

2016 NEW MARYLAND TAX SAVINGS FOR COLLEGE 529 SAVINGS PLANS

Maryland College Investment Plan

- Expands the eligibility of the college savings plan Maryland income subtraction modification up to \$2,500 each year per beneficiary by allowing each person that contributes funds to a qualified plan to claim the subtraction modification.
- Person who contributes to the Maryland College Investment Plan is no longer required to be the account holder.

Maryland Prepaid College Trust

- Allows you to lock-in tomorrow's college tuition based on today's prices and helps to hedge against future tuition increases.
- 12/1/16 - 4/24/17 enrollment period.
- Each account holder can also claim the Maryland income subtraction modification up to \$2,500 each year per account.

State Contribution Program

- Designed to help lower to middle income families in Maryland save money for higher education by creating a matching State contribution up to \$250 for accounts of eligible applicants.
- Must open a new Maryland College Investment Plan between 1/1/17 – 5/30/17 and submit an application and timely minimum contribution to the account.
- State contribution recipients cannot take an income tax deduction.

Achieving A Better Life Experience (ABLE) Program

- Created to encourage and assist individuals in saving private funds to support individuals with disabilities to maintain their health, independence, and quality of life.
- Creates an income tax subtraction modification for contributions to an ABLE account similar to the subtraction modifications for contributions to existing 529 plans.

Call the office or go to Maryland529.com and click on Enroll Now for details