

# MI529advisor



(A Fiduciary Fund of the State of Michigan)

## Annual Report

September 30, 2024

# MI529advisor



(A Fiduciary Fund of the State of Michigan)

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## Report of Independent Auditors

Ms. Rachael Eubanks, Trustee, Michigan Education Savings Program,  
Michigan Department of Treasury  
Mr. Doug A. Ringler, CPA, CIA, Auditor General, State of Michigan  
Lansing, MI

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of the MI 529 Advisor Plan, a component of the Michigan Education Savings Program, a fiduciary fund of the State of Michigan, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the MI 529 Advisor Plan's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the fiduciary net position of the MI 529 Advisor Plan as of September 30, 2024, and the changes in fiduciary net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the MI 529 Advisor Plan and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### *Emphasis of Matter*

As discussed in Note 1, the financial statements present only the MI 529 Advisor Plan, a component of the Michigan Education Savings Program, a fiduciary fund of the State of Michigan, and do not purport to, and do not, present fairly the financial position of the Michigan Education Savings Program in its entirety as of September 30, 2024, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the MI 529 Advisor Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the MI 529 Advisor Plan's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2024, on our consideration of the MI 529 Advisor Plan's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the MI 529 Advisor Plan's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the MI 529 Advisor Plan's internal control over financial reporting and compliance.

*Andrews Hooper Pavlik PLC*

Okemos, Michigan  
December 17, 2024



(A Fiduciary Fund of the State of Michigan)

**MANAGEMENT’S DISCUSSION AND ANALYSIS**  
**(Unaudited)**  
**September 30, 2024**

As Program Manager of the MI 529 Advisor Plan (the Advisor Plan) offered by the state of Michigan (the State), TIAA-CREF Tuition Financing, Inc. (TFI) offers this discussion and analysis of the Advisor Plan’s financial performance for the year ended September 30, 2024, with comparative information for the year ended September 30, 2023. Readers should consider the information presented in this section in conjunction with the Advisor Plan’s financial statements and notes thereto (collectively, “the Basic Financial Statements”). Readers may also find useful the supplementary information on pages 24 through 33, which provide information about the activities and balances attributable to each investment portfolio offered to account owners.

The Advisor Plan is one of three education savings plans offered by the State. The information in this annual report pertains to the Advisor Plan only and does not include information attributable to the Michigan Education Savings Program Direct-Sold Plan or the Michigan Education Trust, which are the two other education savings plans offered by the State.

This annual report consists of three parts: Management’s Discussion and Analysis (this section), the Basic Financial Statements, and supplementary information detailing balances and transactions attributable to each investment portfolio. The Basic Financial Statements consist of a Statement of Fiduciary Net Position, a Statement of Changes in Fiduciary Net Position, and Notes to Financial Statements that explain some of the information in the financial statements and provide more detailed information.

**Financial Highlights**

The following tables summarize returns (net of fees) posted by each investment portfolio during the years ended September 30, 2024 and 2023, at the net asset value (NAV) and the maximum offering price (MOP). The MOP returns take into account the maximum initial sales charge of either 2.50%, 3.50% or 4.25% on Class A Units, depending on the investment portfolio, and the contingent deferred sales charge of 0.65% on Class C Units and Class AR Units (through February 29, 2024). Class A Units, Class C Units, and Class AR Units (through February 29, 2024) of the Principal Plus Interest Portfolio and all Class I units are offered without sales charges.

