

The Cost of the Large Credit Union Tax Exemption

Large Credit Unions (Assets >\$1B)

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

\$162,837,982	in state income taxes +
\$352,636,334	in federal income taxes =
\$515,474,315	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 25,477 California K-12 students.
Funding full Medicaid coverage for an additional 42,147 low-income California adults.
Funding full Medicaid coverage for an additional 144,229 low-income <<State>> children.
An additional 3,475 <<State>> registered nurses.
An additional 5,249 California firefighters.
An additional 4,618 California police officers.
An additional 5,796 California Kindergarten teachers.
An additional 5,099 California public school teachers.

The Value of Community Bank Taxes

Community Banks

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

\$471,729,822	in state income taxes +
\$1,021,561,879	in federal income taxes =
\$1,493,291,701	in total income taxes

These tax contributions are equivalent to:

Covering the annual cost of education for 73,805 California K-12 students.
Funding full Medicaid coverage for 122,097 low-income California adults.
Funding full Medicaid coverage for 417,821 low-income California children.
Covering the salaries of 10,067 California registered nurses.
Covering the salaries of 15,207 California firefighters.
Covering the salaries of 13,377 California police officers.
Covering the salaries of 16,792 California kindergarten teachers.
Covering the salaries of 14,773 California 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.