

Alabama Credit Unions: The Real Story

Tax-paying Alabama 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 \$2.4 trillion industry, with many indistinguishable from banks. The BIG difference—they don't pay federal income taxes, depriving the U.S. Treasury of nearly \$3.95 billion every year.

Who Pays the Taxes?

Taxes Paid in 2025

AL Credit Unions

\$0

AL Banks

\$766,604,000

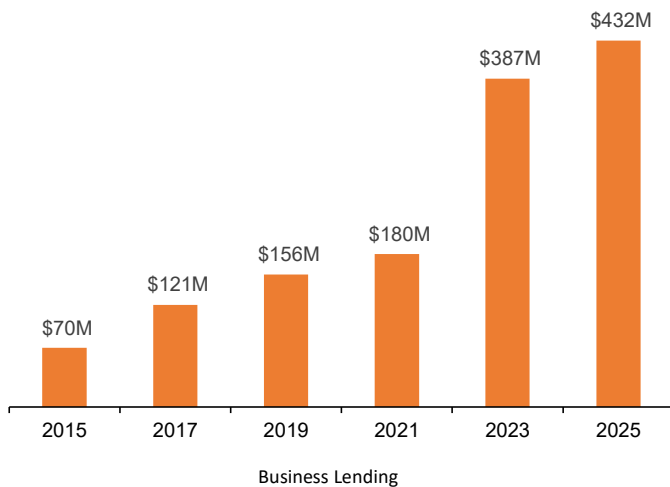
*Includes all applicable federal, state and local, and foreign income taxes

Redstone Federal Credit Union

would have paid **\$22.1 million** in taxes during 2025, had it paid its fair share.

Indistinguishable from Banks

Redstone Federal Credit Union used its tax advantage to **aggressively expand** its business lending at an annual rate of 20% since 2015.

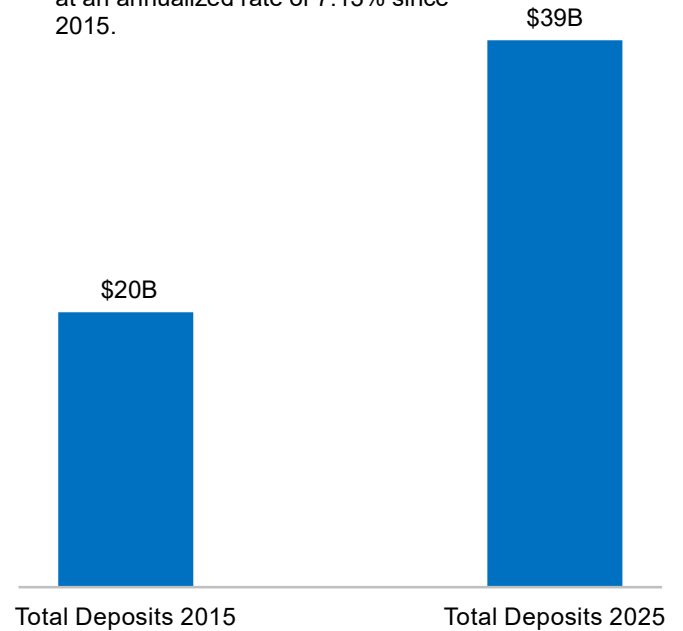


Larger than Alabama Banks

Redstone Federal Credit Union, with \$8.4 billion in assets, is the largest credit union in Alabama, larger than 98% of Alabama headquartered banks.

Alabama Credit Unions Leverage Their Tax Exemption to Grow Deposits

Alabama credit unions grew deposits at an annualized rate of 7.13% since 2015.



Large Credit Union Auto Lenders

All five of the top five Alabama-headquartered auto lenders are credit unions.

Institution	Auto Loans (\$000)
America's First Federal Credit Union	1,318,233
Redstone Federal Credit Union	984,102
All In Federal Credit Union	516,973
Guardian Credit Union	516,925
MAX Credit Union	427,498