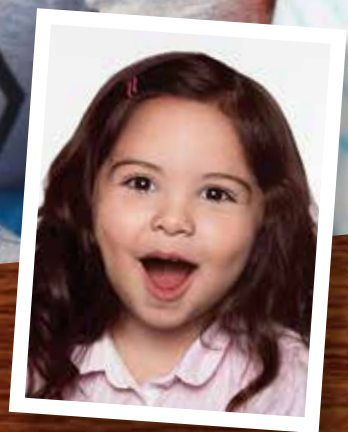
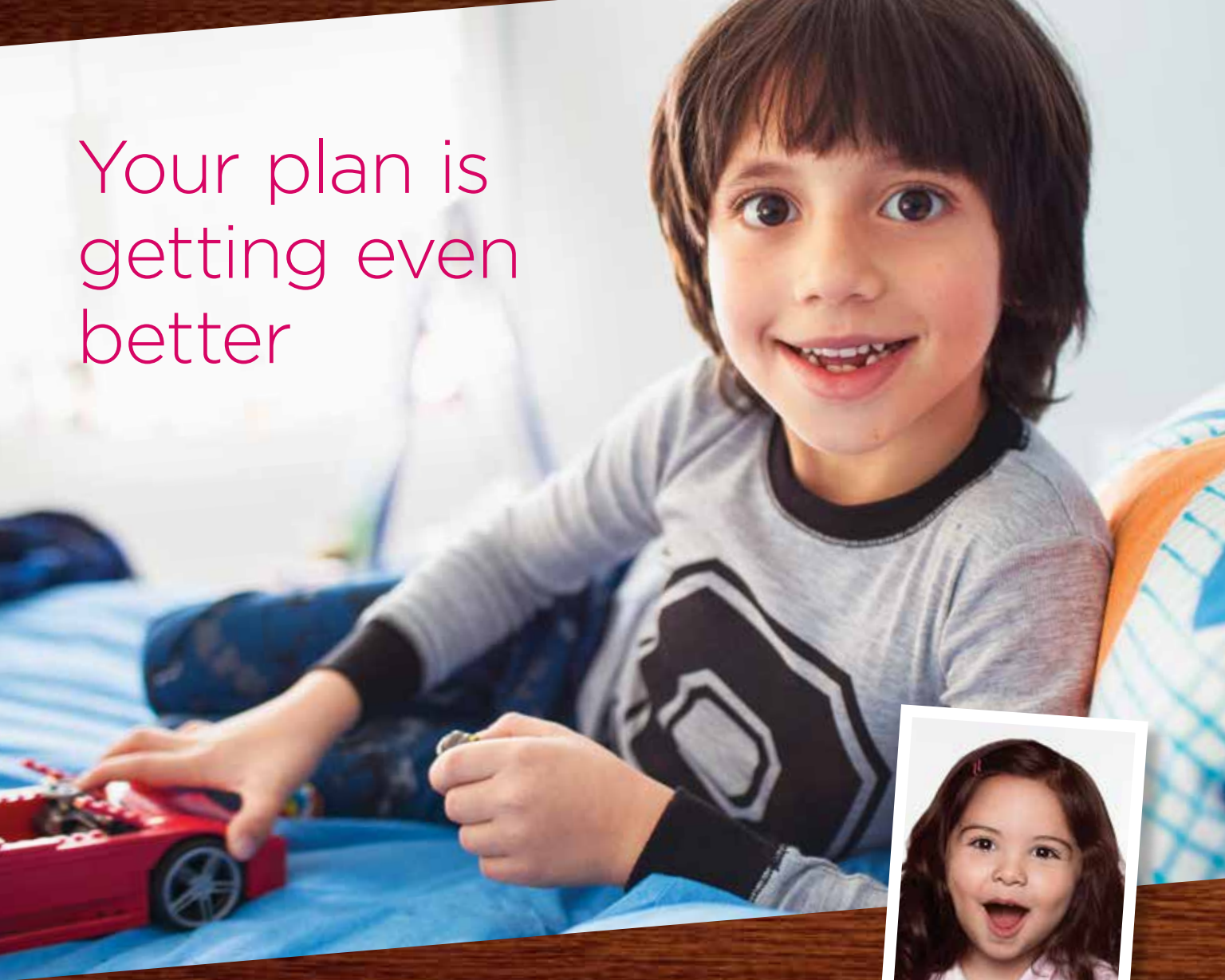


