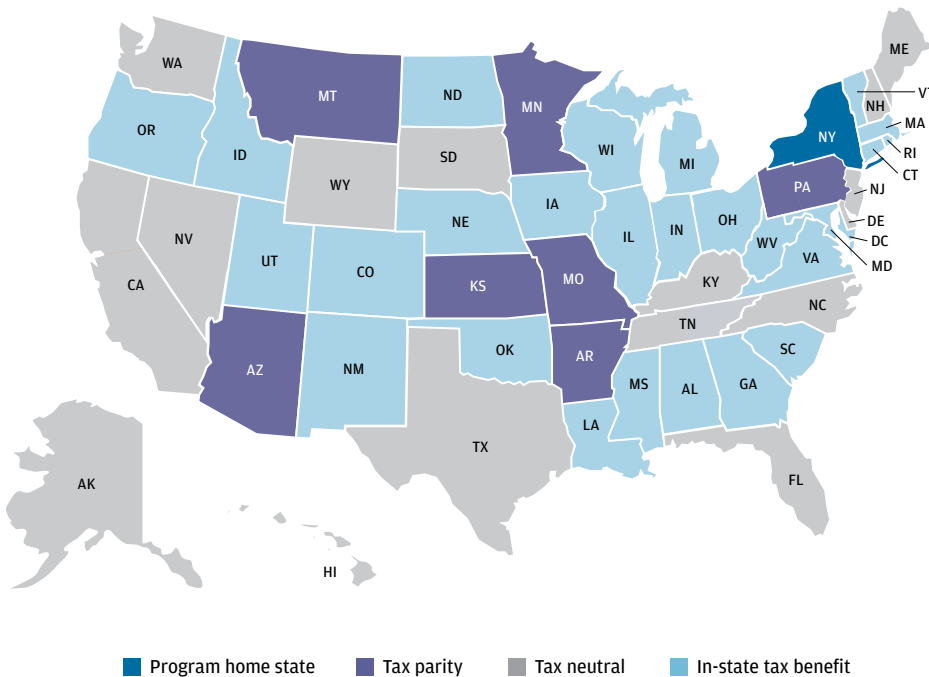


529 plans and state tax benefits

In addition to federal tax-deferred growth potential and tax-free qualified withdrawals, many 529 college savings plans offer investors state tax benefits.¹



NEW YORK'S ADVISOR-GUIDED PLAN OFFERS STATE TAX BENEFITS TO ACCOUNT OWNERS WHO ARE NEW YORK TAXPAYERS.



CONSULT YOUR FINANCIAL AND TAX PROFESSIONALS

State tax benefits are just one factor to consider in a 529 plan. Your financial and tax professionals can review other features and benefits to help you choose the right plan for your specific situation.

This information is for general educational purposes only and is not to be considered legal or tax advice.

¹ 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.

² Deductions may be subject to recapture in certain circumstances, such as rollovers to another state's plan or New York non-qualified withdrawals.

³ Arkansas also offers a state income tax deduction for contributions to 529 plans from other states, however this deduction is less than the deduction for contributions made to Arkansas-based 529 plans.

Tax benefits by state

NEW YORK

With New York's 529 Advisor-Guided College Savings Program®, New York taxpayers can deduct up to \$5,000 in contributions from their state income taxes each year (\$10,000 if married filing jointly).²

TAX-PARITY STATES

These states offer a tax deduction for contributing to *any* 529 plan, including out-of-state plans that may be more attractive than the in-state option:

- Arizona
- Arkansas³
- Kansas
- Minnesota
- Missouri
- Montana
- Pennsylvania

TAX-NEUTRAL STATES

These states offer no state tax deduction for 529 plan contributions:

- Alaska
- California
- Delaware
- Florida
- Hawaii
- Kentucky
- Maine
- Nevada
- New Hampshire
- New Jersey
- North Carolina
- South Dakota
- Tennessee
- Texas
- Washington
- Wyoming

ALL OTHER STATES

These states offer potential tax breaks on contributions made only to in-state 529 plans.

To learn more, consult your financial professional, visit www.ny529advisor.com or call **1-800-774-2108**.

