

Eric Marshall

To: MARSHALL Eric

RE: Contract Changes Effective November 1, 2021



Janaki Kannan <jkannan@maryland529.org>

To ✓ Eric Marshall



Reply

Reply All

Forward



Mon 8/23/2021 9:30 AM

You replied to this message on 8/23/2021 9:36 AM.

Good Morning Mr. Marshall.

The 6% interest used to calculate Minimum Benefits will begin from the date of the contributions to the Plan.

Thanks

Janaki

From: Eric Marshall <eric@charltonconsulting.com>

Sent: Monday, August 23, 2021 8:50 AM

To: Janaki Kannan <jkannan@maryland529.org>

Subject: FW: Contract Changes Effective November 1, 2021

Janaki,

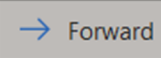
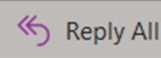
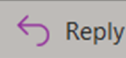
Hello. I found your address on the Maryland 529 website. I am an account holder and asked a question regarding the MCPT calculation change to the minimum benefit (see below for the answer).

Regarding the minimum benefit calculation change effective on November 1, will the 6% interest on contributions made prior to November 1 begin on November 1, 2021, or will the 6% interest rate be used to calculate the minimum benefit begin from the date of the contributions to the plan?

RE: Contract Changes Effective November 1, 2021



Janaki Kannan <jkannan@maryland529.org>
To ✓ Eric Marshall



Mon 8/23/2021 9:45 AM

You replied to this message on 8/23/2021 9:47 AM.

Mr. Marshall,

If you made contributions to the plan in 2001 and 2002, the 6% interest will be used to calculate minimum benefits from that time.

1. The minimum benefits get paid at every distribution request. The new system will compare your tuition/WAT benefits and the minimum benefits. Your benefit will be the higher of the 2. If your minimum benefit is higher than the Tuition/WAT, you will be eligible to receive the minimum benefit.
2. The change will not affect the distributions already received. The change will only affect the distributions taken after November 2021.

Thanks
Janaki

From: Eric Marshall <eric@charltonconsulting.com>
Sent: Monday, August 23, 2021 9:36 AM
To: Janaki Kannan <jkannan@maryland529.org>
Subject: RE: Contract Changes Effective November 1, 2021

Thanks for the response.

In my case, I made contributions to the plan in 2001 and 2002. Will the 6% will be used from then? Assuming this answer is yes, my minimum benefit is higher than the weighted average benefit. My questions are:

1. When does the minimum benefit get paid (at every distribution request)?
2. For distributions already received, how does this affect the minimum benefit?

Thanks,

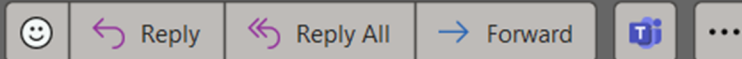
Eric

RE: Contract Changes Effective November 1, 2021



mpct <mpct@maryland529.org>

To ✓ Eric Marshall



Mon 8/23/2021 11:03 AM

Hi –

Following up to the previous response as we received some clarification regarding your original question:

The 6% interest rate used to calculate the Minimum Benefit will be applied since the first contribution.

Best,
Maryland Prepaid College Trust
Maryland 529

From: mpct
Sent: Monday, August 23, 2021 9:11 AM
To: 'Eric Marshall'
Subject: RE: Contract Changes Effective November 1, 2021

From now until November 1, 2021.

Again if you have additional questions, please email accounts@maryland529.org or call us toll-free at 1-888-463-4723 and select option #2.

Thank you.

From: Eric Marshall [<mailto:eric@charltonconsulting.com>]
Sent: Monday, August 23, 2021 8:34 AM
To: mpct
Subject: Re: Contract Changes Effective November 1, 2021

From what date will the 6% be earned? Will it be November 2021, or the date of the contribution?

Thanks

Eric Marshall