

Virginia Credit Unions: The Real Story

Tax-paying Virginia 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

VA Credit Unions

\$0

VA Banks

\$754,064,000

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

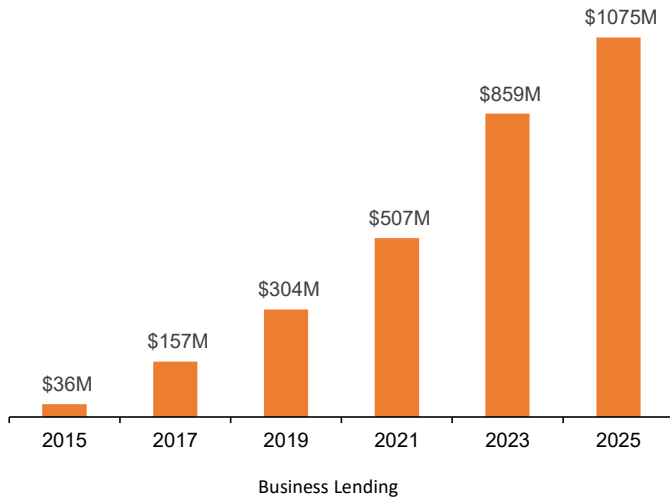
Navy Federal Credit Union

would have paid **\$401.3 million** in taxes during 2025, had it paid its fair share.

Indistinguishable from Banks

Larger than Virginia Banks

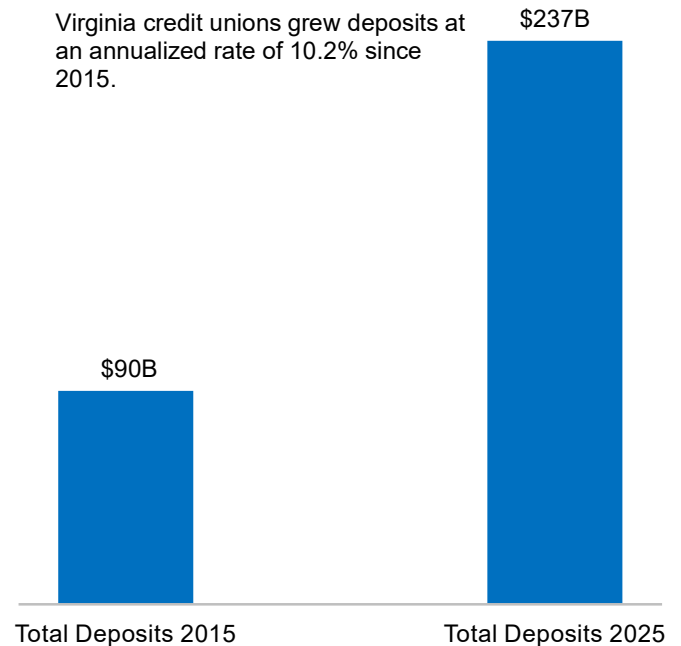
Virginia Credit Union used its tax advantage to **aggressively expand** its business lending at an annual rate of 40% since 2015.



Navy Federal Credit Union, with \$197.2 billion in assets, is the largest credit union in Virginia, larger than 98% of Virginia headquartered banks.

Virginia Credit Unions Leverage Their Tax Exemption to Grow Deposits

Virginia credit unions grew deposits at an annualized rate of 10.2% since 2015.



Large Credit Union Auto Lenders

Four of the top five Virginia-headquartered auto lenders are credit unions.

Institution	Auto Loans (\$000)
Navy Federal Credit Union	33,014,133
Pentagon Federal Credit Union	3,451,676
Langley Federal Credit Union	2,076,848
Virginia Federal Credit Union	1,904,439