Your plan is getting even better



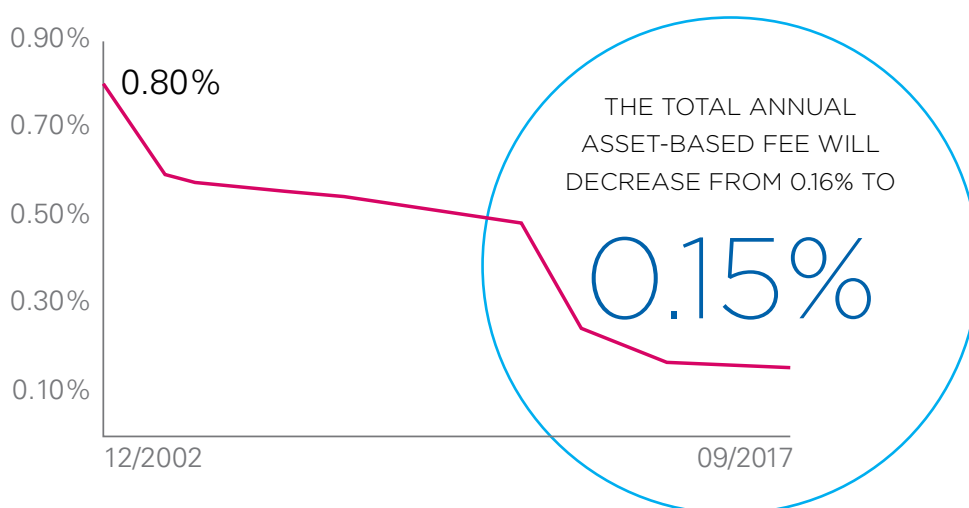
The *Direct Plan* is making exciting improvements! Starting September 22, the plan is reducing costs, increasing the maximum account balance, eliminating the minimum contribution, and adding six new portfolios within the age-based options.

These changes are automatic, so you don't need to do anything. You'll soon receive an updated Supplement, but here's what you can expect.

Your costs are going down again!

We're helping you keep even more of what you save by reducing the expense ratios for all *Direct Plan* portfolios.

Direct Plan fee reduction over time



YOU'LL PAY ONLY

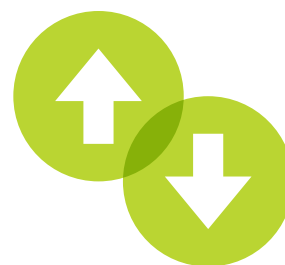
\$1.50

IN FEES PER YEAR FOR
EVERY \$1,000 YOU INVEST
IN THE PLAN

WE'VE REDUCED
OUR COSTS APPROXIMATELY

80%

OVER THE PAST
15 YEARS



HIGHER MAXIMUM ACCOUNT BALANCE; NO MINIMUM CONTRIBUTION

While we're lowering your costs, we're also increasing your maximum account balance. The maximum account balance per beneficiary, across all New York-sponsored 529 accounts for that beneficiary, is increasing from \$375,000 to \$520,000.

We've also eliminated the minimum amount required to open a *Direct Plan* account or to make subsequent contributions.*

*All electronic contributions must be in whole dollars. The minimum contribution amount for Upromise rewards service contributions will remain \$25.

