



## College Savings Month Act Now to Avoid or Limit Student Debt

### A UTAH EDUCATIONAL SAVINGS PLAN (UESP) ACCOUNT CAN HELP YOU MANAGE THE CHALLENGE OF PAYING FOR COLLEGE

The cost of college is rising, and growing numbers of families at all income levels are turning to student loans to pay for higher education.

Nearly seven in 10 students (69 percent) who graduated from college in 2013 had student loans they have to pay back, according to the Institute for College Access and Success. The average debt of students leaving school was \$28,400, up 2 percent from the previous year and 25 percent from 2008.

The Class of 2013 was the most indebted class ever. Fortunately for them, the dubious honor did not stick. It passed to the Class of 2014, whose average debt at graduation for a bachelor's degree was about \$33,000, according to Edvisors,

which provides information about financial aid. Figures for 2015 aren't available yet, but the trend is expected to continue.

With the pressure to pay for higher education increasing—and College Savings Month just around the corner in September—there is no time like the present for families to redouble their efforts to save for higher education in a flexible, tax-advantaged UESP account.

“UESP account owners should be better prepared to face the challenge of paying for college than people without 529 accounts. Every dollar saved is a dollar that doesn't have to be borrowed and repaid with interest,” said Lynne Ward, executive director of UESP.

With higher education expenses continuing to increase every year, saving even small amounts can make a big difference down the road. The secret is to start saving early and regularly, said Thomas Maloney, chairman of the University of Utah economics department.

“Even if savings won't cover the full cost [of college], it will be beneficial to do what you can now to limit your long-term debt,” Maloney said.

“In the end, your financial package will include a lot of elements—some



savings, some borrowing, some grants or scholarships. Saving a few dollars over a long period of time, and earning interest on that savings, will reduce the need for those other components of the package,” he said.

At \$1.2 trillion, student debt is nearly double what it was a decade ago. Student debt is now the largest consumer liability, surpassed only by mortgages. The debt load comes with a cost for society. It limits the ability of borrowers to buy homes and start families and weakens consumer demand in other parts of the economy, Maloney said.

In 2013, three-quarters of borrowers or their children made personal or financial sacrifices because of student loan payments. Forty-one percent postponed saving for retirement, while 40 percent delayed buying a car, and 29 percent put off a house purchase, according to the American Institute of CPAs. Marriage suffered, too. Student debt drove 15 percent to delay marriage.

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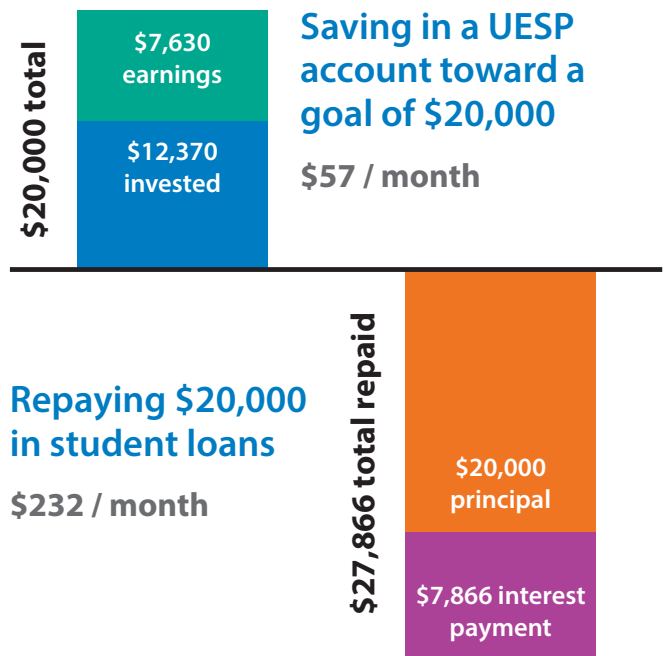
The Pew Research Center says solid majorities of graduates from lower-middle and upper-middle income families now leave college with student loans to repay. Half of students from the most affluent 25 percent of U.S. families graduated in 2012 with college loans, according to Pew. That's up from less than a quarter of affluent students in 1993.