	Year Ended September 30, 2024						
	Class A Units		Class C Units		Class AR Units <sup>(1)</sup>		Class I Units
	NAV	MOP	NAV	MOP	NAV	MOP	NAV
<u>Target Risk Portfolios</u>							
Capital Appreciation Portfolio	26.66%	21.30%	25.73%	25.73%	14.46%	13.81%	26.94%
Conservative Allocation Portfolio	8.91%	4.31%	8.09%	8.09%	4.44%	3.79%	9.14%
<u>Multi-Fund Portfolio</u>							
Nuveen Alternative Income Portfolio	17.17%	13.04%	16.68%	16.68%	7.55%	6.90%	17.43%

**(Continued)**

**No assurance is provided on the information in management’s discussion and analysis.**



(A Fiduciary Fund of the State of Michigan)

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited)  
September 30, 2024**

**Financial Highlights (Continued)**

	Year Ended September 30, 2024						
	Class A Units		Class C Units		Class AR Units <sup>(1)</sup>		Class I Units
	NAV	MOP	NAV	MOP	NAV	MOP	NAV
<u>Individual Fund Portfolios</u>							
Ariel Portfolio	27.27%	22.80%	26.81%	26.81%	16.55%	15.90%	27.69%
DFA Emerging Markets Portfolio	23.63%	19.32%	23.16%	23.16%	9.18%	8.53%	24.00%
Harbor Capital Appreciation Portfolio	42.18%	37.21%	41.67%	41.67%	33.12%	32.47%	42.52%
Harding Loevner Global Equity Portfolio	29.74%	25.21%	29.13%	29.13%	20.91%	20.26%	29.96%
MetWest Total Return Bond Portfolio	12.15%	8.18%	11.68%	11.68%	5.79%	5.14%	12.38%
Nuveen Core Impact Bond Portfolio <sup>(2)</sup>	11.85%	7.92%	11.38%	11.38%	5.44%	4.79%	12.08%
Nuveen Dividend Growth Portfolio	31.55%	26.97%	31.06%	31.06%	15.82%	15.17%	31.81%
Nuveen Inflation-Linked Portfolio <sup>(2)</sup>	8.37%	4.62%	7.92%	7.92%	2.65%	2.00%	8.55%
Nuveen Large Cap Responsible Equity Portfolio <sup>(2)</sup>	33.18%	28.55%	32.61%	32.61%	20.76%	20.11%	33.47%
Nuveen Large Cap U.S. Equity Index Portfolio <sup>(2)</sup>	35.61%	30.83%	35.05%	35.05%	20.04%	19.39%	35.84%
Nuveen Large Cap Value Portfolio <sup>(2)</sup>	28.53%	24.04%	28.09%	28.09%	15.41%	14.76%	28.78%
Nuveen Real Asset Income Portfolio	22.03%	17.71%	21.48%	21.48%	8.00%	7.35%	22.30%
Nuveen Strategic Income Portfolio	14.46%	10.44%	13.97%	13.97%	7.40%	6.75%	14.75%
Nuveen U.S. Small Cap Portfolio <sup>(2)</sup>	29.88%	25.33%	29.40%	29.40%	18.76%	18.11%	30.23%
Oakmark International Portfolio	13.07%	9.16%	12.59%	12.59%	6.90%	6.25%	13.34%
Principal Plus Interest Portfolio	2.96%	2.96%	2.96%	2.96%	1.61%	0.96%	3.03%
<u>Enrollment Year Investment Portfolios</u>							
2040/2041 Enrollment Portfolio	26.67%	21.26%	25.84%	25.84%	14.23%	13.58%	27.08%
2038/2039 Enrollment Portfolio	26.43%	21.11%	25.56%	25.56%	14.32%	13.67%	26.75%
2036/2037 Enrollment Portfolio	25.60%	20.24%	24.70%	24.70%	13.71%	13.06%	25.88%
2034/2035 Enrollment Portfolio	24.35%	19.09%	23.42%	23.42%	13.09%	12.44%	24.59%
2032/2033 Enrollment Portfolio	23.51%	18.27%	22.47%	22.47%	12.49%	11.84%	23.78%
2030/2031 Enrollment Portfolio	21.60%	16.45%	20.64%	20.64%	11.60%	10.95%	21.84%
2028/2029 Enrollment Portfolio	17.81%	12.84%	16.97%	16.97%	9.63%	8.98%	18.06%
2026/2027 Enrollment Portfolio	14.39%	9.50%	13.57%	13.57%	7.89%	7.24%	14.70%
2024/2025 Enrollment Portfolio	10.97%	6.25%	10.14%	10.14%	6.15%	5.50%	11.14%
In School Portfolio	8.75%	4.95%	8.00%	8.00%	4.34%	3.69%	9.05%

<sup>(1)</sup> Effective March 1, 2024, all remaining Class AR Units were converted to Class A Units of the same investment portfolio. The 2024 returns for these investment portfolios are for the period from October 1, 2023 through February 29, 2024.

