

The Cost of the Large Credit Union Tax Exemption

Large Credit Unions (Assets >\$1B)

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

\$1,931,719	in state income taxes +
\$9,028,317	in federal income taxes =
\$10,960,036	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 790 Arkansas K-12 students.
Funding full Medicaid coverage for an additional 1,046 low-income Arkansas adults.
Funding full Medicaid coverage for an additional 5,129 low-income <<State>> children.
An additional 141 <<State>> registered nurses.
An additional 250 Arkansas firefighters.
An additional 221 Arkansas police officers.
An additional 208 Arkansas Kindergarten teachers.
An additional 188 Arkansas public school teachers.

The Value of Community Bank Taxes

Community Banks

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

\$37,083,811	in state income taxes +
\$173,319,383	in federal income taxes =
\$210,403,194	in total income taxes

These tax contributions are equivalent to:

Covering the annual cost of education for 15,166 Arkansas K-12 students.
Funding full Medicaid coverage for 20,078 low-income Arkansas adults.
Funding full Medicaid coverage for 98,457 low-income Arkansas children.
Covering the salaries of 2,707 Arkansas registered nurses.
Covering the salaries of 4,796 Arkansas firefighters.
Covering the salaries of 4,233 Arkansas police officers.
Covering the salaries of 3,986 Arkansas kindergarten teachers.
Covering the salaries of 3,607 Arkansas 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.