While rising tuition and increased enrollments get a lot of blame, it isn't clear why student loan debt is accelerating. Researchers at the Brookings Institution found that "net" tuition—the actual cost to students, minus grants, tuition discounts, and tax credits—is rising at a much lower rate than the "sticker price" of college. Average net tuition increased 13 percent and the number of people going to college moved up 27 percent between 2002 and 2012. But student loan debt soared 77 percent. Students borrowed \$110 billion for the 2012–2013 school year, more than four times what students borrowed 20 years earlier, according to Pew.

UESP, a nonprofit 529 college savings plan, can help reduce the need for student loans. If you invest \$57 a month in a UESP account, the account balance may grow to \$20,000 after 18 years, assuming a 5 percent return compounded annually, according to a UESP estimate. If you were to borrow \$20,000 in student loans instead, you'd be obligated to repay \$27,866, or \$232 a month, assuming a 7 percent interest rate and a 10-year repayment period.

"Higher education opens up wider career options with better incomes," UESP's Ward said. "It makes sense to save to support that investment."

## Saving Versus Borrowing to Pay for College



All numbers are UESP estimates. Earnings on a UESP account assume a 5 percent rate of return compounded annually over 18 years. The monthly loan repayment assumes a 7 percent interest rate and a 10-year repayment period. This chart is to be used for illustrative purposes only.

## UESP Rolls Out Redesigned, Reader-Friendly Account Statements

Quarterly account statements with a fresh look that makes it easier to read and understand your account transactions will hit mailboxes and be online at [uesp.org](http://uesp.org) soon.

"Your statements will have a cleaner look and be more informative," said Lynne Ward, UESP executive director.

Some elements of the revamped quarterly statements have been rearranged to communicate account information more helpfully. Generous use of white space gives the statements a brighter, more open feel.

Gone is the pie chart on page 1 that showed how your contributions were allocated among the underlying funds that form the investment option you chose. The pie chart was dropped because the same asset allocation percentages are nearby in the Underlying Fund Balances table.

Removing the pie chart allowed UESP to add a new feature. Under your name and address on page 1 is a highlighted box that contains news and information about UESP.

Also gone is the page 1 table that summarized your quarterly account

activity. An abridged Activity Summary table replaces the table. Further information about your account activity is itemized in the Transaction Detail table on page 2. You also may log in to Account Access at [uesp.org](http://uesp.org).

Quarterly statements mailed to account owners will arrive in a larger envelope. Statements delivered to account owners in a PDF format online at [uesp.org](http://uesp.org) will be viewable in a new HTML format. If you have questions or need more information, call UESP toll-free at 800.418.2551 or send an email to [info@uesp.org](mailto:info@uesp.org).

### IS YOUR ACCOUNT STATEMENT CORRECT?

Do you always examine your quarterly UESP account statement to make certain your account balance is correct?

If you don't, it's a good habit to develop.

As part of the Office of the Utah State Auditor's annual independent assessment of UESP's financial operations, UESP is required to provide you with the following contact information you can use if you think your account balance is incorrect:

**Jason Allen, Audit Supervisor**  
**Attention: UESP**  
**Office of the Utah State Auditor**  
**East Office Building, Suite E310**  
**Salt Lake City, UT 84114-2310**  
**Phone: 801.808.0716**  
**Email: [jasonallen@utah.gov](mailto:jasonallen@utah.gov)**

You should provide the following written information:

- Your name
- Your UESP account number(s)
- A description of the problem

If information other than your balance is wrong, contact UESP by mail or fax at:

**Utah Educational Savings Plan**  
**PO Box 145100**  
**Salt Lake City, UT 84114-5100**  
**Fax: 800.214.2956**

UESP will consider your account statement final and accurate unless you advise us in writing of any concern within 60 calendar days following the end of the quarter.

# A Guide to Your First UESP Account Withdrawal

July and August are months when UESP account owners often withdraw funds for the first time to pay the qualified higher education expenses of a beneficiary. Withdrawals used for nonqualified expenses may trigger taxes and penalties. Here is what you should know as you plan your withdrawals:

## Know which expenses are qualified

- Tuition, mandatory fees, textbooks, supplies, and equipment required to enroll or attend an eligible educational institution are allowed expenses.

