



OFFICE OF THE
ARIZONA STATE TREASURER
KIMBERLY YEE
TREASURER



May 30, 2025

Dear Valued AZ529 Customer,

As Arizona State Treasurer and Administrator of the AZ529, Arizona's Education Savings Plan, I am pleased to share with you some upcoming changes to our Plan which continues to help over 54,000 more families save for their educational dreams, since we began administering the program in October 2020.

I am writing to notify you of important changes pertaining to the CollegeSure CDs managed by College Savings Bank (CSB), a Division of NexBank. Beginning on July 31, 2025, CSB will accelerate the maturity on all CollegeSure CDs that mature on or after July 31, 2026, as reviewed and approved by the Arizona State Board of Investment (BOI), as follows:

- Each CollegeSure CD issued on or before March 28, 2011, (Legacy CollegeSure CDs) will receive a 4.5% annual percentage yield (APY) paid in full on July 31, 2025.
- Each CollegeSure CD issued after March 28, 2011, will receive a 2.0% APY paid in full on July 31, 2025.

This accelerated schedule will provide account holders with a likely higher APY than if the CD was held to maturity. Please review the options as outlined in the attached disclosure documents from CSB. Unless otherwise directed, the funds in your account will automatically be transferred to a CollegeSure Honors Savings Account and then transition to an investment option in the AZ529 Plan, Arizona's Education Savings Plan, as managed by Fidelity Investments on August 31, 2025.

CSB has been a contracted AZ529 program manager with the State of Arizona since the AZ529 Plan was first created and launched in 1999. In 2021, CSB's parent company Nexbank, indicated they no longer desired to offer 529 savings products and as a result, the BOI approved and the Arizona State Treasurer's Office entered into a transition service agreement with CSB with quarterly transitions of accounts and assets to Fidelity Investments.

We thank you for your partnership and encourage you to visit our website at AZ529.gov to learn more about our educational savings options with Fidelity and Goldman Sachs. These investment options continue to include the Arizona state income tax deduction of up to \$2,000 per beneficiary for single filers or up to \$4,000 per beneficiary for married couples who contribute to any 529 education savings plan. Additionally, any leftover 529 funds of up to \$35,000 can now be rolled over into a Roth investment retirement account for the same beneficiary, providing another benefit for our AZ529 Plan customers.

Thank you for saving for your loved one's future education and your continued partnership with our Office. If you have any questions, please contact us at (602) 542-7529 or via e-mail at AZ529@aztreasury.gov.

Sincerely,

The Honorable Kimberly Yee
Arizona State Treasurer