

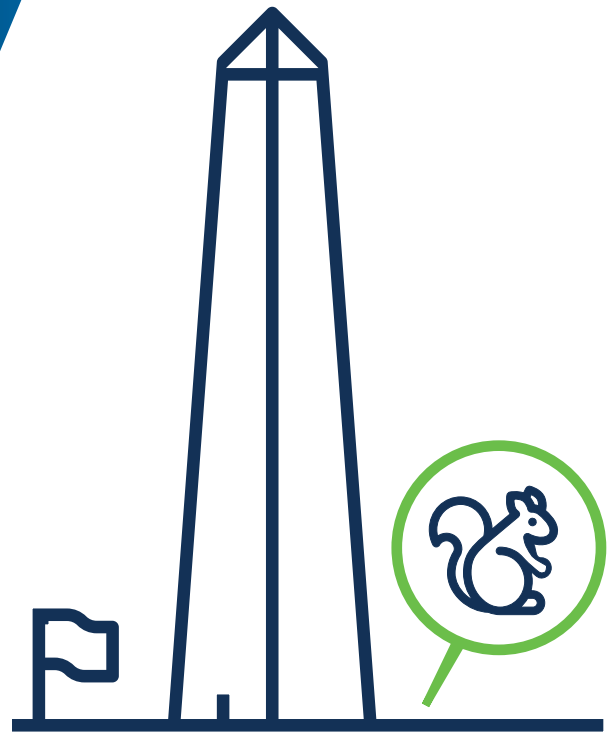


National Association of  
Federally-Insured Credit Unions

## CREDIT UNION TAX EXEMPTION IMPACT STUDY

### The CU tax exemption is justified and extremely small

- › CUs warrant a federal income tax exemption due to their cooperative structure and mutual purpose
- › The outlay for the CU tax exemption was less than 0.1% of the 2020 budget deficit. If the total deficit were the height of the Washington Monument, the CU tax exemption would be the size of the average squirrel.



### The CU industry provides enormous benefits to everyday Americans

- › CUs pass along the value of their tax exemption to 125 million members through lower rates and fees, and superior service.
- › Even nonmembers benefit due to the competitive influence of CUs on other financial institutions.
- › NAFCU's 2021 study finds that the CU tax exemption benefits households to the tune of \$15 billion per year.

### Loss of the exemption would harm both the US economy and federal tax revenues

- › If the tax exemption were revoked, it would cost the economy nearly 80,000 jobs per year.
- › It would also cost the federal government \$5.6 billion annually in total tax revenues, which is more than double the outlay for the exemption.