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529 plan tax benefits by state, 2021 (Source: J.P. Morgan Asset Management leveraging data from savingforcollege.com and taxfoundation.org.)

State	Maximum annual state income tax benefit ¹	Who qualifies?	Carry forward ²	State tax rate ³	State tax savings	Net tax savings ⁴
ALABAMA	\$5,000 (I), \$10,000 (J) ⁵	Taxpayer		5.00%	\$500	\$315
ARIZONA	\$2,000 (I), \$4,000 (J)	Taxpayer		8.00%	\$320	\$202
ARKANSAS	\$5,000 (I), \$10,000 (J) ⁶ (In-State Plan) \$3,000 (I), \$6,000 (J) ⁶ (Out-of-State Plan)	Taxpayer		5.90%	\$590	\$372
COLORADO	Full contribution amount, to the extent of the taxpayer's taxable income	Taxpayer		4.55%	\$455	\$287
CONNECTICUT	\$5,000 (I), \$10,000 (J)	Taxpayer	5 years	6.99%	\$699	\$440
DIST. OF COLUMBIA	\$4,000 (I), \$8,000 (J) ⁷	Account owner	5 years	8.95%	\$716	\$451
GEORGIA	\$4,000 (I), \$8,000 (J)	Taxpayer, per beneficiary		5.75%	\$460	\$290
IDAHO	\$6,000 (I), \$12,000 (J)	Taxpayer		6.93%	\$693	\$436
ILLINOIS	\$10,000 (I), \$20,000 (J)	Taxpayer		4.95%	\$495	\$312
INDIANA	20% tax credit on contributions up to \$5,000; maximum credit is \$500	Taxpayer	Credit	3.23%	\$500	\$315
IOWA	\$3,474 (I), \$6,948 (J) ^{5,8}	Account owner, per beneficiary		8.53%	\$593	\$373
KANSAS	\$3,000 (I), \$6,000 (J)	Taxpayer, per beneficiary		5.70%	\$342	\$215
LOUISIANA	\$2,400 (I), \$4,800 (J) ⁹	Taxpayer, per beneficiary	Unlimited	6.00%	\$288	\$181
MARYLAND	\$2,500 (I), \$5,000 (J) ⁷	Account owner, per beneficiary	Unlimited	5.75%	\$288	\$181
MASSACHUSETTS	\$1,000 (I), \$2,000 (J)	Taxpayer		5.00%	\$100	\$63
MICHIGAN	\$5,000 (I), \$10,000 (J) ¹⁰	Taxpayer		4.25%	\$425	\$268
MINNESOTA	\$1,500 (I), \$3,000 (J), or tax credit up to \$500 ¹¹	Taxpayer		9.85%	\$296	\$186
MISSISSIPPI	\$10,000 (I), \$20,000 (J)	Taxpayer		5.00%	\$500	\$315
MISSOURI	\$8,000 (I), \$16,000 (J)	Account owner/spouse ¹²		5.40%	\$540	\$340
MONTANA	\$3,000 (I), \$6,000 (J)	Account owner/spouse or custodian/parent		6.90%	\$414	\$261
NEBRASKA	\$10,000 (I,J), \$5,000 if married filing separately	Account owner or parents/guardians of UTMA/UGMA accounts		6.84%	\$684	\$431
NEW MEXICO	Full contribution amount	Taxpayer		5.90%	\$590	\$372
NEW YORK	\$5,000 (I), \$10,000 (J)	Account owner/spouse ¹²		8.82%	\$882	\$556
NORTH DAKOTA	\$5,000 (I), \$10,000 (J)	Taxpayer		2.90%	\$290	\$183
OHIO	\$4,000 (I, J)	Taxpayer, per beneficiary	Unlimited	4.80%	\$192	\$121
OKLAHOMA	\$10,000 (I), \$20,000 (J)	Taxpayer	5 years	5.00%	\$500	\$315
OREGON	Tax credit for contributions to accounts of up to \$150 (I), \$300 (J)	Taxpayer	Credit	9.90%	\$300	\$189
PENNSYLVANIA	\$15,000 (I), \$30,000 (J) ¹³	Taxpayer, per beneficiary		3.07%	\$307	\$193
RHODE ISLAND	\$500 (I), \$1,000 (J) ⁷	Account owner	Unlimited	5.99%	\$60	\$38
SOUTH CAROLINA	Full contribution amount	Taxpayer		7.00%	\$700	\$441
UTAH	5% tax credit on contributions up to \$2,040 (I), \$4,080 (J); maximum credit is \$102 (I), \$204 (J) ^{5,8,14}	Account owner, per beneficiary ¹⁵	Credit	4.95%	204	\$129
VERMONT	10% tax credit on contributions up to \$2,500 (I), \$5,000 (J); maximum credit is \$250 (I), \$500 (J) ^{5,14}	Account owner, per beneficiary	Credit	8.75%	\$500	\$315
VIRGINIA	\$4,000 (I, J); fully deductible if age 70 or older ¹⁶	Account owner, per account	Unlimited	5.75%	\$230	\$145
WEST VIRGINIA	Full contribution amount	Taxpayer		6.50%	\$650	\$410
WISCONSIN	\$3,380 (I,J), \$1,690 if married filing separately ⁸	Taxpayer, per beneficiary	Unlimited	7.65%	\$259	\$163