Improved age-based options

We're redesigning our three age-based options to include six new portfolios throughout the glide paths. This change will allow a smoother transition from aggressive to more conservative investments as the beneficiary nears college age.

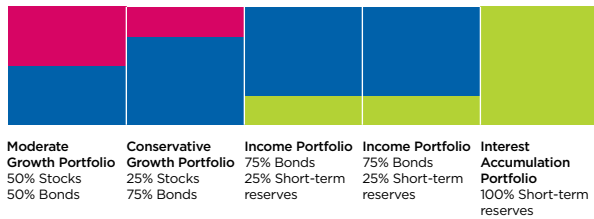


Glide paths in place until 9/21

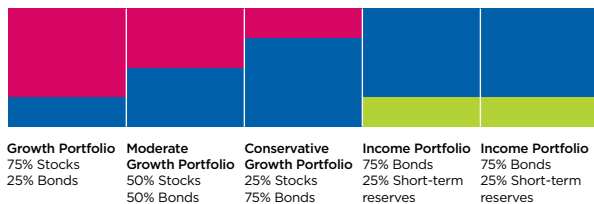
AGE OF BENEFICIARY

0-5 years 6-10 years 11-15 years 16-18 years 19 years or older

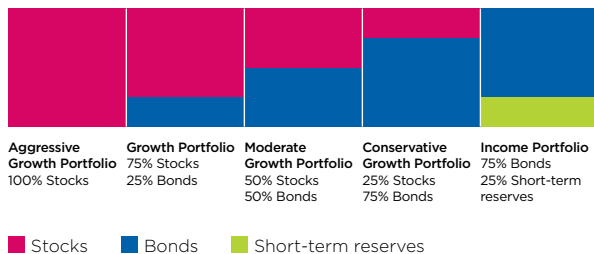
Conservative Option



Moderate Option



Aggressive Option



More gradual reduction in stock exposure

Our age-based options, which invest in a broadly diversified combination of low-cost Vanguard index portfolios, will now more gradually reduce an account owner's equity exposure as the beneficiary nears college age. This tapered reduction in equities (stocks), with its corresponding smaller portfolio reallocations, may enable the account owner to benefit over time from growth associated with a longer exposure to equities, as well as less volatility.

You can refer to the charts on this page and the following one for more details on the current and new glide paths for the age-based options, as well as the portfolios that make up those options.

What to expect after the transition

If applicable, after the close of business on September 22, 2017, your account balances will transition automatically to the new investment options outlined in the "Transition dates and action items" section. Your contribution allocations will also be updated, and future contributions will be invested according to the new allocations.

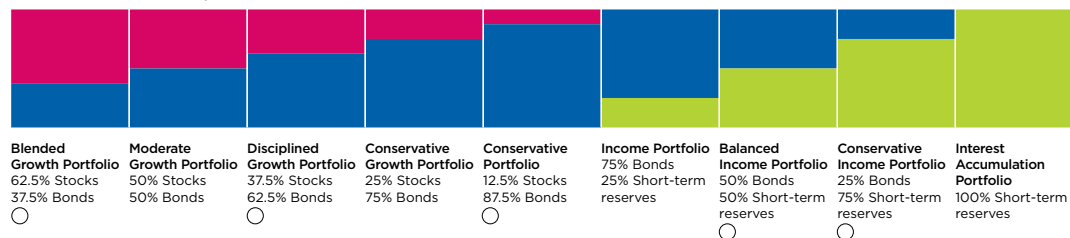
You can change the allocation instructions for new contributions at any time with no annual restrictions. If you have an automatic contribution scheduled on September 23, 24, or 25, your account will be credited with a September 25 trade date.