An eligible educational institution is a university, college, or technical school in the United States

or abroad that participates in federal financial aid programs for students. Visit [fafsa.ed.gov](http://fafsa.ed.gov) for a complete list of eligible institutions.

- Room-and-board expenses, if they do not exceed amounts specified in the cost of attendance at the school in which your beneficiary is enrolled, or the actual invoice, if higher, for housing owned or operated by the institution. Your beneficiary also must be enrolled half-time or more.
- A computer, but only if one is required as a condition of enrollment or attendance at an eligible educational institution.
- Services a special-needs beneficiary must have to enroll or attend a post-secondary school.



## Know which expenses are nonqualified

- Room-and-board expenses that exceed amounts specified in the cost of attendance at the school in which your beneficiary is enrolled, or the actual invoice, if higher, for housing owned or operated by the institution
- Travel and transportation expenses
- Student loan payments
- Insurance payments
- Computers that aren't required as a condition of enrollment or attendance at an eligible educational institution
- Sports and entertainment expenses
- Sorority and fraternity fees

Consult a tax advisor if you aren't sure whether an expense is a qualified higher education expense.

## Know when to request a qualified withdrawal, and how much to request

- To be considered a qualified withdrawal, you must withdraw funds from your account in the same period that qualified higher education expenses are incurred.
- Withdrawals should not exceed qualified higher education expenses.
- Keep a record of qualified higher education expenses. UESP is not responsible for tracking how your withdrawals are used.

## Know how to withdraw funds from your account

**Online.** Log in to Account Access at [uesp.org](http://uesp.org). Click Withdrawals. Follow the prompts that instruct you in how to make a withdrawal.

**Mail or fax.** Submit a completed Withdrawal Request form (form 300) to UESP at the address or fax number on the form. Forms are available for download at [uesp.org](http://uesp.org), or call UESP toll-free at 800.418.2551 to request a form.

- Withdrawal requests made online may be deposited electronically into your or your beneficiary's bank account.
- If you make your withdrawal request by mail or fax, UESP will mail a check to you or your beneficiary, or you can instruct UESP to mail the check to the qualified educational institution. UESP does not distribute withdrawals to third parties other than to eligible educational institutions.

## Know the consequences of nonqualified expenditures

- The earnings portion of a nonqualified withdrawal is subject to federal income tax and—for Utah residents—Utah state income tax.
- The earnings portion of a nonqualified withdrawal is also subject to an additional 10 percent federal tax penalty, except in the limited circumstances described below.
- Utah residents may be required to repay any previously claimed Utah state income tax credits or deductions.

## Know when tax penalties for nonqualified withdrawals may be waived

- The IRS waives the 10 percent federal tax penalty on earnings if your beneficiary receives a scholarship (up to the amount of the scholarship), attends a U.S. service academy, dies, or becomes disabled.
- Utah taxpayers do not have to repay previously claimed tax credits or deductions if the same circumstances above apply.

The earnings portion of a nonqualified withdrawal is still subject to federal and Utah state income taxes.

## Know how to avoid making a nonqualified withdrawal if your beneficiary does not go to college

- If your beneficiary decides not to pursue a higher education, you can transfer funds in your account or change the beneficiary to another beneficiary who is a member of the beneficiary's family. See the Program Description for more details.

UESP will issue IRS Form 1099-Q for the taxable year you withdraw funds from your account. You receive the IRS Form 1099-Q if the withdrawal is distributed to you. If a withdrawal check is sent to your beneficiary or to the eligible educational institution, your beneficiary receives the form.

Please read the February 2, 2015, UESP Program Description for complete details about withdrawals, including potential tax consequences. Consult your tax advisor with questions about how a withdrawal may affect your unique financial situation. If you do not have a copy of the Program Description and its April 16, 2015, Supplement, download them at [uesp.org](http://uesp.org), or call UESP toll-free at 800.418.2551.