<sup>(2)</sup> Effective May 1, 2024, these Individual Fund Portfolios were renamed.

**(Continued)**

**No assurance is provided on the information in management's discussion and analysis.**



(A Fiduciary Fund of the State of Michigan)

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(Unaudited)  
September 30, 2024**

**Financial Highlights (Continued)**

	Year Ended September 30, 2023						
	Class A Units		Class C Units		Class AR Units		Class I Units
	NAV	MOP	NAV	MOP	NAV	MOP	NAV
<u>Target Risk Portfolios</u>							
Capital Appreciation Portfolio	14.67%	9.78%	13.94%	13.94%	14.21%	14.21%	14.92%
Conservative Allocation Portfolio	4.61%	0.18%	3.81%	3.81%	4.44%	4.44%	4.95%
<u>Multi-Fund Portfolio</u>							
Nuveen Alternative Income Portfolio	6.21%	2.53%	5.75%	5.75%	6.20%	6.20%	6.49%
<u>Individual Fund Portfolios</u>							
Ariel Portfolio	14.27%	10.31%	13.88%	13.88%	13.77%	13.77%	14.49%
DFA Emerging Markets Portfolio	17.67%	13.58%	17.08%	17.08%	17.26%	17.26%	17.88%
Harbor Capital Appreciation Portfolio	29.58%	25.08%	29.08%	29.08%	29.18%	29.18%	29.96%
Harding Loevner Global Equity Portfolio	16.01%	11.98%	15.52%	15.52%	12.20%	12.20%	16.26%
MetWest Total Return Bond Portfolio	(0.21%)	(3.73%)	(0.53%)	(0.53%)	(0.53%)	(0.53%)	0.12%
Nuveen Dividend Growth Portfolio	15.74%	11.66%	15.22%	15.22%	15.34%	15.34%	16.04%
Nuveen Real Asset Income Portfolio	3.61%	0.00%	3.27%	3.27%	2.77%	2.77%	3.86%
Nuveen Strategic Income Portfolio	5.10%	1.42%	4.60%	4.60%	4.68%	4.68%	5.32%
Oakmark International Portfolio	33.98%	29.29%	33.47%	33.47%	33.41%	33.41%	34.27%
Principal Plus Interest Portfolio	2.39%	2.39%	2.39%	2.39%	2.42%	2.42%	2.32%
TIAA Core Impact Bond Portfolio	0.10%	(3.41%)	(0.21%)	(0.21%)	(0.20%)	(0.20%)	0.46%
TIAA Inflation-Linked Portfolio	1.40%	(2.16%)	1.05%	1.05%	1.15%	1.15%	1.70%
TIAA Large Cap U.S. Equity Index Portfolio	20.83%	16.59%	20.37%	20.37%	20.43%	20.43%	21.17%
TIAA Large Cap Value Portfolio	18.17%	14.05%	17.70%	17.70%	17.72%	17.72%	18.47%
TIAA Social Choice Equity Portfolio	18.59%	14.47%	18.16%	18.16%	18.44%	18.44%	18.84%
TIAA U.S. Small Cap Portfolio	12.93%	8.96%	12.38%	12.38%	12.48%	12.48%	13.14%
<u>Enrollment Year Investment Portfolios</u>							
2040/2041 Enrollment Portfolio <sup>(3)</sup>	(1.40%)	(5.56%)	(1.70%)	(2.34%)	(2.24%)	(1.60%)	(1.40%)
2038/2039 Enrollment Portfolio	14.86%	10.01%	13.85%	13.85%	14.20%	14.20%	14.93%
2036/2037 Enrollment Portfolio	14.25%	9.39%	13.33%	13.33%	13.80%	13.80%	14.43%
2034/2035 Enrollment Portfolio	13.22%	8.41%	12.39%	12.39%	12.87%	12.87%	13.48%
2032/2033 Enrollment Portfolio	12.24%	7.51%	11.56%	11.56%	11.19%	11.19%	12.52%
2030/2031 Enrollment Portfolio	11.51%	6.76%	10.63%	10.63%	11.02%	11.02%	11.72%
2028/2029 Enrollment Portfolio	9.78%	5.10%	8.95%	8.95%	9.36%	9.36%	10.09%
2026/2027 Enrollment Portfolio	8.33%	3.71%	7.49%	7.49%	7.83%	7.83%	8.56%
2024/2025 Enrollment Portfolio	6.88%	2.32%	6.12%	6.12%	6.45%	6.45%	7.23%
2022/2023 Enrollment Portfolio <sup>(4)</sup>	5.50%	2.92%	4.89%	4.89%	5.09%	5.09%	5.65%
In School Portfolio	4.68%	1.06%	3.85%	3.85%	4.22%	4.22%	4.95%