Glide paths in place as of 9/22

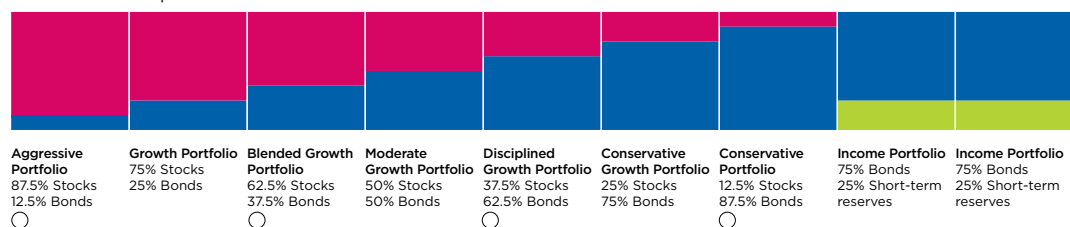
AGE OF BENEFICIARY

0-4 years 5-6 years 7-8 years 9-10 years 11-12 years 13-14 years 15-16 years 17-18 years 19 years or older

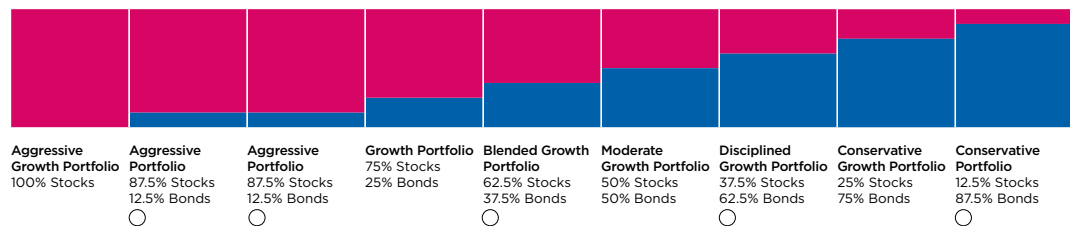
Conservative Option



Moderate Option



Aggressive Option



■ Stocks
 ■ Bonds
 ■ Short-term reserves
 ○ New portfolio

Note: The new portfolios are only available as part of an age-based option and can't be purchased individually.

New age-based portfolios with the underlying funds

	UNDERLYING FUNDS	Vanguard Institutional Total Stock Market Index Fund	Vanguard Total International Stock Index Fund	Vanguard Total Bond Market II Index Fund	Vanguard Total International Bond Index Fund	Vanguard Short-Term Inflation-Protected Securities Index Fund	Vanguard Short-Term Reserves Account Fund
PORTFOLIOS							
Aggressive Growth Portfolio		70%	30%	0%	0%	0%	0%
Aggressive Portfolio*		61.25%	26.25%	10%	2.5%	0%	0%
Growth Portfolio		52.5%	22.5%	20%	5%	0%	0%
Blended Growth Portfolio*		43.75%	18.75%	30%	7.5%	0%	0%
Moderate Growth Portfolio		35%	15%	40%	10%	0%	0%
Disciplined Growth Portfolio*		26.25%	11.25%	50%	12.5%	0%	0%
Conservative Growth Portfolio		17.5%	7.5%	60%	15%	0%	0%
Conservative Portfolio*		8.75%	3.75%	70%	17.5%	0%	0%
Income Portfolio		0%	0%	42%	15%	18%	25%
Balanced Income Portfolio*		0%	0%	28%	10%	12%	50%
Conservative Income Portfolio*		0%	0%	14%	5%	6%	75%
Interest Accumulation Portfolio		0%	0%	0%	0%	0%	100%

*Not available as an individual portfolio investment option.



What these changes mean for you

All *Direct Plan* account owners can benefit from the changes to costs and contribution amounts; however, only investors in our age-based options will be affected by the redesigned glide paths. If you invest in one of the three options, you should consider the age of your beneficiary, and review the glide path charts on the previous pages to see how the addition of the new portfolios could affect your investments.

While we make these plan-level changes, you won't be able to initiate any transactions or account changes, either online or by phone. For specifics on what will happen during the transition and when, refer to "Transition dates and action items" on the other side of this flap.

