

529 College Savings Plan

529 College Savings Plan State Tax Deductions Increase

Summary



- 1 529 savings plans help families save for college, with earnings or contributions not subject to federal taxes.
- 2 Under the new plan, individuals may deduct up to \$1,000, and married couples may deduct up to \$2,000.
- 3 Massachusetts now joins 33 other states and Washington, DC in allowing deductions in state taxes for 529 plans.

This measure was sponsored by Senator Eileen M. Donoghue (D-Lowell)



Senator Eileen M. Donoghue
@EileenDonoghue

Chair, Joint Committee on Economic Development and Emerging Technologies

Vice Chair, Joint Committee on Higher Education



This bill was passed on **July 14, 2016**



This measure was included in the Economic Development Bill

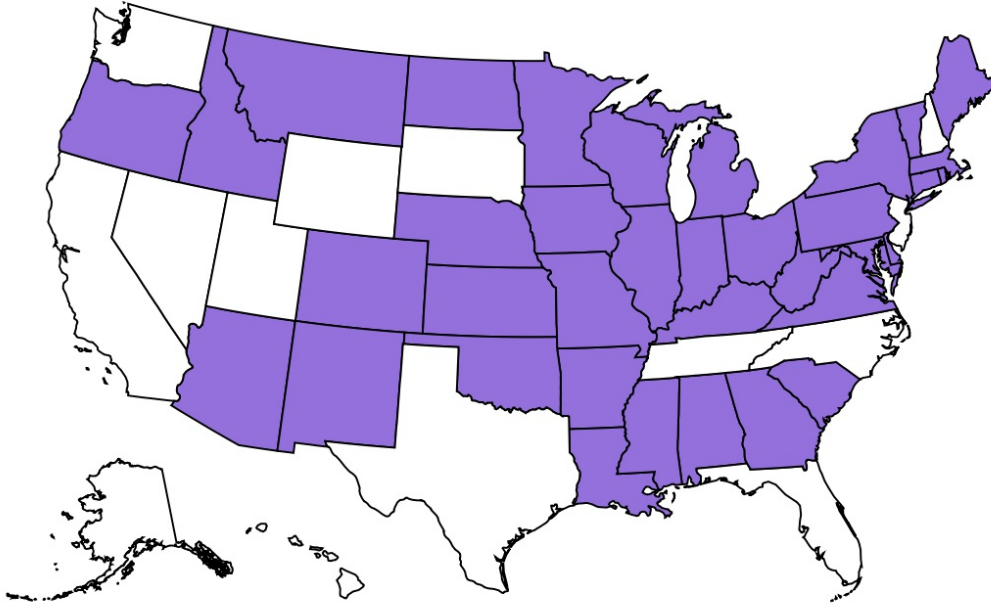
STATUS



Signed into Law

INFOGRAPHICS

States that offer a deduction on state taxes for 529 college savings plan



INFOGRAPHICS

Massachusetts



529 Plan

- 1 Helps families save for college
- 2 Allows State tax deductions of up to \$1,000 for individuals and \$2,000 for married couples
- 3 Massachusetts now joins 33 other states and Washington D.C in allowing deductions in state taxes for 529 plan.