# Family Uses Payroll Contribution to Save for Law School

*'Even if you just put a little bit away, it's something that is going to help in the future.'*

*-Melissa H., a UESP account owner since 2010*



Melissa H., pictured here with husband Dave and son Tyler, uses payroll contribution to a UESP account to save for law school tuition.

Photo courtesy of Kaydee Gilson

Melissa H. cherishes the UESP college savings account she opened for her son Tyler when he was a junior high school student about six years ago.

"It's a great plan," said Melissa, who works for the Utah Division of Child and Family Services in Price, Utah. Melissa contributes to her UESP account every two weeks through payroll contribution.

"I'm happy with the results, and you don't have to think about it," she said.

"That's the biggest thing for me. You don't have to worry about, 'oh, I've got to remember to put \$50 away for my kid's education.' It just happens, and you know what? You adjust to the deduction out of your paycheck and you don't even have to think about it."

If Melissa feels any pang, it's because she didn't open a UESP account sooner. Scholarships covered Tyler's freshman year at the University of Utah, but they may not always be available, and Melissa doesn't want to withdraw funds from her account until Tyler starts law school.

"It sounds cliché, but I wish I would have started when he was born. Because if you think of the growth over that amount of time, over 18 years, even if you just put a little bit away, it's something that is going to help in the future," Melissa said.

"So yes, if I had to do it again, I probably would have started as soon as I had him. But I'm older and wiser now," she said.

When Melissa opened her account, a \$50 semi-monthly payroll contribution wasn't realistic, so she funded it with smaller amounts. She told other family members Tyler would welcome contributions to the account, instead of toys or other gifts he would outgrow.

"Sometimes we don't realize how much it's going to cost to put our kids through school. So (to) anybody who asked me, I would stress to them the importance of saving for their kids' education, and to start early rather than later. It's never too early, and every little bit helps," she said.

## Save for Your Child's Future with Payroll Contribution

One of the easiest ways to make sure you contribute regularly to your UESP account is to set up a recurring payroll contribution.

Many employers allow multiple direct deposits of payroll funds. You can initiate a payroll contribution to your UESP account(s) by following these steps:

1. Log in to Account Access online at [uesp.org](http://uesp.org).
2. Under Payroll Contribution, select Set up/Change Payroll Contribution.
3. After reading the information under Getting Started, enter the following information:
  - The total amount to be contributed to your UESP account(s) from your paycheck each pay period

- Your employer's name
- The dollar amount or percent of your payroll contribution to go to each UESP account each pay period

4. Once you agree to the terms, UESP will provide you with a confirmation page to print and give to your employer that includes a routing and bank account number. You can work with your employer to add your UESP contribution as a direct deposit of payroll funds.

A few things to note about payroll contributions:

- These are after-tax contributions.
- Payroll contributions typically are posted within two business days of UESP receiving the funds from your employer.

- Establishing a payroll contribution does not stop or change existing scheduled one-time or recurring electronic contributions. You can cancel these online at [uesp.org](http://uesp.org) or by submitting a completed One-Time or Recurring Electronic Contributions Authorization/Change form (form 200).

If you'd prefer not to initiate a payroll contribution online, you can initiate it by using the Payroll Contribution Agreement (form 205). The form is available online at [uesp.org](http://uesp.org) or by calling UESP toll-free at 800.418.2551 weekdays from 8:00 a.m. to 5:00 p.m., Mountain Time.

**UESP wants to hear about your UESP college savings experience! Please email [shareyourstory@uesp.org](mailto:shareyourstory@uesp.org).**

**UESP offices  
are closed**

• Friday, July 3

• Friday, July 24  
(Utah state holiday)

