















COLLEGE SAVINGS 529

WHAT IS A 529? A 529 PLAN IS A COLLEGE SAVINGS PLAN THAT OFFERS TAX BENEFITS.

WHY A COLLEGE 529 PLAN?

-  NO TAXES ON WITHDRAWALS USED FOR QUALIFIED EDUCATION EXPENSES.
-  CAN FRONT LOAD UP TO \$75,000 AND STILL BE ELIGIBLE FOR GIFT TAXES.⁽¹⁾
-  EASY AND CONVENIENT.
-  USE FOR ACCREDITED OR VOCATIONAL COLLEGES.
-  USE FOR MORE THAN JUST TUITION.
-  NO INCOME OR AGE LIMITS.
-  LOWER IMPACT ON FINANCIAL AID.
-  FLEXIBLE—CAN SWITCH BENEFICIARIES.
-  INVESTMENT FLEXIBILITY.
-  USE SOME OF THE MONEY TO PAY OFF COLLEGE LOANS.
-  ANYONE CAN CONTRIBUTE.
-  EARNINGS GROW TAX FREE.
-  CAN BE USED BY OTHER ELIGIBLE FAMILY MEMBERS.
-  ESTATE PLANNING BENEFITS.

AVERAGE ONE YEAR TUITION AND FEES 2021



IN STATE PUBLIC COLLEGE:
\$26,820



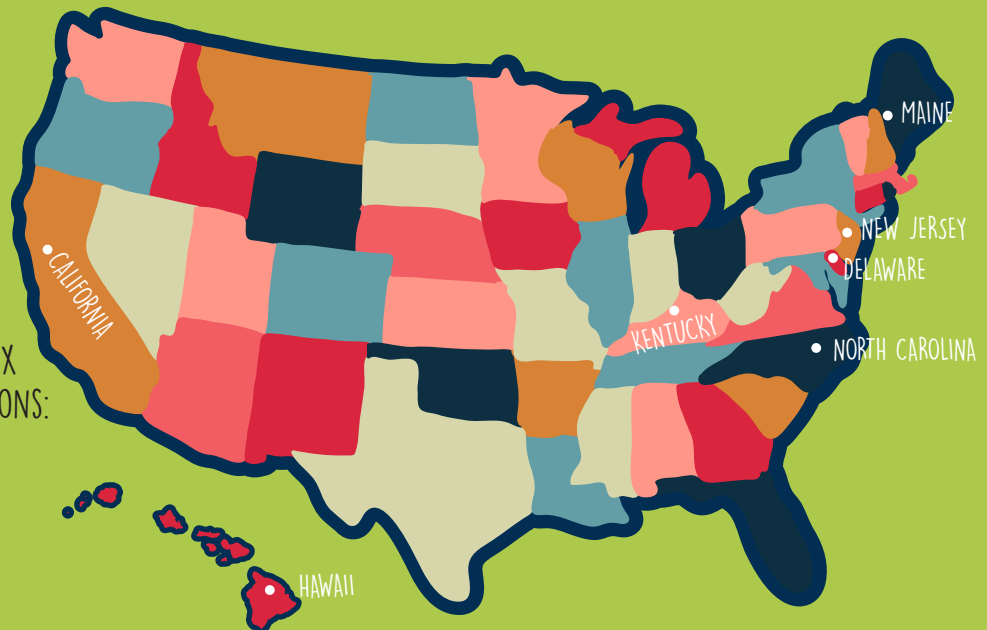
OUT OF STATE PUBLIC COLLEGE:
\$43,200









PRIVATE COLLEGE:
\$54,800.⁽²⁾

ALL STATES OFFER SOME KIND OF STATE TAX DEDUCTION OR CREDIT.

ONLY SEVEN STATES WITH A STATE INCOME TAX DO NOT OFFER A DEDUCTION FOR CONTRIBUTIONS: CALIFORNIA, DELAWARE, HAWAII, KENTUCKY, MAINE, NEW JERSEY, AND NORTH CAROLINA.



WHAT'S COVERED?

-  TUITION
-  TEXTBOOKS
-  ROOM AND BOARD
-  COMPUTERS, EQUIPMENT AND INTERNET
-  UP TO \$10,000 PER YEAR FOR TUITION AT A PRIVATE, RELIGIOUS OR PUBLIC PRIMARY OR SECONDARY SCHOOL.
-  EXPENSES FOR FEES, BOOKS, SUPPLIES, AND EQUIPMENT IN AN APPRENTICESHIP PROGRAM REGISTERED AND CERTIFIED.⁽³⁾
-  GENERALLY ANY COLLEGE, UNIVERSITY, VOCATIONAL SCHOOL, OR OTHER POSTSECONDARY EDUCATIONAL INSTITUTION ELIGIBLE TO PARTICIPATE IN A STUDENT AID PROGRAM BY THE DEPARTMENT OF EDUCATION
-  PLAN HOLDERS OR SIBLINGS CAN WITHDRAW A LIFETIME MAXIMUM OF \$10,000 FROM THEIR 529 ACCOUNTS, FEDERALLY TAX-FREE, TO HELP PAY OFF QUALIFIED EDUCATION LOANS.

SOURCE:
 (1) <https://www.investopedia.com/articles/managing-wealth/072516/why-you-should-front-load-your-529-plan.asp>
 (2) <https://www.irs.gov/taxtopics/tc313>
 (3) <https://www.collegeavestudentloans.com/blog/estimating-the-true-cost-of-college/>