



Texas Tuition Promise Fund

Data as of: 09/22/19

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

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:  Not Open

Financial benefits	Safety	Features	Reliability
4.0	2.0	4.0	4.0

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 2018-2019 enrollment period are:
Type I (highest-cost Texas 4-year public): \$142.74
Type II (average cost of Texas 4-year publics): \$101.95
Type III (average cost of Texas 2-year publics): \$25.64

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

Does the program have a formal agreement with a rewards program or outside scholarship 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> for additional information.

General

Program type:

Prepaid unit

How to enroll:

Enroll directly with the program.

Initial year of operation:

2008

State agency(ies):

Texas Prepaid Higher Education Tuition Board; program manager is NorthStar Financial Services Group, LLC

Enrollment period:

September 1 thru February 28 (July 31 for newborns.) First payment is due on the following May 1.

Contributions

Maximum contributions:

Approximately \$85,644 based on 2018-2019 enrollment period pricing.,

Minimum contributions:

One unit initially; subsequent purchases must be at least \$15. Extended payment plans are available.

Fees & Expenses

Enrollment or application fee:

\$25

Contact

Website:

<http://www.texastuitionpromisefund.com>

Telephone:

1-800-445-4723