



# Pennsylvania Credit Unions: The Real Story

Tax-paying Pennsylvania banks compete head to head with tax-exempt credit unions. Although they portray themselves as mom and pop shops for people of modest means, today credit unions are a \$2.2 trillion industry, with many indistinguishable from banks. The BIG difference—they don't pay federal income taxes, depriving the U.S. Treasury of nearly \$3.1 billion every year.

## Who Pays the Taxes?

### Taxes Paid in 2022

PA Credit Unions  
\$0

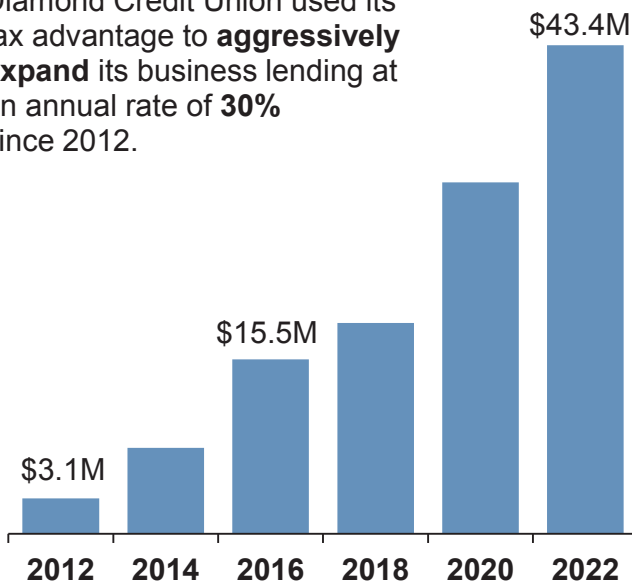
PA Banks\*  
\$821,126,000

\*Includes all applicable federal, state and local, and foreign income taxes

Police and Fire Federal Credit Union would have paid \$25.7 million in taxes during 2022, had it paid its fair share.

## Indistinguishable from Banks

Diamond Credit Union used its tax advantage to **aggressively expand** its business lending at an annual rate of **30%** since 2012.

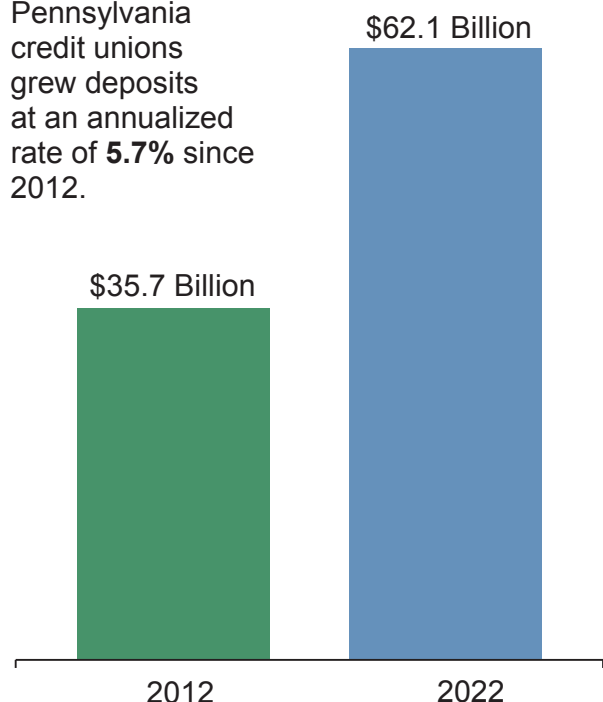


## Larger than Most Pennsylvania Banks

Pennsylvania State Employees Credit Union, with **\$8.1 billion in assets**, is the largest credit union in Pennsylvania, **larger than 93%** of all Pennsylvania-headquartered banks.

## Pennsylvania Credit Unions Leverage Their Tax Exemption to Grow Deposits

Pennsylvania credit unions grew deposits at an annualized rate of **5.7%** since 2012.



## Large Credit Union Auto Lenders

**Three of the top five** Pennsylvania-headquartered auto lenders are credit unions.

Institution	Auto Loans(\$000)
Members 1st FCU	2,477,372
Pennsylvania State Employees	2,368,543
Police and Fire FCU	1,865,954
Northwest Bank	1,797,788
First National Bank of PA	1,576,795