

City of Colorado Springs

# Tax Guide

## Banks and Credit Unions

Sales of tangible items or taxable services to national and state banks, trust companies, savings and loans, and to state-chartered credit unions **are taxable**.

Sales made to federally chartered credit unions for their own use **are exempt** from city sales tax, as they are considered to be instrumentalities of the federal government - Section 122 of the Federal Credit Union Act (12 U.S.C. § 1768).

All credit unions and banks, despite their exemption status, must collect sales tax on all retail sales made to their customers. Examples of retail sales include leases of automobiles and equipment, sales of merchant credit card supplies, and checks sold to customers.

### CS CODE SECTION

2.7.104 Words and Phrases

Purchase or Sale

Retailer

2.7.102, 2.7.309, 2.7.418, 2.7.602

### Related Tax Guides

Automobile Leases

Charitable, Religious,

Exemptions

Exemption Burden of Proof,

Use Tax

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*This guide provides an overview of specific subject matter and is not intended to be substituted for the full text within the City of Colorado Springs Tax Code.*

01/2019

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Question? email us at:  
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