



## Oklahoma Dream 529 Plan

Data as of: 03/28/24

Oklahoma Dream 529 Plan, an advisor-sold 529 savings plan is managed by Fidelity Investments. Fidelity succeeded TIAA-CREF as manager in September 2020. The plan features eight age-based, two static allocation, and 17 individual fund portfolios.

### 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
2.16	3.30	4.74	3.50	0.40

### Investment Options

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

The Age-Based option contains 8 portfolios of underlying mutual funds keyed to a beneficiary's year of birth and reflecting the year the beneficiary is anticipated to turn 18 and start college. Seven portfolios shift to a more conservative investment allocation over time, eventually transferring to the College Portfolio which has a fixed target allocation.

#### Static investment options:

Select among 2 static portfolios (Aggressive Growth and Moderate Growth) and 17 individual-fund portfolios.

#### Underlying investments:

Fidelity Advisor Funds and Fidelity Series Funds

### Taxes and other Benefits

#### Program match on contributions:

None.

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

Contributions to Oklahoma's 529 plans, including rollover contributions, of up to \$10,000 per year for an individual taxpayer, and up to \$20,000 per year for a married couple filing jointly, are deductible in computing Oklahoma taxable income, with a five-year carryforward of excess contributions. Contribution deadline is April 15 of the following year.

#### State tax recapture provisions:

The principal portion of nonqualified withdrawals from this plan, and of rollovers to another 529 plan within one year of the date of contribution, are included in Oklahoma taxable income to the extent of prior Oklahoma tax deductions. A nonqualified withdrawal or rollover in the same year as the contribution will reduce the amount eligible for the Oklahoma deduction. A nonqualified withdrawal or rollover during the five-year carryover period will reduce the amount of any carryover deduction. Nonqualified withdrawals for this purpose do not include withdrawals made as the result of the beneficiary's death or disability or withdrawals made on account of the beneficiary's receipt of a scholarship.

#### State definition of qualified expenses

The state's definition of qualified education expenses currently includes expenses for attendance at an institution of higher education or an apprenticeship program, as defined by the Internal Revenue Code and its regulations addressing qualified state tuition programs. This does not include tuition for elementary or secondary education, or education loan payments. Distributions from a 529 account directly to a Roth IRA are not considered a qualified expense for state income tax purposes.

#### State tax treatment of qualified distributions:

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

#### State tax treatment of rollovers:

Oklahoma follows federal tax-free treatment except that outbound rollovers made within 12 months of the date of contribution are subject to the recapture of prior state tax deductions.

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

Effective November 1, 2008, money in an Oklahoma 529 plan account is no longer considered in calculating eligibility for TANF, Food Stamps or the Low Income Home Energy Assistance Program (LIHEAP).

#### 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.

### General

#### Program type:

Savings

#### How to enroll:

Enroll through a financial advisor.

#### Initial year of operation:

2009, but changed substantially in 2020

#### State agency(ies):

Oklahoma College Savings Plan Board of Trustees

#### Program manager:

Fidelity Investments

#### Program distributor:

Fidelity Distributors Company LLC

### Contributions

#### Maximum contributions:

Accepts contributions until all account balances in Oklahoma 529 plans for the same beneficiary reach \$450,000.

#### Minimum contributions:

None, The minimum investment for systematic investing is \$50/month or \$150/quarter for account owners who choose to contribute using a systematic investment plan with automatic transfers from bank or money market account.

#### Does the program offer an e-gifting platform for receiving gift contributions?

This plan offers an online tool to share a gift contribution link with family and friends.

### Fees & Expenses

#### Enrollment or application fee:

None, but contributions may be subject to a sales charge depending on share class.

#### Account maintenance fee:

\$20 annually for accounts with less than \$25,000, waived with automatic contributions of at least \$50 per month or \$150 per quarter.

#### Program management fees:

0.20% management fee (includes 0.10% fee to the state), plus distribution/servicing fees as follows:

Fixed income, individual-fund portfolios: 0.15% (Class A), 1.00% (Class C), 0.75% (Class P), none (Class I)

All other portfolios: 0.25% (Class A), 1.00% (Class C), 0.75% (Class P), and none (Class I)

#### Expenses of the underlying investments:

Ranges from 0.47% to 0.79% (portfolio weighted average) in the age-based and static portfolios, and from 0.05% to 1.10% in the individual-fund portfolios.

#### Total asset-based expense ratio:

Class A: 0.40% - 1.55%

Class C: 1.25% - 2.30%

Class P: 1.00% - 2.05%

Class I: 0.25% - 1.30%

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### Contact

#### Website:

[https://institutional.fidelity.com/app/item/RD\\_9883504.html](https://institutional.fidelity.com/app/item/RD_9883504.html)

#### Telephone:

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### Plan Portfolios

There is no investment data available for this plan. Please visit [https://institutional.fidelity.com/app/item/RD\\_9883504.html](https://institutional.fidelity.com/app/item/RD_9883504.html) for additional information.

