This unit-based prepaid plan provides Texas families with an opportunity to prepay future tuition and mandatory fees at Texas public institutions. By shifting the tuition risk to the state’s public universities and colleges (under Texas law), the program is able to offer units at current tuition levels.

### 5-Cap Rating

<table>
<thead>
<tr>
<th>Resident:</th>
<th>Safety</th>
<th>Features</th>
<th>Reliability</th>
</tr>
</thead>
<tbody>
<tr>
<td>4.0</td>
<td>2.0</td>
<td>4.0</td>
<td>4.0</td>
</tr>
</tbody>
</table>

### Contractual Features

**Current value of one unit:**
Same as current unit price if used for in-state public institution; the lesser of in-state value or contributions plus-earnings if used for private or out-of-state institution.

**Current unit price:**
Tuition Unit prices for the 2019-2020 enrollment period are:
- Type I (highest-cost Texas 4-year public): $147.80
- Type II (average cost of Texas 4-year publics): $105.54
- Type III (average cost of Texas 2-year publics): $26.84

**Are program benefits backed by the full faith and credit of the state?**
No

**Are program benefits collateralized or guaranteed in any other way?**
Under Texas law the public colleges in Texas must accept less than full tuition and fees if the fund’s investment return fails to keep pace with tuition and fee increases.

### Taxes and Other Benefits

**State tax deduction or credit for contributions:**
Not applicable. Texas does not have a personal income tax.

**State tax treatment of qualified distributions:**
Not applicable. Texas does not have a personal income tax.

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

**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.texastuitionpromisefund.com](http://www.texastuitionpromisefund.com) for additional information.