TRANSITION DATES & ACTION ITEMS



9/21 Transaction and other account-change requests are processed as usual until 4 p.m., Eastern time. Requests received after 4 p.m., Eastern time, on Thursday, September 21, 2017, and until 4 p.m., Eastern time, on Friday, September 22, 2017, will be processed on Monday, September 25, 2017, using portfolio net asset values as of Monday, September 25, 2017.

Important: You won't be able to initiate or request any transactions online or by phone, including withdrawals or investment option changes, between 4 p.m., Eastern time, on Thursday, September 21, 2017, and 8 a.m., Eastern time, on Monday, September 25, 2017. You also won't be able to initiate or request any other account changes online or by phone during this period.

9/22-9/24 Account assets are transferred from existing portfolios to new portfolios.

9/25 Recurring contributions (automatic investments) scheduled for Friday, September 22, 2017, and transactions or other account-change requests received by mail after 4 p.m., Eastern time, on Thursday, September 21, 2017, and until 4 p.m., Eastern time, on Friday, September 22, 2017, are processed under the new allocations using portfolio net asset values as of Monday, September 25, 2017.



We're here for you

If you have any questions about these improvements, you can speak to one of our education savings specialists at **877-NYSAVES** (877-697-2837) on business days from 8 a.m. to 9 p.m., Eastern time.



New York's 529 College Savings Program *Direct Plan*

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nysaves.org



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Investment returns are not guaranteed, and you could lose money by investing in the *Direct Plan*.

The Income Portfolio, Balanced Income Portfolio, Conservative Income Portfolio, and Interest Accumulation Portfolio each invest in the Vanguard Short-Term Reserves Account, which in turn invests in Vanguard Federal Money Market Fund. The Short-Term Reserves Account's investment in the Federal Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Federal Money Market Fund seeks to preserve the value of the investment at \$1 per share, it is possible that the Short-Term Reserves Account may lose money by investing in the Federal Money Market Fund. Estimated Underlying Fund Fees for the Income Portfolio, Balanced Income Portfolio, Conservative Income Portfolio, and the Interest Accumulation Portfolio may include a stable value wrap fee of between 0.20% and 0.30%, which could reduce the returns of the Portfolios.

Before you invest, consider whether your or the beneficiary's home state offers any state tax or other benefits that are only available for investments in that state's 529 plan.

For more information about Vanguard funds, visit vanguard.com to obtain a prospectus or, if available, a summary prospectus. Investment objectives, risks, charges, expenses, and other important information about a fund are contained in the prospectus; read and consider it carefully before investing.

The Comptroller of the State of New York and the New York State Higher Education Services Corporation are the Program Administrators and are responsible for implementing and administering the *Direct Plan*. Ascensus Broker Dealer Services, Inc., serves as Program Manager and, in connection with its affiliates, provides recordkeeping and administrative support services and is responsible for day-to-day operations of the *Direct Plan*. The Vanguard Group, Inc., serves as the Investment Manager. Vanguard Marketing Corporation markets, distributes, and underwrites the *Direct Plan*.

No guarantee: None of the State of New York, its agencies, the Federal Deposit Insurance Corporation (FDIC), The Vanguard Group, Inc., Ascensus Broker Dealer Services, Inc., nor any of their applicable affiliates insures accounts or guarantees the principal deposited therein or any investment returns on any account or investment portfolio.

New York's 529 College Savings Program currently includes two separate 529 plans. The *Direct Plan* is sold directly by the Program. You may also participate in the Advisor Plan, which is sold exclusively through financial advisors and has different investment options and higher fees and expenses as well as financial advisor compensation.

For more information about New York's 529 College Savings Program *Direct Plan*, obtain a Disclosure Booklet and Tuition Savings Agreement at nysaves.org or by calling 877-NYSAVES (877-697-2837). This includes investment objectives, risks, charges, expenses, and other information. You should read and consider them carefully before investing.