



K-College Savings

and 4 other reasons to take a fresh look at 529s

Education savings accounts have many advantages, and the latest legislative changes have provided additional benefits. Learn how these changes will impact you.

1. 529 funds can now be used for K-12 tuition, too.

CollegeChoice Advisor isn't just for college anymore. Thanks to the 2017 Tax Cuts and Jobs Act, 529 savings can also be used for K-12 expenses at public, private and religious elementary and secondary schools. In addition, Indiana's 20% state tax credit for Indiana taxpayers (\$1,500 max) on contributions to an account will be available to all K-College tuition savers in 2019.¹ Annual withdrawal limit for K-12 tuition expenses is \$10,000 per beneficiary.²

2. Saving for K-College means starting early. Very early.

It's great you can now use 529 plans to save for K-12 . . . as long as there's money left for college. A great tip: Start as early as possible to take advantage of the power of compounding and the many tax benefits.

3. Open an account, save automatically.

Recurring contributions, either from a checking or savings account or directly from a paycheck, are by far the easiest way to add to education savings. Contributing regularly can also help augment your account if it's being used for K-12 expenses.³

4. Encourage friends and family to help.

Ugiff makes it easy to contribute to college savings in lieu of holiday or birthday gifts. Grandparents can also open or contribute to CollegeChoice Advisor 529 accounts with their grandchildren as beneficiaries.

5. Align time horizons with investment strategies.

CollegeChoice Advisor 529 Plan's year of enrollment portfolios automatically adjust investments to become more conservative as the enrollment year approaches. If you use 529 savings for K-12 tuition, be sure your investment choices are revised accordingly with your financial advisor.⁴

When legislation impacts 529s, it's always a good idea to touch base to ensure you are on track to meet your education savings goals. Let's make an appointment to discuss your plan.

¹This credit may be subject to recapture from the account owner (not the contributor) in certain circumstances, such as a rollover to another state's qualified tuition program or a non-qualified withdrawal. Please note that, effective January 1, 2010, the Indiana state income tax credit will no longer apply to rollovers from another state's qualified tuition program or to transfers from the Upromise program into a CollegeChoice Advisor account. All other contributions will continue to be eligible for the tax credit to the extent previously allowable.

²Investments for CollegeChoice Advisor are not designed for K-12 savings, and a withdrawal to pay K-12 tuition expenses at a school outside of Indiana may require the recapture of any Indiana state income tax credits previously claimed from the account owner (not the contributor), as described in the Disclosure Booklet.

³An investment plan of regular investment cannot assure a profit or protect against a loss in a declining market.

⁴If you are not an Indiana taxpayer, the state(s) where you pay income tax may differ in its state income tax treatment of K-12 tuition expenses and rollovers from 529 plans to ABLE plans. We encourage you to consult a qualified tax advisor about your personal situation.

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For more information about the CollegeChoice Advisor 529 Savings Plan (CollegeChoice Advisor), contact your financial advisor, call 1.866.485.9413, or visit collegechoiceadvisor529.com to obtain a Disclosure Statement, which includes investment objectives, risks, charges, expenses, and other important information; read and consider it carefully before investing.

Before you invest, consider whether your or the beneficiary's home state offers any state tax or other state benefits such as financial aid, scholarship funds, and protection from creditors that are only available for investments in that state's qualified tuition program.

CollegeChoice Advisor is administered by the Indiana Education Savings Authority (Authority). Ascensus Broker Dealer Services, LLC ("ABD"), the Program Manager, and its affiliates, have overall responsibility for the day-to-day operations, including investment advisory, recordkeeping and administrative services, and marketing. CollegeChoice Advisor's Portfolios invest in: (i) exchange-traded funds; (ii) mutual funds; (iii) separate accounts, or (iv) an FDIC-insured omnibus savings account held in trust by the Authority at NexBank. Except for the Savings Portfolio, investments in CollegeChoice Advisor are not insured by the FDIC. Units of the Portfolios are municipal securities and the value of the units will vary with market conditions.

Investment returns will vary depending upon the performance of the Portfolios you choose. Except to the extent of FDIC insurance available for the Savings Portfolio, depending on market conditions, you could lose all or a portion of your money by investing in CollegeChoice Advisor. Account Owners assume all investment risks, as well as responsibility for any federal and state tax consequences.

Not FDIC-Insured (except for the Savings Portfolio). No Bank, State, or Federal Guarantee. May Lose Value.