

## Prepaid Tuition Plans

Prepaid tuition plans allow investors to pay for one or more years of future college tuition at current college prices. Not all states have prepaid tuition plans and plan details vary by state. The following table provides a summary of state plans.

Data collected and compiled by Laura Greene Knapp, January 2002.

<i>State &amp; plan name</i>	<i>Initial year of operation</i>	<i>Fully open to nonresidents</i>	<i>State tax deduction for contribution</i>	<i>Prepaid contract options</i>
<b>Alabama</b> Prepaid Affordable College Tuition (PACT) Program	1990	YES	NO	Four years of undergraduate tuition and fees at Alabama public colleges and universities
<b>Colorado</b> College Invest Prepaid Tuition Fund	1997	YES	YES	Each unit worth at least one percent of average tuition at Colorado four-year public colleges, universities and community colleges
<b>Illinois</b> College Illinois!	1998	NO	NO	Up to nine semesters of tuition and mandatory fees at an Illinois public four-year university, up to four semesters at a community college, or four semesters at a community college and four semesters at a public university
<b>Kentucky</b> Kentucky's Affordable Prepaid Tuition (KAPT)	2001	NO	NO	Three plans: (1) value plan covers community and technical college, (2) standard plan covers highest-cost Kentucky university, and (3) premium plan provides benefits based on annual tuition increase percentage at U Kentucky
<b>Maryland</b> College Savings Plans of Maryland – Prepaid College Trust	1998	NO	YES	University contract for one to five years; two-year community college contract; contract combining two years of community college with two years of university attendance
<b>Massachusetts</b> U.Plan	1995	YES	NO	Predetermined percentage of tuition and fees at a participating Massachusetts institution
<b>Michigan</b> Michigan Education Trust	1988	NO	YES	Full benefits contract pays for one to four years of tuition and mandatory fees at any Michigan public institution; limited benefits contract pays for tuition and fees at Michigan institutions with tuition that does not exceed 105% of the weighted average tuition of all Michigan public four-year universities; and community college contract
<b>Mississippi</b> Mississippi Prepaid Affordable College Tuition Program (MPACT)	1997	NO	YES	University plan for one to five years, community college plan for one or two years, and combination plan
<b>Nevada</b> Nevada Prepaid Tuition Program	1998	NO	NO	Four-year university plan, two-year university plan, two-year community college plan, or a combination plan

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<b>New Mexico</b> The Education Plan's Prepaid Tuition Program	2000	NO	YES	One to five years of undergraduate tuition and fees at New Mexico public colleges and universities
<b>Pennsylvania</b> Pennsylvania Tuition Account Program (TAP)	1993	NO	NO	Full value based on selected tuition levels
<b>South Carolina</b> South Carolina Tuition Prepayment Program	1998	NO	YES	Four years of undergraduate tuition and fees or two years of undergraduate tuition and fees at a South Carolina public institution
<b>Tennessee</b> Tennessee's BEST Prepaid Tuition Plan	1997	NO	NO	Each unit worth at least one percent of weighted average tuition at Tennessee four-year public universities.
<b>Texas</b> Texas Tomorrow Fund	1996	NO	NO	Junior college plan, senior college plan, junior/senior plan, or a private college plan
<b>Virginia</b> Virginia Prepaid Education Program (VPEP)	1996	NO	YES	One-year increments for up to three years of community college and up to five years of university education
<b>Washington</b> Guaranteed Education Tuition of Washington (GET)	1998	NO	NO	Full value of tuition and fees
<b>West Virginia</b> West Virginia Prepaid College Plan	1998	NO	YES	One to five years at a state university, one to two years at a community college, or combination of two years at a community college and two years at a state university