<sup>(3)</sup> Effective June 9, 2023, the 2040/2041 Enrollment Portfolio was added to the Advisor Plan as an additional Enrollment Year Investment Portfolio. The 2023 return for the 2040/2041 Enrollment Portfolio is for the period from June 9, 2023 through September 30, 2023.

<sup>(4)</sup> Effective June 9, 2023, the 2022/2023 Enrollment Portfolio was discontinued, and account owner balances were transferred to the existing In School Portfolio. The 2023 return for 2022/2023 Enrollment Portfolio is for the period from October 1, 2022 through June 8, 2023.

**No assurance is provided on the information in management's discussion and analysis.**





(A Fiduciary Fund of the State of Michigan)

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**(Unaudited)**  
**September 30, 2024**

**Financial Highlights (*Continued*)**

The Advisor Plan received \$38.1 million and \$29.8 million in net contributions (contributions less withdrawals) from account owners during the years ended September 30, 2024 and 2023, respectively.

During the year ended September 30, 2024, the Advisor Plan earned \$220.7 million in net investment income, resulting from \$37.0 million in interest, dividends, and capital gain distributions and a \$183.7 million net increase in the fair value of investments. During the year ended September 30, 2023, the Advisor Plan earned \$106.6 million in net investment income, resulting from \$40.1 million in interest, dividends, and capital gain distributions and a \$66.5 million net increase in the fair value of investments.

Program Manager fees and State administrative fees during the years ended September 30, 2024 and 2023 totaled \$3.4 million and \$3.3 million, respectively. These fees are paid to the Program Manager and the Michigan Department of Treasury (the Department), respectively, for performing administrative, marketing, and other services with respect to the Advisor Plan. Distribution fees and service fees, which totaled \$3.7 million and \$4.3 million during the years ended September 30, 2024 and 2023, respectively, vary based on the investment portfolio and unit class and are paid to Nuveen Securities, LLC and selling institutions for performing distribution and account servicing functions. All fees are calculated based on the average net position in each investment portfolio and a specified rate, as disclosed in the *MI 529 Advisor Plan – Plan Description and Participation Agreement*.

**Overview of the Basic Financial Statements**

The Advisor Plan is included in the financial reporting entity of the State as a fiduciary fund. Fiduciary fund reporting is used to account for resources held for the benefit of parties outside the governmental entity.

The Advisor Plan's Basic Financial Statements are prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) prescribed by the Governmental Accounting Standards Board (GASB), as applicable to fiduciary funds. Accordingly, the Advisor Plan's Basic Financial Statements are prepared using the economic resources measurement focus and accrual basis of accounting.

The Statement of Fiduciary Net Position presents information on the Advisor Plan's assets and liabilities, with the difference between the two reported as fiduciary net position. The Statement of Changes in Fiduciary Net Position presents information showing how the Advisor Plan's fiduciary net position changed during the period presented. Changes in fiduciary net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal years.

