



## Kansas - Schwab 529 College Savings Plan

Data as of: 04/10/20

The Kansas Schwab 529 College Savings Plan is available through discount broker Charles Schwab and managed by American Century. The Plan utilizes a variety of mutual fund families in its age-based and static portfolios with an actively managed or index option. Accounts can be linked to the Upromise rewards service.

### 5-Cap Rating

**Resident:**  Savingforcollege.com's 5-Cap Ratings provides an evaluation and comparison of 529 plans, utilizing a formula that examines dozens of factors grouped into the following categories. (Scale 0 to 5; 5 is highest)

**Non-Resident:** 

| Performance | Costs | Features | Reliability | Resident Upgrade |
|-------------|-------|----------|-------------|------------------|
| 2.61        | 4.60  | 4.14     | 4.77        | 0.00             |

### Investment Options

#### Age-based/Enrollment Year investment options:

An Age-Based option is offered in 3 different risk levels (Aggressive, Moderate, and Conservative) each containing 8 portfolios of underlying mutual funds. Contributions are placed into the portfolio corresponding to the selected risk level and the age of the beneficiary or the number of years to expected enrollment, and later reassigned to more conservative portfolios as the beneficiary approaches college age.

#### Static investment options:

Select among 8 multi-fund portfolios and the Cash and Cash Equivalents Portfolio

#### Underlying investments:

American Beacon, American Century, Baird, JP Morgan, Laudus, Schwab, Metropolitan West Asset Management

### Taxes and other Benefits

#### Program match on contributions:

None.

#### State tax deduction or credit for contributions:

Contributions to Kansas AND non-Kansas state-sponsored 529 plans of up to \$3,000 per beneficiary per year by an individual, and up to \$6,000 per beneficiary per year by a married couple filing jointly, are deductible in computing Kansas taxable income. Rollover contributions are not deductible. Contribution deadline is December 31.

#### State tax recapture provisions:

The principal portion of nonqualified withdrawals from this plan are included in Kansas taxable income to the extent of prior Kansas tax deductions. Rollovers are not subject to recapture.

#### State definition of qualified expenses

The state conforms with the federal definition of qualified education expenses, which includes expenses for higher education, apprenticeship programs, interest and/or principal on qualified education loans up to a \$10,000 lifetime cap, and up to \$10,000 per year in tuition in connection with enrollment or attendance at an elementary or secondary public, private, or religious school.

#### State tax treatment of qualified distributions:

Qualified distributions from Kansas and non-Kansas 529 plans are exempt.

#### State tax treatment of rollovers:

Kansas follows federal tax-free treatment.

#### Does the sponsoring state exclude the value of an account for state financial aid purposes?

No

#### Does participation in the program provide beneficiaries with any advantages in qualifying for resident tuition status at state institutions?

No

#### Is there a rewards program or outside scholarship program that works with this program?

Yes, the Upromise Rewards program can be linked to any 529 college savings plan. Upromise Rewards is free to join and offers members cash back for college..

### Plan Portfolios

There is no investment data available for this plan. Please visit <http://www.schwab.com/529> for additional information.

### General

#### Program type:

Savings

#### How to enroll:

Enroll through Charles Schwab & Co., Inc. or through independent advisers associated with Schwab.

#### Initial year of operation:

2003

#### State agency(ies):

Kansas State Treasurer

#### Program manager:

American Century Investment Management, Inc.

#### Program distributor:

Charles Schwab & Co. Inc.

### Contributions

#### Maximum contributions:

Accepts contributions until all account balances in Kansas' 529 plans for the same beneficiary reach \$418,000.

#### Minimum contributions:

No minimum

### Fees & Expenses

#### Enrollment or application fee:

None.

#### Account maintenance fee:

None.

#### Program management fees:

0.20% manager fee for the actively managed options

#### Expenses of the underlying investments:

Ranges from 0.19% - 0.80% (portfolio weighted average)

#### Total asset-based expense ratio:

0.39% - 1.00%; Index portfolios have all-inclusive fee of 0.25%.

### Contact

#### Website:

<http://www.schwab.com/529>

#### Telephone:

1-866-903-3863