



WHAT IS A 529?



Life By Design
INVESTMENT ADVISORY SERVICES

A 529 is a tax-advantaged savings plan. 529 Plans were designed to encourage saving for college, but the benefit doesn't stop there.

The Benefits

- With a 529 savings account, earnings are not subject to federal or state tax when used for qualified higher education expenses, include, but are not limited to;
 - ✓ Tuition and mandatory fees.
 - ✓ Computers, books, supplies.
 - ✓ Room and board when enrolled at least half-time.
 - ✓ Some qualified loan repayment.
- Many states offer tax credits or deductions on contributions.
 - ➔ *California Residents:* While contributions are not deductible for California income tax purposes, earnings accrue free of state income tax.
- There are no age restrictions. Meaning you can fund your grandchild's education or your own continued studies in retirement.
- Funds can be used for tuition K-12, college, university, or any eligible higher education institution.



my529® is a nonprofit 529 plan established by the State of Utah.

my529® offers predetermined Enrollment Date and Static Investment options, featuring Vanguard funds, a PIMCO-managed stable value fund, and FDIC-insured accounts *or* craft your own investment option.

- The account beneficiary may be anyone with a U.S. Social Security number or Taxpayer Identification Number. The person establishing the account may also be the beneficiary.
- Anyone can contribute to a my529® account, so account owners may invite friends and family to make a contribution or gift that will benefit the beneficiary.
- The beneficiary may be changed in the event that they do not choose to continue their education.
- The maximum account balance limit is currently \$525,000.

Opening a my529® Account

Contact the team at LBDIAS to discuss opening a my529® account and how it may work within your financial plan strategy. Contact us by phone 714-541-4180, email info@lbdias.com or at your next scheduled financial plan meeting.

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