• Monday, September 7



**Utah Educational  
Savings Plan®**  
SAVE FOR COLLEGE. INSPIRE THEIR FUTURE.®

## Investment Option Performance as of June 30, 2015

	Latest Month	Latest Three Months	Year to Date <sup>1</sup>	One Year	Average Annualized Return <sup>2</sup>				Inception Date <sup>3</sup>	
					Three Year	Five Year	Ten Year	Since Inception		
<b>AGE-BASED INVESTMENT OPTIONS</b>										
Age-Based Aggressive Global	Age 0-3	-2.01%	0.38%	2.92%	3.87%	16.00%	15.89%	7.75%	10.47%	4/1/2003
	Age 4-6	-2.01%	0.38%	2.92%	3.86%	16.00%	15.88%	7.75%	10.46%	4/1/2003
	Age 7-9	-1.75%	0.08%	2.39%	3.36%	13.13%	13.37%	7.54%	9.69%	4/1/2003
	Age 10-12	-1.47%	-0.15%	1.90%	2.85%	10.26%	10.81%	7.04%	8.64%	4/1/2003
	Age 13-15	-1.09%	-0.22%	1.43%	2.24%	7.33%	8.09%	6.21%	7.28%	4/1/2003
	Age 16-18	-0.66%	-0.20%	0.99%	1.57%	4.31%	5.29%	5.11%	5.65%	4/1/2003
	Age 19+ or College Enrolled <sup>4</sup>	-0.03%	0.08%	0.48%	0.73%	0.73%	0.75%	1.85%	1.78%	4/1/2003
Age-Based Aggressive Domestic	Age 0-3	-1.72%	0.06%	1.81%	7.06%	17.19%	16.80%	7.67%	4.83%	9/20/1999
	Age 4-6	-1.72%	0.06%	1.81%	7.06%	16.52%	15.94%	7.69%	5.14%	9/20/1999
	Age 7-9	-1.52%	-0.17%	1.50%	5.94%	14.03%	13.98%	7.17%	5.10%	9/20/1999
	Age 10-12	-1.29%	-0.34%	1.23%	4.79%	11.51%	12.00%	6.60%	5.01%	9/20/1999
	Age 13-15	-0.98%	-0.35%	0.99%	3.54%	8.59%	9.31%	5.72%	4.70%	9/20/1999
	Age 16-18	-0.60%	-0.26%	0.77%	2.23%	4.91%	5.65%	4.49%	4.34%	9/20/1999
	Age 19+ or College Enrolled <sup>4</sup>	-0.03%	0.08%	0.48%	0.73%	0.73%	0.75%	1.85%	2.26%	9/20/1999
Age-Based Moderate	Age 0-3	-1.75%	0.08%	2.40%	3.37%	12.54%	12.33%	7.31%	9.49%	4/1/2003
	Age 4-6	-1.75%	0.08%	2.39%	3.36%	11.95%	11.64%	7.36%	9.23%	4/1/2003
	Age 7-9	-1.47%	-0.15%	1.90%	2.85%	9.84%	10.02%	6.90%	8.52%	4/1/2003
	Age 10-12	-1.09%	-0.22%	1.43%	2.23%	7.59%	8.31%	6.32%	7.71%	4/1/2003
	Age 13-15	-0.66%	-0.20%	0.99%	1.57%	5.25%	6.35%	5.44%	6.61%	4/1/2003
	Age 16-18	-0.32%	0.05%	0.86%	1.14%	3.60%	4.80%	4.70%	5.60%	4/1/2003
	Age 19+ or College Enrolled <sup>4</sup>	0.00%	0.10%	0.42%	0.69%	0.64%	0.70%	1.82%	1.76%	4/1/2003
Age-Based Conservative	Age 0-3	-1.47%	-0.15%	1.89%	2.83%	9.42%	9.66%	6.87%	8.17%	4/1/2003
	Age 4-6	-1.47%	-0.15%	1.89%	2.84%	8.87%	8.89%	6.70%	7.68%	4/1/2003
	Age 7-9	-1.09%	-0.22%	1.43%	2.23%	6.58%	7.08%	5.97%	6.72%	4/1/2003
	Age 10-12	-0.66%	-0.20%	0.99%	1.57%	4.24%	5.10%	4.97%	5.50%	4/1/2003
	Age 13-15	-0.10%	0.02%	0.59%	0.81%	1.62%	2.90%	3.79%	4.11%	4/1/2003
	Age 16-18	-0.10%	0.02%	0.59%	0.80%	1.01%	1.97%	3.18%	3.17%	4/1/2003
	Age 19+ or College Enrolled <sup>4</sup>	0.06%	0.16%	0.31%	0.61%	0.47%	0.60%	1.77%	1.72%	4/1/2003
Option 3 (Closed to new investments)	Age 0-3	-1.72%	0.07%	1.82%	6.97%	17.50%	17.21%	7.63%	4.65%	9/20/1999
	Age 4-6	-1.72%	0.06%	1.80%	7.03%	17.53%	17.23%	7.64%	4.65%	9/20/1999
	Age 7-9	-1.69%	-0.04%	1.70%	6.76%	16.74%	16.54%	7.38%	4.50%	9/20/1999
	Age 10-12	-1.55%	-0.22%	1.46%	5.93%	14.40%	14.47%	6.75%	4.26%	9/20/1999
	Age 13-15	-1.31%	-0.22%	1.27%	4.99%	11.92%	12.10%	6.07%	4.13%	9/20/1999
	Age 16-18	-1.08%	-0.24%	1.10%	4.07%	9.50%	9.77%	5.36%	3.97%	9/20/1999
	Age 19+ or College Enrolled <sup>4</sup>	-0.78%	-0.14%	0.93%	3.07%	6.94%	7.31%	4.54%	3.72%	9/20/1999

