

The Cost of the Large Credit Union Tax Exemption

Large Credit Unions (Assets >\$1B)

In 2025, if large Arizona credit unions were taxed at the same rate as community banks, they **would have paid** a total of:

\$13,698,378	in state income taxes +
\$55,830,674	in federal income taxes =
\$69,529,051	in total income taxes

If large credit unions paid their fair share, total taxes could cover:

Funding the annual cost of education for an additional 5,793 Arizona K-12 students.
Funding full Medicaid coverage for an additional 6,436 low-income Arizona adults.
Funding full Medicaid coverage for an additional 17,571 low-income <<State>> children.
An additional 730 <<State>> registered nurses.
An additional 1,146 Arizona firefighters.
An additional 844 Arizona police officers.
An additional 1,226 Arizona Kindergarten teachers.
An additional 1,109 Arizona public school teachers.

The Value of Community Bank Taxes

Community Banks

In 2025, Arizona community banks were taxed and **paid** a total of:

\$11,207,028	in state income taxes +
\$45,676,643	in federal income taxes =
\$56,883,670	in total income taxes

These tax contributions are equivalent to:

Covering the annual cost of education for 4,739 Arizona K-12 students.
Funding full Medicaid coverage for 5,266 low-income Arizona adults.
Funding full Medicaid coverage for 14,375 low-income Arizona children.
Covering the salaries of 597 Arizona registered nurses.
Covering the salaries of 938 Arizona firefighters.
Covering the salaries of 690 Arizona police officers.
Covering the salaries of 1,003 Arizona kindergarten teachers.
Covering the salaries of 907 Arizona public school teachers.

Sources: FFIEC 2025 Q4 Call Reports, NCUA 2025 Q4 Call Reports, FDIC Statement of Deposits Reports, Tax Foundation, Kaiser Family Foundation, Medicaid.gov, Bureau of Labor Statistics, National Center for Education Statistics, National Education Association, Education Data Initiative.