

# The Cost of the Large Credit Union Tax Exemption

## Large Credit Unions (Assets >\$1B)

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

|                     |                              |
|---------------------|------------------------------|
| \$5,791,426         | in state income taxes +      |
| \$13,525,613        | in federal income taxes =    |
| <b>\$19,317,040</b> | <b>in total income taxes</b> |

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

|  |
|--|
| Funding the annual cost of education for an additional <b>749</b> Connecticut K–12 students. |
| Funding full Medicaid coverage for an additional <b>1,613</b> low-income Connecticut adults. |
| Funding full Medicaid coverage for an additional <b>5,116</b> low-income <<State>> children. |
| An additional <b>186</b> <<State>> registered nurses.  |
| An additional <b>268</b> Connecticut firefighters.   |
| An additional <b>232</b> Connecticut police officers.  |
| An additional <b>218</b> Connecticut Kindergarten teachers.                                  |
| An additional <b>223</b> Connecticut public school teachers.                                 |

# The Value of Community Bank Taxes

## Community Banks

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

|                     |                              |
|---------------------|------------------------------|
| \$28,800,746        | in state income taxes +      |
| \$67,262,833        | in federal income taxes =    |
| <b>\$96,063,580</b> | <b>in total income taxes</b> |

These tax contributions are equivalent to:

|   |
|---|
| Covering the annual cost of education for <b>3,723</b> Connecticut K–12 students. |
| Funding full Medicaid coverage for <b>8,023</b> low-income Connecticut adults.    |
| Funding full Medicaid coverage for <b>25,441</b> low-income Connecticut children. |
| Covering the salaries of <b>927</b> Connecticut registered nurses.                |
| Covering the salaries of <b>1,333</b> Connecticut firefighters.                   |
| Covering the salaries of <b>1,154</b> Connecticut police officers.                |
| Covering the salaries of <b>1,085</b> Connecticut kindergarten teachers.          |
| Covering the salaries of <b>1,110</b> Connecticut 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.