### Important Information Regarding Investments in UESP

The performance returns shown in the table above are based on a \$10,000 beginning account balance, assuming the money was invested on the first day and held until the last day of each period shown. These returns only reflect the performance returns of a hypothetical \$10,000 investment for a particular investment option over the stated period of time reflected in the table, not for individual accounts. Individual account performance will vary based on the timing of the initial and subsequent investments; withdrawals (if any); and the account balances.

The returns shown above (a) take into account the underlying investment performance for each period; (b) show applicable interest and dividends; and (c) are net of the Administrative Asset Fee charged by UESP during such periods. Beginning on January 1, 2010, and ending on September 30, 2014, the Administrative Maintenance Fee of up to \$15 annually was not reflected on the returns. Beginning on October 1, 2014, returns do not reflect the Administrative Maintenance Fee, which was renamed the Administrative Mail Delivery Fee and is capped at \$12 annually. The Administrative Mail Delivery Fee does not apply to Utah residents. It also does not apply to non-Utah residents who elect to view their quarterly account statements, Program Description, Program Description Supplements, newsletters, and all other UESP communications online rather than receiving them in the U.S. mail. The hypothetical performance for non-Utah residents who elect to receive quarterly account statements in the mail would be lower due to the annual Administrative Mail Delivery Fee.

For age-based and static investment options, performance returns shown above assume that (a) prior to January 1, 2007, the investment options did not rebalance; (b) beginning January 1, 2007, and ending December 31, 2012, investment options rebalanced on January 1 of each year to match the target

allocations for each investment option in effect at the time; and (c) beginning January 1, 2013, investment returns are based on the aggregate market value of the investment options, which reflect the actual investment rebalancing that takes place on the birthday of each beneficiary. For these reasons and the reasons stated above, the actual returns in an individual account will not match those shown in the tables.

Past performance does not guarantee future results. The value of a UESP account may vary depending on market conditions and the performance of the investment option selected. It could be more or less than the amount contributed. In short, an investment could lose value. Except for the underlying investment in the accounts insured by the Federal Deposit Insurance Corporation (FDIC) and held in trust by UESP at Sallie Mae Bank and U.S. Bank (Banks), investments in UESP are not insured by the FDIC. Contributions to and earnings on investments in the FDIC-insured accounts:

- Retain their value, subject to the application of the rules and regulations of the Banks and the FDIC to each account owner.
- Are allocated between the Banks according to the following percentages: Sallie Mae Bank (90 percent) and U.S. Bank (10 percent).
- Are insured by the FDIC on a pass-through basis to each account owner at each bank up to the maximum amount set by federal law, which is \$250,000. The amount of FDIC insurance is based on the total of (a) the value of an account owner's investments in the FDIC-insured account at each bank, plus (b) the value of an account owner's other accounts (if any) at each Bank, as determined by the Banks and by FDIC regulations.

See *Notes* on the next page.

