

# The Cost of the Large Credit Union Tax Exemption

## Large Credit Unions (Assets >\$1B)

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

\$29,449,900	in state income taxes +
\$96,890,172	in federal income taxes =
<b>\$126,340,072</b>	<b>in total income taxes</b>

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

Funding the annual cost of education for an additional <b>6,899</b> Michigan K-12 students.
Funding full Medicaid coverage for an additional <b>11,243</b> low-income Michigan adults.
Funding full Medicaid coverage for an additional <b>36,201</b> low-income <<State>> children.
An additional <b>1,395</b> <<State>> registered nurses.
An additional <b>2,257</b> Michigan firefighters.
An additional <b>1,770</b> Michigan police officers.
An additional <b>1,910</b> Michigan Kindergarten teachers.
An additional <b>1,829</b> Michigan public school teachers.

# The Value of Community Bank Taxes

## Community Banks

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

\$51,188,628	in state income taxes +
\$168,410,586	in federal income taxes =
<b>\$219,599,214</b>	<b>in total income taxes</b>

These tax contributions are equivalent to:

Covering the annual cost of education for <b>11,991</b> Michigan K-12 students.
Funding full Medicaid coverage for <b>19,543</b> low-income Michigan adults.
Funding full Medicaid coverage for <b>62,922</b> low-income Michigan children.
Covering the salaries of <b>2,424</b> Michigan registered nurses.
Covering the salaries of <b>3,924</b> Michigan firefighters.
Covering the salaries of <b>3,076</b> Michigan police officers.
Covering the salaries of <b>3,319</b> Michigan kindergarten teachers.
Covering the salaries of <b>3,180</b> Michigan 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.