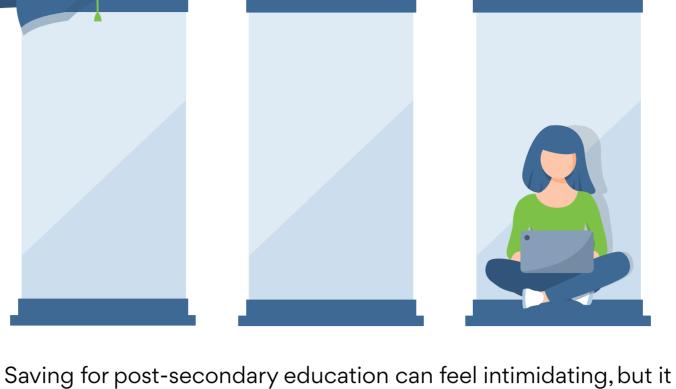
## HOW TO START SAVING FOR COLLEGE

accounts that can help you reach your goals







doesn't have to be. You've got plenty of ways to start saving for your or your loved one's education — and these three accounts can help.

01

### **COVERDELL EDUCATION SAVINGS ACCOUNTS (CESAS)**

that help families save for education.

CESAs are tax-advantaged trust accounts



Qualified withdrawals (for tuition, textbooks and

Savings can generate interest and capital gains tax-free



Can help fund K-12 or post-secondary education

Max contribution: \$2,000 per beneficiary per year

other qualified educational expenses) are tax-free

02

#### 529 plans also offer significant tax advantages, including the possibility to deduct contributions

**529 PLANS** 

May be able to reduce taxable income by

to the account from your taxable income.



Savings generate interest and can generate returns in the stock market tax-free

deducting contributions to the plan



**New York** 

**UGMA AND** 

**UTMAACCOUNTS** 

Max contribution across all 529 plans: Varies by state

Pennsylvania

Qualified withdrawals are tax-free

\$520,000 \$511,758 \$450,000 \$555,000 per beneficiary per beneficiary per beneficiary per beneficiary

Ohio

Indiana

03



#### Uniform Gift to Minors Account (UGMA) or Uniform Transfer to Minors Account (UMTA) are savings accounts that put flexibility first.

Parents may bypass gift tax by storing funds in a

Once the child gains access to the trust, they can

Max contribution: No limit

UGMA or UMTA, so more savings go to the beneficiary

Interest or returns in these accounts are subject to capital gains tax



spend the funds however they wish

# **BUILD YOUR EDUCATION** SAVINGS WITH CONFIDENCE

Our team of financial experts can help you determine which account works best for your educational savings goals.

USING THE RIGHT ACCOUNTS

Visit your local financial center today.



Member FDIC. Equal Housing Lender.