**No assurance is provided on the information in management's discussion and analysis.**



(A Fiduciary Fund of the State of Michigan)

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**(Unaudited)**  
**September 30, 2024**

**Overview of the Basic Financial Statements (Continued)**

The Advisor Plan's assets are invested in mutual funds and funding agreements issued by TIAA-CREF Life Insurance Company. Mutual funds are reported at fair value, and the funding agreements are reported at cost. All investment transactions are reported on a trade-date basis. Changes in the reported fair value of mutual funds resulting from realized and unrealized gains and losses are reported as "net increase (decrease) in the fair value of investments." Dividends and capital gain distributions are reported on the ex-dividend date. Contributions are recognized when received, provided enrollment in the Advisor Plan has been successfully completed, and withdrawals are recognized when the withdrawal request has been received and approved for payment. Program Manager fees, State administrative fees, distribution fees, and service fees accrue daily.

**Financial Analysis**

Fiduciary Net Position

The following are condensed Statements of Fiduciary Net Position as of September 30, 2024 and 2023:

	<u>September 30, 2024</u>	<u>September 30, 2023</u>
Total Assets	\$ 1,261,129,963	\$ 1,009,500,393
Total Liabilities	<u>2,002,319</u>	<u>2,210,636</u>
Fiduciary Net Position	<u>\$ 1,259,127,644</u>	<u>\$ 1,007,289,757</u>

Fiduciary net position represents cumulative contributions since the Advisor Plan's inception, increased or decreased by net investment income or losses, and decreased by withdrawals and Program Manager fees, State administrative fees, distribution fees, and service fees.

Investments comprise over 99% of the Advisor Plan's total assets. Other assets consist of receivables from securities sold and uninvested cash resulting from contributions that have not yet been invested in accordance with account owners' instructions or withdrawal requests that have not yet been distributed as directed by account owners. Liabilities consist of payables for securities purchased, payables for withdrawals, and accrued Program Manager fees, State administrative fees, distribution fees, and service fees.

**No assurance is provided on the information in management's discussion and analysis.**



(A Fiduciary Fund of the State of Michigan)

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
(Unaudited)  
September 30, 2024

**Financial Analysis (Continued)**

Changes in Fiduciary Net Position

The following are condensed Statements of Changes in Fiduciary Net Position for the years ended September 30, 2024 and 2023:

	<u>Year Ended</u> <u>September 30, 2024</u>	<u>Year Ended</u> <u>September 30, 2023</u>
<b>Additions</b>		
Contributions	\$ 122,871,230	\$ 106,429,262
Net investment income	220,729,781	106,562,317
<b>Total Additions</b>	<u>343,601,011</u>	<u>212,991,579</u>
<b>Deductions</b>		
Withdrawals	(84,725,594)	(76,606,457)
Program Manager fees	(2,797,002)	(2,853,245)
State administrative fees	(559,400)	(482,859)
Distribution fees	(1,104,560)	(1,922,459)
Service fees	(2,576,568)	(2,349,640)
<b>Total Deductions</b>	<u>(91,763,124)</u>	<u>(84,214,660)</u>
<b>Increase in Net Position</b>	251,837,887	128,776,919
<b>Fiduciary Net Position - Beginning of Year</b>	1,007,289,757	878,512,838
<b>Fiduciary Net Position - End of Year</b>	<u>\$ 1,259,127,644</u>	<u>\$ 1,007,289,757</u>

No assurance is provided on the information in management's discussion and analysis.



(A Fiduciary Fund of the State of Michigan)

**STATEMENT OF FIDUCIARY NET POSITION**  
**September 30, 2024**

**ASSETS**

Investments	\$ 1,260,275,458
Cash	700,972
Receivables from securities sold	153,533
<b>Total Assets</b>	<u>1,261,129,963</u>

**LIABILITIES**

Accrued Program Manager fees	249,303
Accrued State administrative fees	49,861
Accrued distribution fees	271,082
Accrued service fees	669,974
Payables for securities purchased	330,892
Withdrawals payable	431,207
<b>Total Liabilities</b>	<u>2,002,319</u>

**NET POSITION HELD IN TRUST FOR**  
**ACCOUNT OWNERS AND BENEFICIARIES**

\$ 1,259,127,644

See accompanying notes to financial statements.



