



**Correction to TSB-M-06(4)S, Credit Unions Designated as Exempt
Organizations for Sales and Use Tax Purposes**

This memorandum contains a correction to the previously issued memorandum described above.

Federally chartered credit unions are exempt from New York State and local sales and use taxes (sales tax). However, TSB-M-06(4)S incorrectly states that federally chartered credit unions are exempt from sales tax pursuant to section 1116(a)(2) of the New York State Tax Law (relating to exemptions for the federal government and its agencies and instrumentalities). Rather, federally chartered credit unions are exempt from sales tax because of the tax exemption provided those credit unions under section 1768 of Title 12 of the United States Code.

Other than this change, the information contained in TSB-M-06(4)(S) remains valid.

NOTE: A TSB-M is an informational statement of existing department policies or of changes to the law, regulations, or policies. It is accurate on the date issued. Subsequent changes in the law or regulations, judicial decisions, Tax Appeals Tribunal decisions, or changes in department policies could affect the validity of the information presented in a TSB-M.