

# Guide for employees

NEW YORK'S 529 ADVISOR-GUIDED COLLEGE SAVINGS PROGRAM®



## An employee benefit for one of life's most valuable goals

By setting up a group 529 plan, your employer has taken the first step in helping you and your family save for college. With the Advisor-Guided Plan, it's easy to give the people you love the college savings they deserve.

As a participating group member, you will benefit from:

### NO TAXES ON YOUR INVESTMENT

Potential to grow money tax-deferred and withdraw money free from taxes to pay any qualified education expense in the United States or overseas.<sup>1</sup>

### NO SALES CHARGES

Avoid Plan sales fees, so you put more money to work toward college.

### NO MISSED CONTRIBUTIONS

Arrange for \$25 or more to be deposited from your paycheck or bank account, so you automatically invest each month.<sup>2</sup>

### NO RESTRICTIONS ON BENEFICIARIES

Save for children, grandchildren, nieces, nephews, friends – even yourself, a spouse or another adult.

### MORE PLAN BENEFITS

- Broad range of investments managed by J.P. Morgan
- Flexibility to pay for required tuition, fees, room/board, books and supplies
- Account owner control for the life of the account
- New York state tax deduction<sup>3</sup>

Contact your employer today to learn more about the Advisor-Guided Plan.

<sup>1</sup> Earnings on non-qualified withdrawals may be subject to federal income tax and a 10% federal penalty tax, as well as state and local income taxes. Federal law allows distributions for K-12 Tuition Expenses of up to \$10,000 per beneficiary per year. Under New York State law, distributions for K-12 Tuition Expenses will be considered non-qualified withdrawals and will require the recapture of any New York State tax benefits that have accrued on contributions.

<sup>2</sup> A plan of regular investment cannot ensure a profit or protect against a loss in a declining market.

<sup>3</sup> Account owners who are New York taxpayers can deduct up to \$5,000 in contributions from their state income taxes each year (\$10,000 if married filing jointly). Deductions may be subject to recapture in certain circumstances, such as rollovers to another state's plan or New York non-qualified withdrawals.

INVESTMENTS ARE NOT FDIC INSURED | NO BANK GUARANTEE | MAY LOSE VALUE

## FOR MORE INFORMATION

To learn more about college planning and New York's 529 Advisor-Guided College Savings Program:

- Contact your employer or financial advisor
- Call the J.P. Morgan Investor Service Center at 1-800-774-2108 (8AM-7PM ET, M-F)
- Visit [www.ny529advisor.com](http://www.ny529advisor.com)

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***Before you invest, consider whether your or the Beneficiary's home state offers any state tax or other state benefits such as financial aid, scholarship funds, and protection from creditors that are only available for investments in that state's qualified tuition program.***

The Comptroller of the State of New York and the New York State Higher Education Services Corporation are the Program Administrators and are responsible for implementing and administering New York's 529 Advisor-Guided College Savings Program (the "Advisor-Guided Plan"). Ascensus Broker Dealer Services, LLC ("ABD") serves as Program Manager for the Advisor-Guided Plan. ABD and its affiliates have overall responsibility for the day-to-day operations of the Advisor-Guided Plan, including recordkeeping and administrative services. J.P. Morgan Investment Management Inc. serves as the Investment Manager. JPMorgan Distribution Services, Inc. markets and distributes the Advisor-Guided Plan. JPMorgan Distribution Services, Inc. is a member of FINRA/SIPC.

**No guarantee: None of the State of New York, its agencies, the Federal Deposit Insurance Corporation, J.P. Morgan Investment Management Inc., Ascensus Broker Dealer Services, LLC, JPMorgan Distribution Services, Inc., nor any of their applicable affiliates insures accounts or guarantees the principal deposited therein or any investment returns on any account or investment portfolio.**

New York's 529 College Savings Program currently includes two separate 529 plans. The Advisor-Guided Plan is sold exclusively through financial advisory firms who have entered into Advisor-Guided Plan selling agreements with JPMorgan Distribution Services, Inc. You may also participate in the *Direct Plan*, which is sold directly by the Program and offers lower fees. However, the investment options available under the Advisor-Guided Plan are not available under the *Direct Plan*. The fees and expenses of the Advisor-Guided Plan include compensation to the financial advisory firm. Be sure to understand the options available before making an investment decision.

***For more information about New York's 529 Advisor-Guided College Savings Program, you may contact your financial advisor or obtain an Advisor-Guided Plan Disclosure Booklet and Tuition Savings Agreement at [www.ny529advisor.com](http://www.ny529advisor.com) or by calling 1-800-774-2108. This document includes investment objectives, risks, charges, expenses, and other information. You should read and consider it carefully before investing.***

The Program Administrators, the Program Manager and JPMorgan Distribution Services, Inc., and their respective affiliates do not provide legal or tax advice. This information is provided for general educational purposes only. This is not to be considered legal or tax advice. Investors should consult with their legal or tax advisors for personalized assistance, including information regarding any specific state law requirements.

October 2018

529-EG-EMPLOYEE