local wage; married couple with 1 child	\$3,159
Police officer family	One earner at \$74,095 median local wage; married couple with 2 children	\$5,388

HOUSEHOLD EXAMPLE	ASSUMPTIONS	ANNUAL TAX RELIEF
Firefighter family	One earner at \$67,852 median local wage; married couple with 2 children	\$5,214
Truck driver and home health aide family	\$62,595 and \$35,134 median local wages; married couple with 2 children	\$6,774

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