(A Fiduciary Fund of the State of Michigan)

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**Year Ended September 30, 2024**

**ADDITIONS**

Contributions	\$ 122,871,230
Net investment income:	
Interest	5,789,182
Dividends and capital gain distributions	31,235,908
Net increase in the fair value of investments	183,704,691
Total net investment income	<u>220,729,781</u>
<b>Total Additions</b>	<u><b>343,601,011</b></u>

**DEDUCTIONS**

Withdrawals	84,725,594
Program Manager fees	2,797,002
State administrative fees	559,400
Distribution fees	1,104,560
Service fees	2,576,568
<b>Total Deductions</b>	<u><b>91,763,124</b></u>

**INCREASE IN NET POSITION** 251,837,887

**NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR** 1,007,289,757

**NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR** \$ 1,259,127,644

See accompanying notes to financial statements.



(A Fiduciary Fund of the State of Michigan)

## NOTES TO FINANCIAL STATEMENTS

September 30, 2024

### **NOTE 1: ORGANIZATION AND NATURE OF OPERATIONS**

The Michigan Education Savings Program (the Program) was created by the State of Michigan (the State) pursuant to Public Act 161 of 2000, as amended (the Act), to provide a tax-advantaged way to help people save for higher education expenses. The MI 529 Advisor Plan (the Advisor Plan) is the advisor-sold component under the Act, established by the Michigan Department of Treasury (the Department) and administered by the State Treasurer of Michigan (the State Treasurer). The Advisor Plan is designed for account owners who have obtained the services of a broker-dealer, registered investment advisor, or other financial intermediary who is authorized to make investments in the Advisor Plan available to their clients. The Advisor Plan is one of three education savings plans offered by the State. Assets of the Program are held in trust, and the State Treasurer serves as Trustee. The Advisor Plan is intended to meet the requirements of a qualified tuition program under Section 529 of the Internal Revenue Code (Code).

The State Treasurer may contract for services necessary for the administration of the Advisor Plan. TIAA-CREF Tuition Financing, Inc. (TFI), a wholly owned, direct subsidiary of Teachers Insurance and Annuity Association of America (TIAA), and the State Treasurer entered into a management agreement under which TFI serves as Program Manager, providing investment, asset allocation, recordkeeping, reporting, and other services to the Advisor Plan. Nuveen Securities, LLC (Nuveen) is responsible for marketing and distribution of the Advisor Plan. Nuveen is registered as a broker-dealer under the Securities Exchange Act of 1934 and is a member of the Financial Industry Regulatory Authority.

Account owners may invest their contributions in one or more investment portfolios. The State Treasurer approves and authorizes each investment portfolio, including the underlying investments that comprise each investment portfolio and, if the investment portfolio invests in more than one underlying investment, the target asset allocation. The State Treasurer may add or remove investment portfolios or change the underlying investments and asset allocations at any time. The Advisor Plan offers ten Enrollment Year Investment Portfolios that, to varying extents depending on the number of years until the target enrollment year, invest in multiple mutual funds and a funding agreement. The Enrollment Year Investment Portfolios seek to match their respective risk levels to investment time horizons with asset allocations becoming increasingly more conservative as the beneficiary enrollment year approaches. The Advisor Plan also offers nineteen other investment portfolios, including two Target Risk Portfolios that invest in multiple mutual funds and a funding agreement, one Multi-Fund Portfolio that invests in three mutual funds, fifteen Individual Fund Portfolios that each invest in a single mutual fund, and one Individual Fund Portfolio that invests solely in a funding agreement. These other investment portfolios allow account owners to choose their own strategy based on their risk tolerance and time horizon.