I = Filing individually, J = Filing jointly ■ Program home state ■ Tax parity ■ In-state tax benefit

Important Information

¹ State tax deductions may be subject to recapture on non-qualified withdrawals and/or outbound rollovers in subsequent years. Review the applicable plan disclosure statements. ² Some states allow taxpayers who contribute above the maximum annual tax deduction to carry forward excess contributions to future state income tax returns. ³ Assumes joint tax filers in the top tax bracket on the State and Federal level with \$10,000 in 529 plan contributions. ⁴ If you itemize, state tax savings must be claimed as income on the following year's federal tax return. Net savings reflect final savings after federal taxes (hypothetical tax rate of 37%). ⁵ Married couples who each make their own contribution. ⁶ When investing in a non-Arkansas 529 plan as an Arkansas resident, there is still a state income tax deduction, but it is only \$3,000 for an individual filing and \$6,000 for a couple filing jointly. ⁷ Married couples who each make contributions to their own account. ⁸ Adjusted annually for inflation. ⁹ Certain deductions may be claimed each year for an account opened for needy, non-related beneficiaries meeting eligibility requirements. Consult your tax advisor for more information. ¹⁰ Contributions are reduced by qualified withdrawals during the year for purposes of determining the amount that may be deducted. ¹¹ Credit received is based on a % of net contributions and represents a sliding scale dependent on taxable income. Credit is subject to phase out for AGI exceeding \$79,640. ¹² Contributions by a spouse are only deductible if a joint return is filed. ¹³ Spouses filing jointly must each have at least \$15,000 in income to claim the maximum \$30,000 per-beneficiary deduction. ¹⁴ Only contributions made by the account owner, and by a non-account owner who files a joint return with the account owner, are eligible for the credit. ¹⁵ Contributions to an account established after a beneficiary reaches age 19 are not eligible. Contributions from a non-owner are deductible by the account owner and not by the non-owner/contributor. ¹⁶ Contributions are fully deductible in the year of contribution for taxpayers at least 70 years of age. Contributions from a non-owner are deductible by the account owner and not by the non-owner/contributor.

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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 serves as Program Manager for the Advisor-Guided Plan. Ascensus Broker Dealer Services, LLC 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. J.P. Morgan Asset Management is the marketing name for the asset management business of JPMorgan Chase & Co. JPMorgan Distribution Services, Inc. markets and distributes the Advisor-Guided Plan. JPMorgan Distribution Services, Inc. is a member of FINRA.

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.

The Advisor-Guided Plan is offered through financial intermediaries, including broker-dealers, investment advisers and firms that are registered as both broker dealers and investment advisers and their respective investment professionals. Broker-dealers and investment advisers are subject to different standards under federal and state law when providing investment advice and recommendations about securities. Please ask the financial professional with whom you are working about the role and capacity in which their financial intermediary acts when providing services to you or if you have any questions in this regard.

For more information about New York's 529 Advisor-Guided College Savings Program, you may contact your financial professional or obtain an *Advisor-Guided Plan Disclosure Booklet and Tuition Savings Agreement* at 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.

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