



## 529 funds can be used for K-12 tuition



Your Maryland 529 plan is more flexible than ever. You can now use the money saved in your Maryland Senator Edward J. Kasemeyer College Investment Plan (MCIP) for tuition expenses of up to \$10,000 each year at private, public, and religious K-12 schools—giving you more options for your child's future. Using your MCIP Account to pay for K-12 tuition may be something to consider, especially if you have enough saved to fund both K-12 and college education for your child. Keep in mind, that you can accumulate a maximum Account balance of up to \$500,000 per Beneficiary.



### What you need to know

- You can use up to \$10,000 per year, per Beneficiary for tuition only.
- Distribution checks are made payable directly to the Account Holder or Beneficiary – not the K-12 private, public, or religious school.\*
- Qualified distributions for K-12 tuition expenses are federally and Maryland State tax-free. If you are not a Maryland resident, you should discuss your state's tax treatment of K-12 distributions with a qualified tax professional.\*
- To use your Account funds for K-12 tuition, simply log in to your Account or complete the distribution form on our website.
- When you request a distribution for K-12 tuition, you will receive a IRS Form 1099Q. It's the Account Holder's responsibility to maintain adequate records and receipts showing the eligibility of the expense. If you have detailed tax questions, please consult your tax professional.
- If you choose to use your MCIP Account to fund K-12 tuition, now may be a good time to evaluate your investment strategy to ensure your asset allocation matches your new timeline for using your funds.

\*Distributions from 529 college savings plans for elementary or secondary education tuition expenses are federally and Maryland State tax-free. Outside of Maryland, state tax treatment will vary and could include state income taxes assessed, the recapture of previously deducted amounts from state taxes, and/or state-level penalties. You should consult with a tax or legal professional for additional information.



Don't have a MCIP Account?  
Visit [Maryland529.com](https://Maryland529.com) to open an Account today.

## They'll be in college before you know it.

A MCIP Account allows you to save for education your way, with the freedom to choose how much and how often you want to invest based on your budget and goals.



In addition to K-12 schools, it can be used at nearly any college, trade/technical schools, or certified apprenticeships nationwide.



Start with as little as \$25.



Choose from a variety of investment options managed by T. Rowe Price, an investment leader with more than 80 years experience.



Open an Account anytime for anyone.

Start early and involve your friends and family with the **GoTuition**<sup>®</sup> gifting portal, a convenient way to turn traditional gift giving into the gift of education. Visit [Maryland529.com/Gift](https://Maryland529.com/Gift) for more information.



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Please read the entire Enrollment Kit carefully before deciding to enroll. The Maryland Senator Edward J. Kasemeyer College Investment Plan Disclosure Statement provides investment objectives, risks, expenses and costs, fees, and other information you should consider carefully before investing. If you or your Beneficiary live outside of Maryland, you should compare Maryland 529 to any college savings program offered by your home state or your Beneficiary's home state, which may offer state tax or other state benefits such as financial aid, scholarship funds, and protection from creditors that are only available for investments in such state's 529 plan. T. Rowe Price Investment Services, Inc., Distributor/Underwriter of the Maryland Senator Edward J. Kasemeyer College Investment Plan. The availability of tax benefits may be conditioned on meeting certain requirements such as residency, purpose for or timing of distributions, or other factors as applicable.