

What is Achieving a Better Life Experience?

- Federal ABLÉ Act of 2014 created savings and investment accounts for individuals with disabilities
- Accounts do not affect eligibility for benefits programs like SSI or Medicaid
- Hybrid of 529 college savings account + checking account + Special Needs Trust

What is State Treasury Achieving a Better Life Experience?

- STABLE is Ohio's ABLÉ Plan
- Administered by the Ohio Treasurer's Office
- Launched June 1, 2016
- First and most-used ABLÉ Plan in the United States

Benefits of STABLE Accounts

- Dramatically increases ability to save
 1. Before, individuals could only save around \$2,000 before risking loss of health care and other benefits
- Account owned by the individual with the disability
- Provides individuals with disabilities:
 1. Financial independence
 2. New investment opportunities
- Multiple tax benefits

Eligibility Requirements

- Take the Eligibility Quiz at stableaccount.com
- Do not have to be receiving benefits to enroll
- Individuals with disabilities that occurred prior to age 26
- Plus one of the following:
 1. Eligible to receive SSI or SSDI due to disability; or
 2. Condition listed on Social Security Administration's "*List of Compassionate Allowances Conditions*"; or
 3. Self-certification

What is Self-Certification?

- Need diagnosis of a physical or mental impairment that causes "marked and severe functional limitations"
 1. Such as conditions in the Social Security Administration's *Blue Book*
- Condition has lasted or is expected to last for at least 1 year
- Not required to send in written diagnosis, but must have on hand

How to enroll in a STABLE Account

- Go to stableaccount.com and click "OPEN AN ACCOUNT"
- Free online enrollment - approx. 20 minutes
- \$50.00 minimum opening deposit
- Can be done by:
 1. Individual with disability (Beneficiary)
 2. Authorized Legal Representative (Parent, Guardian, Power of Attorney)

Funding your Account

- Electronic funds transfer or check
- Annual contribution limits:
 1. If not employed, \$15,000 from all sources
 2. If employed, up to \$12,140 more in wages (\$15,000 + wages up to an additional \$12,140) = \$27,140
- Lifetime balance limit of \$468,000
- System automatically rejects excess contributions

Creating an eGift event

- An eGift event sends out emails to friends and family
 1. Can be posted to Social Media
- Contributions deposit straight into STABLE Account
 1. Gifts are not taxed nor counted as income
- System tracks contributors for sending thank-you notes/replies

Investment Options

- Four Vanguard mutual funds that range from conservative to aggressive
- One, default selected, principal-protected FDIC-Insured Option

What to spend funds on

- Withdrawals must be used on “Qualified Disability Expenses”
- Anything that:
 1. Relates to your disability and
 2. Helps to maintain or improve your health, independence, or quality of life
- Examples:
 - Housing and Rent
 - Basic Living Expenses
 - Medical/Financial/Legal Bills
 - Education
 - Transportation
 - Assistive Technology

Non-Qualified Expenditures

- Affects Benefits
 1. The amount of the expenditure may be considered a countable resource
- Tax Penalties
 1. Pay taxes plus 10% penalty on the earnings portion of the withdrawal

How to spend from the account

- STABLE will not ask what you spend on, but benefits agencies and IRS can
- Withdrawals are free with no limits
- Transfer to personal checking or savings
- Pay with a Third-Party Check
- Transfer to STABLE Card

The STABLE Card

- Loadable debit card
- Does not pull from account
- Online spending records and ability to upload receipts and notate expenses
- Protections – no overdraft, no cash access, limiting of merchants
- Text alerts to monitor spending and low balances

SSI Considerations

- Balances over \$100,000 count as a resource – but SSI merely suspended, not terminated
 1. *(Your account balance will not affect Medicaid benefits, though, regardless of the amount)*
- If you hold on to the money from one calendar month to the next, then housing expenditures and non-qualified expenditures count as resources
- Beneficiary's own wages still count as income even if contributed to STABLE Account

If Account Holder passes away

- Account will pass to the account holder's estate
- The estate administrator notifies STABLE and can take over account access
- No designated transfer upon death
- If the beneficiary does not have a will then account will go through normal probate process

If Account Holder received Medicaid services

- Medicaid can ask for payback in some cases, but there are multiple protections
 1. Medicaid Payback is only from date the account was opened
 2. The estate can first:
 - Pay any outstanding bills for QDEs
 - Pay for funeral and burial expenses
 - Deduct Medicaid Buy-In premiums you paid
- Money in a STABLE Account is better protected from Medicaid payback than money in other bank accounts

Account Cost

- | | |
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| <ul style="list-style-type: none"> ▪ Monthly Maintenance Fees: <ol style="list-style-type: none"> 1. Ohio Residents = \$2.50/mo (\$30 Annually) 2. All other states = \$3.50/mo (\$42 Annually) | <ul style="list-style-type: none"> ▪ Asset-Based Fees: <ol style="list-style-type: none"> 1. Ohio Residents = Between 0.19% and 0.33% 2. All other states = Between 0.45% and 0.59% |
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STABLE Account vs. Special Needs Trusts

- Complementary tools that can be used together:
 1. Trusts can be written or amended for distributions to STABLE Accounts
 2. Trusts can accept unlimited cash and non-cash assets
- Unique STABLE Account benefits:
 1. Broader spending power (i.e. housing and food)
 2. \$4,000 state tax deduction for STABLE contributions
 3. No federal or state income tax on earnings
 4. Can be established, administered and owned by an individual with a disability

Customer Service

- Email address: team@stableaccount.com
- Toll-Free Phone Number: 1-800-439-1653
- Find us on Facebook and on Twitter @stableaccount