

SETTING THE RECORD STRAIGHT: BANK MYTHS ABOUT CREDIT UNIONS

BANK CLAIM:

Credit unions pay no taxes whatsoever.

THE FACTS ARE:

// Credit unions do pay taxes. Their marketplace presence generates **\$10.7 billion in federal tax revenue** and another **\$6.4 billion in state and local tax revenue**.

Credit Union Contributions in Federal Tax Revenue

\$4.2 Billion

Direct taxes paid by credit unions and their employees (e.g., FICA taxes, personal income taxes, excise taxes, etc.).

+

\$3.0 Billion

Indirect taxes generated by credit unions through purchases of 3rd party contracting goods and services (e.g., office supplies, IT supplies, etc.)

+

\$3.5 Billion

Taxes generated by credit union employees spending in the local economy.



**\$10.7
Billion**

This is the more than 6x larger than the estimated \$1.7 billion in foregone federal income tax.

Credit Union Contributions in State & Local Tax Revenue

\$2.4 Billion

Direct taxes paid by credit unions and their employees (e.g., sales taxes, property taxes, motor vehicle license fees, severance taxes, personal income taxes, etc.).

+

\$1.3 Billion

Indirect taxes generated by credit unions through purchases of 3rd party contracting goods and services (e.g., office supplies, IT supplies, etc.)

+

\$2.7 Billion

Taxes generated by credit union employees spending in the local economy.



**\$6.4
Billion**

Additionally, credit union members paid **\$1.4 trillion in state and federal income taxes** in the most recent federal tax year.