

Kentucky Credit Unions: The Real Story

Tax-paying Kentucky 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 \$2.1 trillion industry, with many indistinguishable from banks. The **BIG** difference—they don't pay federal income taxes, depriving the U.S. Treasury of nearly \$4.5 billion every year.

Who Pays the Taxes?

Taxes Paid in 2021

KY Credit Unions

\$0

KY Banks*

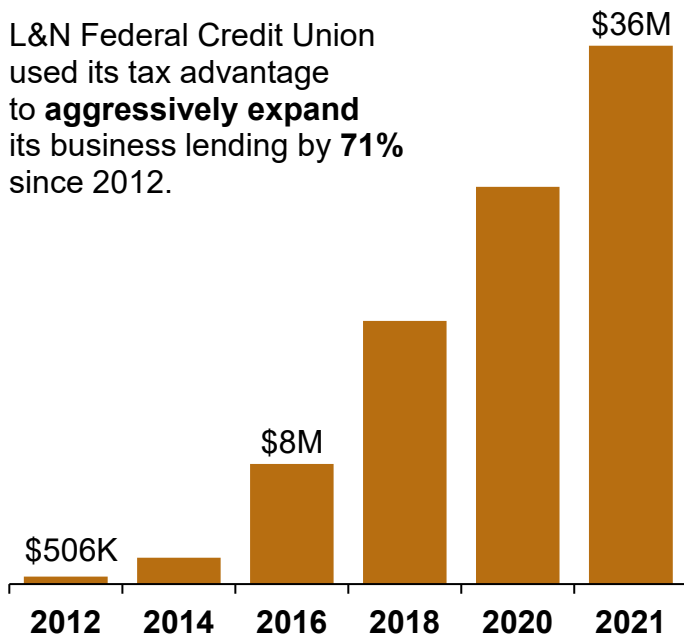
\$166,857,000

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

Abound Federal Credit Union would have paid **\$5.9 million in taxes** during 2021, had it paid its fair share.

Indistinguishable from Banks

L&N Federal Credit Union used its tax advantage to **aggressively expand** its business lending by **71%** since 2012.

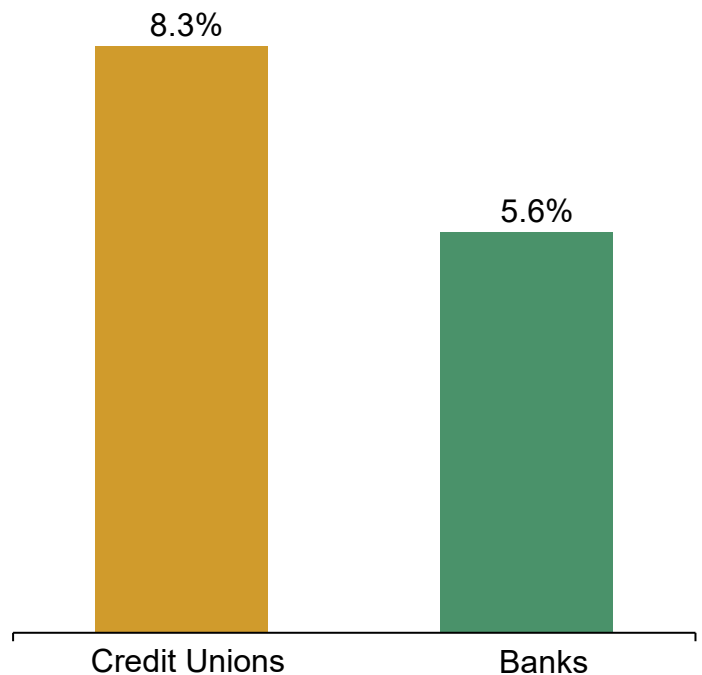


No Common Bond

Abound Federal Credit Union with **\$2 billion in assets**, is the largest credit union in Kentucky, **larger than 94%** of Kentucky-headquartered banks.

Kentucky Credit Unions Leverage Their Tax Exemption to Grow Deposits

(Annualized Growth 2010 - 2021)



Large Credit Union Deposits

Abound Federal Credit Union, with \$2 billion in deposits, is the **eighth largest** Kentucky-headquartered depository institution in its market.