## Investment Option Performance as of June 30, 2015

	Latest Month	Latest Three Months	Year to Date <sup>1</sup>	One Year	Average Annualized Return <sup>2</sup>				Inception Date <sup>3</sup>	
					Three Year	Five Year	Ten Year	Since Inception		
<b>STATIC INVESTMENT OPTIONS</b>										
Equity—100% Domestic	-1.94%	0.24%	1.15%	7.24%	17.09%	17.01%	7.54%	4.60%	9/20/1999	
Equity—30% International	-2.04%	0.33%	3.12%	3.75%	15.86%	15.13%	N/A	10.57%	10/3/2008	
Equity—10% International	-1.78%	-0.14%	2.49%	5.88%	17.15%	16.57%	8.07%	10.73%	4/1/2003	
70% Equity/30% Fixed Income	-1.46%	-0.04%	1.81%	4.26%	N/A	N/A	N/A	11.26%	6/21/2013	
20% Equity/80% Fixed Income	-0.66%	-0.19%	1.00%	1.60%	N/A	N/A	N/A	4.12%	6/21/2013	
Fixed Income	-0.71%	-1.13%	0.22%	1.38%	1.21%	2.95%	3.99%	4.09%	9/9/2002	
Public Treasurers' Inv. Fund: Utah Res.	0.05%	0.14%	0.27%	0.52%	0.58%	0.60%	1.96%	2.95%	11/3/1996	
Public Treasurers' Inv. Fund: Non-Utah Res.	0.03%	0.10%	0.19%	0.36%	0.38%	0.40%	1.74%	2.83%	11/3/1996	
FDIC-Insured	0.06%	0.16%	0.31%	0.63%	0.49%	0.62%	N/A	0.64%	2/11/2009	
<b>CUSTOMIZED INVESTMENT OPTIONS</b>										
The information below shows the returns for the following underlying investments and are net of the UESP Administrative Asset Fee. Returns on an account invested in the Customized Age-Based or Customized Static investment options will depend upon the underlying investment allocation chosen by the account owner/agent. In addition, individual account performance will vary based on the timing of the investments in the investment option, any cash flow in or out of the UESP account during the investment period, and on the balances in the UESP accounts.										
Vanguard Funds	VG Institutional Total Stock Market Index Fund	-1.72%	0.05%	1.80%	7.03%	17.52%	17.38%	N/A	15.39%	2/1/2010
	VG Institutional Index Fund	-1.95%	0.24%	1.15%	7.23%	17.08%	17.10%	N/A	14.99%	2/1/2010
	VG Value Index Fund	-2.19%	0.46%	-0.16%	5.31%	N/A	N/A	N/A	13.75%	6/21/2013
	VG Growth Index Fund	-1.62%	-0.26%	3.12%	9.39%	N/A	N/A	N/A	18.55%	6/21/2013
	VG Mid-Cap Index Fund	-1.83%	-1.23%	2.97%	8.45%	19.49%	18.05%	N/A	16.87%	2/1/2010
	VG Small-Cap Index Fund	-0.89%	-0.62%	4.11%	5.04%	18.53%	17.95%	N/A	16.90%	2/1/2010
	VG Small-Cap Value Index Fund	-1.43%	-1.39%	2.00%	3.95%	N/A	N/A	N/A	16.27%	6/21/2013
	VG Small-Cap Growth Index Fund	-0.28%	0.25%	6.49%	6.22%	N/A	N/A	N/A	15.69%	6/21/2013
	VG Total International Stock Index Fund	-2.70%	1.25%	5.33%	-4.73%	9.70%	N/A	N/A	2.65%	5/6/2011
	VG Developed Markets Index Fund	-2.80%	1.01%	6.52%	-4.13%	11.81%	9.75%	N/A	7.03%	2/1/2010
	VG International Value Fund <sup>5</sup>	-2.79%	1.16%	5.34%	-6.43%	11.53%	8.98%	N/A	6.11%	2/1/2010
	VG International Growth Fund	-2.86%	1.13%	6.63%	-1.68%	12.18%	10.41%	N/A	8.50%	2/1/2010
	VG Emerging Markets Stock Index Fund	-2.40%	1.70%	3.77%	-2.55%	N/A	N/A	N/A	7.23%	6/21/2013
	VG Total Bond Market Index Fund	-1.02%	-1.83%	-0.26%	1.54%	1.52%	3.07%	N/A	3.51%	2/1/2010
	VG Short-Term Investment-Grade Fund	-0.32%	-0.11%	0.88%	0.95%	1.88%	N/A	N/A	1.92%	8/1/2011
VG Short-Term Bond Index Fund	-0.19%	-0.10%	0.87%	1.07%	N/A	N/A	N/A	1.42%	6/21/2013	
VG Short-Term Infl.-Prof. Sec. Index Fund	-0.06%	0.45%	0.70%	-2.25%	N/A	N/A	N/A	-0.79%	2/3/2014	
VG Total International Bond Index Fund	-1.47%	-2.96%	-0.92%	3.33%	N/A	N/A	N/A	4.15%	2/3/2014	
Dimensional Funds	DFA Global Equity Portfolio	-1.79%	0.53%	3.20%	1.09%	N/A	N/A	N/A	12.98%	6/21/2013
	DFA Global Allocation 60/40 Portfolio	-1.35%	-0.03%	N/A	N/A	N/A	N/A	N/A	2.79%	2/2/2015
	DFA Global Allocation 25/75 Portfolio	-0.72%	-0.20%	N/A	N/A	N/A	N/A	N/A	0.81%	2/2/2015
	DFA Five-Year Global Fixed Income Portfolio	-0.52%	N/A	N/A	N/A	N/A	N/A	N/A	-0.91%	4/16/2015
	DFA U.S. Large Cap Value Portfolio	-1.64%	1.41%	1.14%	3.62%	N/A	N/A	N/A	15.41%	6/21/2013
	DFA U.S. Small Cap Value Portfolio	0.03%	0.00%	2.40%	1.27%	N/A	N/A	N/A	13.61%	6/21/2013
	DFA Real Estate Securities Portfolio	-4.40%	-10.27%	-6.06%	4.14%	N/A	N/A	N/A	10.53%	6/21/2013
	DFA International Value Portfolio	-2.93%	2.43%	6.61%	-5.79%	N/A	N/A	N/A	9.45%	6/21/2013
	DFA One-Year Fixed Income Portfolio	0.01%	0.04%	0.23%	0.18%	N/A	N/A	N/A	0.18%	6/21/2013
Public Treasurers' Investment Fund <sup>6</sup>	0.03%	0.09%	0.17%	0.31%	0.36%	0.38%	N/A	0.38%	2/1/2010	
FDIC-Insured Accounts	0.05%	0.15%	0.30%	0.59%	0.46%	0.59%	N/A	0.62%	2/1/2010	

