

The Cost of the Large Credit Union Tax Exemption

Large Credit Unions (Assets >\$1B)

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

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|----------------------|------------------------------|
| \$24,956,694 | in state income taxes + |
| \$75,388,414 | in federal income taxes = |
| \$100,345,108 | in total income taxes |

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

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| Funding the annual cost of education for an additional 8,227 Tennessee K-12 students. |
| Funding full Medicaid coverage for an additional 9,696 low-income Tennessee adults. |
| Funding full Medicaid coverage for an additional 23,960 low-income <<State>> children. |
| An additional 1,224 <<State>> registered nurses. |
| An additional 2,015 Tennessee firefighters. |
| An additional 1,665 Tennessee police officers. |
| An additional 1,836 Tennessee Kindergarten teachers. |
| An additional 1,711 Tennessee public school teachers. |

The Value of Community Bank Taxes

Community Banks

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

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|----------------------|------------------------------|
| \$56,061,859 | in state income taxes + |
| \$169,349,939 | in federal income taxes = |
| \$225,411,799 | in total income taxes |

These tax contributions are equivalent to:

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| Covering the annual cost of education for 18,481 Tennessee K-12 students. |
| Funding full Medicaid coverage for 21,781 low-income Tennessee adults. |
| Funding full Medicaid coverage for 53,823 low-income Tennessee children. |
| Covering the salaries of 2,749 Tennessee registered nurses. |
| Covering the salaries of 4,525 Tennessee firefighters. |
| Covering the salaries of 3,739 Tennessee police officers. |
| Covering the salaries of 4,125 Tennessee kindergarten teachers. |
| Covering the salaries of 3,845 Tennessee 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.