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## NOTES TO FINANCIAL STATEMENTS

September 30, 2024

### **NOTE 1: ORGANIZATION AND NATURE OF OPERATIONS (Continued)**

In addition to the various investment portfolios, account owners may generally select from three classes of units: Class A Units, Class C Units, and Class I Units. Class AR were available to account owners only for direct incoming rollovers through certain selling institutions prior to January 1, 2024, but are no longer available to new account owners after that date. As more fully discussed at Note 2(g), effective March 1, 2024, all remaining Class AR Units were converted to Class A Units of the same investment portfolio. Class A Units are subject to initial sales charges and have lower ongoing fees than Class C Units, and Class C Units are not subject to initial sales charges but are subject to contingent deferred sales charges and have higher ongoing fees than Class A Units. Class AR Units (through February 29, 2024) were subject to the same fee structure applicable to Class A Units, except that Class AR Units were not subject to initial sales charges. Class I Units are subject to specific eligibility requirements and are not subject to initial sales charges, contingent deferred sales charges, or ongoing distribution fees and service fees. Class C Units automatically convert to Class A Units after six years, and Class AR Units automatically converted to Class A Units after one year (though February 29, 2024).

The investment portfolios, along with underlying investment allocations, unit classes, and fees, as approved by the State Treasurer, are described in more detail in the current *MI 529 Advisor Plan – Plan Description and Participation Agreement* (the Plan Description).

Each investment portfolio invests in one or more open-end mutual funds and funding agreements based on an asset allocation strategy approved by the State Treasurer. The funding agreements are issued by TIAA-CREF Life Insurance Company (TIAA Life), which is an affiliate of TFI, to the State as policyholder on behalf of the Advisor Plan. The funding agreements provide a minimum guaranteed rate of return and allow for the possibility that additional interest may be credited periodically by TIAA Life. Together, the mutual funds and the funding agreements are referred to as “the Underlying Funds.”

The Advisor Plan is included in the financial reporting entity of the State as a fiduciary fund. Assets are held in a trust for account owners and beneficiaries and cannot be used to support other governmental programs. These Basic Financial Statements present only the balances and transactions attributable to the Advisor Plan, and do not include any balances or transactions attributable to the other education savings plans offered by the State. These Basic Financial Statements are not intended to, and do not, present fairly the financial position or changes in financial position of the Program, other plans offered under the Program, or any other fiduciary funds of the State.



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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 2: SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of Accounting**

In accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) applicable to fiduciary fund types prescribed by the Governmental Accounting Standards Board (GASB), the Advisor Plan's Basic Financial Statements are prepared using the economic resources measurement focus and accrual basis of accounting. U.S. GAAP requires the use of estimates made by management and the evaluation of subsequent events. Actual results may differ from those estimates.

**(b) Investment Valuation**

Accounting standards categorize fair value measurements according to a hierarchy that is based on valuation inputs used to measure fair value. Level 1 inputs are quoted prices for identical assets in active markets that can be accessed at the measurement date. Level 2 inputs are inputs other than quoted prices that are observable for an asset, either directly or indirectly. Level 3 inputs are unobservable and may include subjective assumptions in determining the fair value of investments.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The mutual funds in which the Advisor Plan invests are reported at fair value, based on the net asset value per share at the close of the New York Stock Exchange (NYSE). These mutual funds are categorized in Level 1 of the fair value hierarchy.

The funding agreements are non-participating, interest-earning investment contracts and are accounted for at cost. Because the funding agreements are valued at cost, they are not categorized according to the fair value hierarchy.





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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(c) Investment Transactions**

Investment transactions are accounted for as of the trade date for financial reporting purposes. Interest income is recorded as earned. Dividend income and capital gain distributions from the mutual funds are recorded on the ex-dividend date. Net realized and unrealized gains (losses) are included in "net increase (decrease) in the fair value of investments."

