

# 529 SAVINGS PLAN



College **SAVE**<sup>TM</sup>

Bank of North Dakota's 529 Plan

**She may already wonder, “What will I be when I grow up?”**

**With College SAVE, she can achieve more.**

What’s the best way to help your child save for college? Start. Bachelor’s degree recipients ages 25 to 34 had median earnings 63% (\$19,550) higher than those in the same age range with high school diplomas in 2018.<sup>5</sup> And College SAVE makes it easy.

## **What is a 529?**

A 529 plan is a program designed to help families like yours save for future education expenses. In fact, the name “529” comes from Section 529 of the Internal Revenue Code that specifies the plan’s tax advantages.

The College SAVE Plan is sponsored by North Dakota, and waives certain administrative fees and offers a special tax deduction to its taxpayers.

## **College SAVE benefits**

**Affordable:** Start an account for only \$25 with the option to make recurring contributions from your existing checking or savings account.

**Tax advantages:** Earnings grow tax deferred, and qualified withdrawals are federal and state tax free.<sup>1</sup> Plus, North Dakota taxpayers can deduct up to \$10,000 if married, filing jointly (\$5,000 if single) from their state taxable income for contributions into the College SAVE plan each year.<sup>2</sup>

**Flexible:** Your assets, invested with Vanguard, can be used at eligible colleges, universities, and technical schools all around the U.S. — not just in North Dakota.

**Matches:** Bank of North Dakota boosts your initial contributions up to \$600 based on both the age of your beneficiary and income through three unique match programs.

**Easy:** You can enroll, contribute, change investments and take withdrawals easily and securely at **collegesave4u.com**.

**Qualified Withdrawal:** Qualified higher education expenses include tuition, mandatory fees, books and certain room and board costs. Additionally, qualified education expenses can include certain apprenticeship program fees<sup>3</sup> as well as up to \$10,000 of repayments on qualified education loans.<sup>4</sup>

<sup>1</sup>Earnings on non-qualified withdrawals are subject to federal income tax and may be subject to a 10% federal penalty tax, as well as state and local income taxes. The availability of tax or other benefits may be contingent on meeting other requirements. <sup>2</sup>Rollovers from another state’s 529 plan are not eligible for the state income tax deduction. <sup>3</sup>The apprenticeship program must be registered and certified with the Secretary of Labor under the National Apprenticeship Act. <sup>4</sup>The loan repayment amount for an individual is subject to a lifetime limit of \$10,000. <sup>5</sup>College Board: Trends in College Pricing, 2019

# Today is a great day to start saving.

With College SAVE, there are so many ways to make the most of your savings.

Ugift®: Another great way to save.

Birthdays, holidays, graduations – instead of celebrating them with the usual gifts, invite friends and family members to contribute to your child’s college savings. Ugift® makes it so easy. Contributions can be made online. And the money goes directly to your child’s College SAVE account.

## Share your savings secret

The College SAVE referral program is a great way to increase awareness about the benefits of college saving... and put a little extra away for your child – courtesy of College SAVE. Every time a friend you refer to the Plan opens an account, you will both receive \$25 into your account. There’s no better time to help a friend save for college. Share your secret to savings – the College SAVE 529 Plan.



## The \$200 New Baby Match

The New Baby Match is Bank of North Dakota’s way of celebrating the birth of your newborn. Every newborn in North Dakota can receive up to \$200 in their College SAVE account when it’s opened before the child’s first birthday.

1. Visit **collegesave4u.com/baby** to enroll in College SAVE. Or, if you’re already a College SAVE account owner, fill out a short enrollment form.
2. Open a College SAVE account and contribute up to \$200 before the one-year enrollment anniversary of your account.

For more details and to sign up, visit **collegesave4u.com/baby**.<sup>6</sup>

## The \$300 BND Match

Bank of North Dakota is committed to helping your little ones achieve more. Thousands of children can receive the \$300 match, even grandchildren living out of state, as long as the person you are saving for is 15 years old or younger (including your newborns who received the New Baby Match).<sup>6</sup>

**If your most recent adjusted gross income was \$0 - \$150,000 if married filing jointly or \$0 - \$100,000 if single, you may be eligible for a one time match of \$300!**

## The \$100 Kindergarten Kickoff Match

If your child is entering kindergarten and you contribute \$100 into a new or existing College SAVE account, the Bank of North Dakota will match it dollar for dollar. Your total \$100 contribution will need to be received within 12 months (or prior to beneficiary turning 7 years old, whichever comes first) of applying for Kindergarten Kickoff Match.<sup>6</sup>

START SAVING  
in  
**15 MINUTES**  
with as little as  
**\$25**  
DOLLARS

**Open your account  
and claim your  
match at  
collegesave4u.com.**

<sup>6</sup>The state income tax deduction and matching grant program may be subject to certain limitations established by Bank of North Dakota. In addition, matching grants are subject to the availability of funds and can be modified, reduced or stopped at Bank of North Dakota’s discretion.



# College SAVE™

Bank of North Dakota's 529 Plan



For more information about North Dakota's College SAVE Plan ("College SAVE"), call 1-866-SAVE-529 (1-866-728-3529) or visit [www.collegesave4u.com](http://www.collegesave4u.com) to obtain a Plan Disclosure Statement. Investment objectives, risks, charges, expenses, and other important information are included in the Plan Disclosure Statement; 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.

The College SAVE Plan is a 529 plan established by the State of North Dakota. Bank of North Dakota (Bank) acts as trustee of College SAVE Trust, a North Dakota Trust, and is responsible for administering College SAVE Trust and College SAVE. Ascensus Broker Dealer Services, LLC ("ABD"), the Plan Manager, and its affiliates, have overall responsibility for the day-to-day operations of the Plan, including recordkeeping and marketing. The Vanguard Group, Inc. (Vanguard) provides underlying investments for the Plan. The College SAVE's Portfolios, although they invest in mutual funds, are not mutual funds. Units of the Portfolios are municipal securities and the value of units will vary with market conditions.

Investment returns are not guaranteed and you could lose money by investing in College SAVE. Participants assume all investment risks, including the potential for loss of principal, as well as responsibility for any federal and state consequences.

**Not FDIC-Insured. No Bank, State or Federal Guarantee. May Lose Value.**

Ugift is a registered service mark. All other marks are the exclusive property of their respective owners.

1029850A\_ES\_ND 1122