The Cost of the Large Credit Union Tax Exemption

Large Credit Unions (Assets >$1B)

In 2024, if large Alabama credit unions were taxed at the same rate as community banks, they **would have paid** a total of:

$11,887,623	in state income taxes +
$35,909,767	in federal income taxes =
$47,797,391	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 3,551 U.S. K–12 students.
Funding full Medicaid coverage for an additional 4,678 low-income U.S. adults.
Funding full Medicaid coverage for an additional 17,835 low-income U.S. children.
An additional 670 U.S. registered nurses.
An additional 1,047 U.S. firefighters.
An additional 914 U.S. police officers.
An additional 911 U.S. Kindergarten teachers.
An additional 791 U.S. public school teachers.

The Value of Community Bank Taxes

Community Banks

In 2024, Alabama community banks were taxed and **paid** a total of:

$55,502,275	in state income taxes +
$167,659,565	in federal income taxes =
$223,161,840	in total income taxes

These tax contributions are equivalent to:

Covering the annual cost of education for 16,578 U.S. K–12 students.
Funding full Medicaid coverage for 21,843 low-income U.S. adults.
Funding full Medicaid coverage for 83,269 low-income U.S. children.
Covering the salaries of 3,127 U.S. registered nurses.
Covering the salaries of 4,889 U.S. firefighters.
Covering the salaries of 4,269 U.S. police officers.
Covering the salaries of 4,252 U.S. kindergarten teachers.
Covering the salaries of 3,692 U.S. public school teachers.

Sources: FFIEC 2024 Q4 Call Reports, NCUA 2024 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.

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