### Notes

- <sup>1</sup> Year-to-date calculations are based on a calendar year; January 1 to the current month-end date.
- <sup>2</sup> Average Annualized Returns for investment options with an inception date in the past 12 months are cumulative and nonannualized.
- <sup>3</sup> The inception date is the first date that (a) the investment option was offered and/or received a contribution, or (b) the underlying fund was offered as part of either the Customized Age-Based or Customized Static investment options.
- <sup>4</sup> UESP will reallocate the account balance to the Age 19+ or College Enrolled age bracket for accounts with an age-based investment option, including the Customized Age-Based investment option, when either (a) the beneficiary turns age 19, or (b) a qualified withdrawal is processed for the account owner/agent, whichever comes first.
- <sup>5</sup> Closed to new investments beginning on July 25, 2011.
- <sup>6</sup> Public Treasurers' Investment Fund is a pool of money managed by the Utah state treasurer in short-term investments. Closed to new investments as an underlying investment in the Customized Age-Based and Customized Static investment options beginning on July 25, 2011.

**UESP's historical and monthly returns are available online at [uesp.org](http://uesp.org).**

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## **Important Legal Notice**

*Read the Program Description for more information and consider all investment objectives, risks, charges, and expenses before investing. Call 800.418.2551 for a copy of the Program Description or visit [uesp.org](http://uesp.org).*

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