

Massachusetts Credit Unions: The Real Story

Tax-paying Massachusetts 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

MA Credit Unions

\$0

MA Banks*

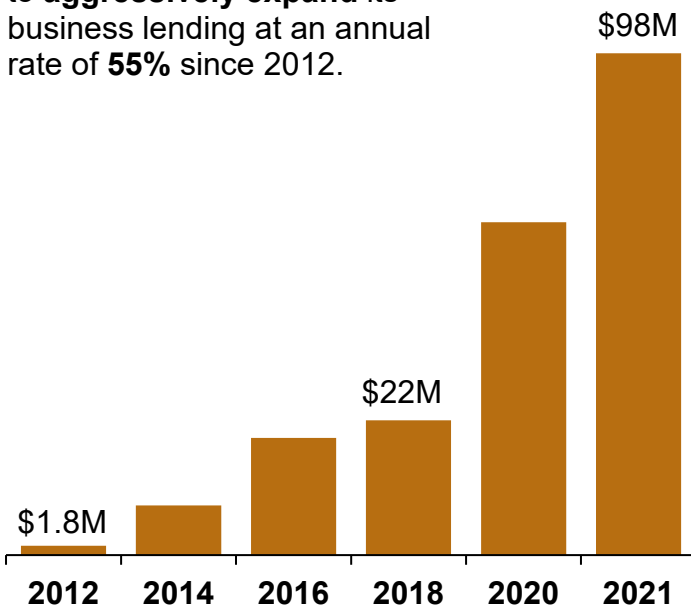
\$1,257,160,000

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

Digital Federal Credit Union would have paid \$7.7 million in taxes during 2021, had it paid its fair share.

Indistinguishable from Banks

Hanscom Federal Credit Union used its tax advantage to **aggressively expand** its business lending at an annual rate of **55%** since 2012.

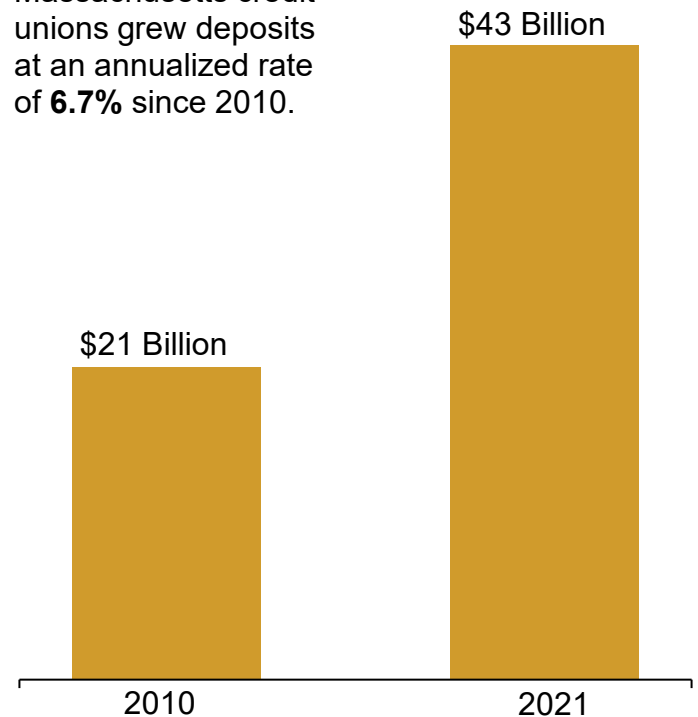


Larger than Most Massachusetts Banks

Digital Federal Credit Union, with **\$9.9 billion in assets**, is the largest credit union in Massachusetts, **larger than 95%** of Massachusetts-headquartered banks.

Massachusetts Credit Unions Leverage Their Tax Exemption to Grow Deposits

Massachusetts credit unions grew deposits at an annualized rate of **6.7%** since 2010.



Large Credit Union Deposits

Digital Credit Union

is the **fifth largest** MA-headquartered depository institution in its market.

Institution	Deposits (\$000)
State Street Corp.	176,455,000
Santander Bank NA	27,660,258
Eastern Bank	19,964,371
Rockland Trust Co.	16,917,435
Digital FCU	8,846,737