

BLACKROCK COLLEGEADVANTAGE® 529 PLAN
Sponsor: Ohio Tuition Trust Authority

SUPPLEMENT DATED DECEMBER 23, 2019
TO THE BLACKROCK COLLEGEADVANTAGE® 529 PLAN PROGRAM DESCRIPTION
AND PARTICIPATION AGREEMENT DATED SEPTEMBER 3, 2019

PLEASE READ CAREFULLY

This Supplement updates the BlackRock CollegeAdvantage® 529 Plan Program Description and Participation Agreement, dated September 3, 2019 (the “Program Description”). **You should review this information carefully and keep it with your current copy of the Program Description.**

Capitalized terms not defined herein have the meanings set forth in the Program Description.

Change in Contribution Limitation

Effective January 1, 2020, the Contribution Limitation per Beneficiary referenced in the Program Description is \$482,000. All references in the Program Description (including the appendices thereto) to the Contribution Limitation of \$468,000 “as of the date of this Program Description” are revised to reference a Contribution Limitation as of January 1, 2020 of \$482,000.

Additional Qualified Expenses

The following changes relate to recent amendments to Section 529 of the Internal Revenue Code that expand the permitted uses of distributions from 529 programs such as the Plan.

The following are added as new last paragraphs under “Qualified Expenses” on page iv of the Program Description:

- (C) In the case of a Beneficiary’s participation in an apprenticeship program registered and certified with the Secretary of Labor, expenses for fees, books, supplies, and equipment required for a Beneficiary’s participation in the apprenticeship program; and
- (D) In the case of a qualified education loan of a Beneficiary or a sibling of a Beneficiary, amounts paid as principal or interest on the qualified education loan. A qualified education loan is an indebtedness incurred solely to pay the cost of attendance at an Eligible Educational Institution, which expenses are paid or incurred within a reasonable period of time before or after the indebtedness is incurred.

The following are added as new last bullet points in the first paragraph under “Distributions and Closing an Account – Qualified Expenses” on page 36 of the Program Description:

- expenses for fees, books, supplies, and equipment required for a Beneficiary’s participation in an apprenticeship program registered and certified with the Secretary of Labor; and

- amounts paid as principal or interest on any qualified education loan of a Beneficiary or a sibling of a Beneficiary. A qualified education loan is an indebtedness incurred solely to pay the cost of attendance at an Eligible Educational Institution, which expenses are paid or incurred within a reasonable period of time before or after the indebtedness is incurred. The amount of Distributions that may be treated as used for Qualified Expenses with respect to an individual's qualified education loans shall not exceed \$10,000 (reduced by the amount of Distributions so treated for all prior taxable years). For purposes of this limitation, amounts treated as Qualified Expenses with respect to qualified education loans of a Beneficiary and a sibling of the Beneficiary shall be accounted for separately.

The following is added as a new last paragraph under "Tax Information – Coordination with Other Federal Tax Incentives" beginning on page 45 of the Program Description:

A taxpayer may claim a deduction, under Section 221 of the Code, for interest paid on any qualified education loan during a taxable year. Distributions treated as used for Qualified Expenses with respect to interest paid on a qualified education loan will reduce the deduction amount allowable for interest paid on the qualified education loan for the taxable year.

The following are added as new last paragraphs under "Appendix D: Glossary – Qualified Expenses" beginning on page D-2 of the Program Description:

Registered Apprenticeship Programs

With respect to a Beneficiary's participation in an apprenticeship program registered and certified with the Secretary of Labor, Qualified Expenses are expenses for fees, books, supplies, and equipment required for a Beneficiary's participation in the apprenticeship program.

Qualified Education Loan Repayments

With respect to a qualified education loan of a Beneficiary or a sibling of a Beneficiary, Qualified Expenses include amounts paid as principal or interest on the qualified education loan. A qualified education loan is an indebtedness incurred solely to pay the cost of attendance at an Eligible Educational Institution, which expenses are paid or incurred within a reasonable period of time before or after the indebtedness is incurred. The amount of Distributions that may be treated as used for Qualified Expenses with respect to an individual's qualified education loans shall not exceed \$10,000 (reduced by the amount of Distributions so treated for all prior taxable years). For purposes of this limitation, amounts treated as Qualified Expenses with respect to qualified education loans of a Beneficiary and a sibling of the Beneficiary shall be accounted for separately.