**(d) Cash**

Cash includes contributions received that have not yet been invested in Underlying Funds and/or redemption proceeds from Underlying Funds for withdrawals that have not yet been distributed in accordance with account owners' instructions.

Contribution and withdrawal transactions are processed through a non-interest-bearing account maintained at a financial institution in the Advisor Plan's name. The bank balance of this account at September 30, 2024, is \$66,768. Balances in this account are insured by the Federal Deposit Insurance Corporation (FDIC), along with any other accounts maintained at the financial institution under the same taxpayer identification number, in the aggregate, up to the maximum amount allowable under federal law. Amounts in excess of FDIC limits are not collateralized or covered by supplementary insurance.

Excess cash balances are swept daily from the BNY Mellon account described in the preceding paragraph into a separate account and invested in a government money market mutual fund structured to maintain a net asset value per share equal to \$1. The balance in this account at September 30, 2024, is \$1,001,436.

**(e) Contributions**

Individuals or entities meeting eligibility requirements that have properly executed a participation agreement with the Advisor Plan may establish an account to which cash contributions may be made, subject to certain minimum contribution requirements and limitations on the aggregate amount of contributions that may be made. Contributions received prior to the close of the NYSE are recorded as increases in fiduciary net position on the date they are received, provided that all related documentation is found to be in good order.

Contributions result in the issuance of units to account owners. These units are municipal fund securities and are not a direct investment in any mutual fund or funding agreement. In addition, these units are not insured by the FDIC, the State, or the Department, nor have they been registered with the Securities and Exchange Commission or any commission of the State.



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## NOTES TO FINANCIAL STATEMENTS

September 30, 2024

### **NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **(e) Contributions (Continued)**

Account owners investing in Class A Units are generally required to pay an initial sales charge ranging from 2.50% to 4.25% on amounts contributed. Class A Units of the Principal Plus Interest Portfolio, and Class C Units, Class I Units, and Class AR Units (through February 29, 2024) of all investment portfolios are not subject to initial sales charges. The percentage charged depends on the amount of the contribution and the investment portfolio selected. Individual contribution transactions that equal or exceed \$1 million are not subject to initial sales charges. In addition, there are certain limited circumstances, as more fully described in the Plan Description, where these initial sales charges do not apply. Contributions are presented on the Statement of Changes in Fiduciary Net Position net of initial sales charges.

Account owners investing in Class C Units, Class AR Units (through February 29, 2024), or \$1 million or more in Class A Units may be assessed a contingent deferred sales charge of 0.65% of the amount invested if the account owner withdraws the contribution within eight months of making the contribution, excluding the Principal Plus Interest Portfolio, which is not assessed a contingent deferred sales charge. Class I Units of all investment portfolios are not subject to contingent deferred sales charges. All or a portion of these sales charges received by Nuveen may be paid to the selling financial intermediaries through which account owners invest in the Advisor Plan.

#### **(f) Withdrawals**

Account owners may request withdrawals for qualified or non-qualified expenses. It is the responsibility of the account owner to determine whether or not the withdrawal is for qualified educational expenses and to calculate the applicable amount of federal or state tax or penalties for non-qualified withdrawals, if any. Withdrawals are recorded as deductions from fiduciary net position on the date the withdrawal request is found to be in good order. Withdrawals presented on the Statement of Changes in Fiduciary Net Position also include contingent deferred sales charges.

#### **(g) Exchanges, Transfers, and Conversions**

Subject to certain limitations and restrictions, account owners may generally direct that their account balance be reinvested in one or more different investment portfolios twice per calendar year. These transfers of funds between investment portfolios are referred to as "exchanges."

Under certain conditions, account assets may be transferred from one beneficiary to another or from one account owner to another. These transactions are referred to as "transfers."



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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(g) Exchanges, Transfers, and Conversions (Continued)**

As explained in Note 1, Class AR Units were automatically converted to Class A Units after one year until March 1, 2024, at which time all remaining Class AR Units were automatically converted into Class A Units of the same investment portfolio. In addition, Class C Units automatically convert to Class A Units after six years. These transactions are referred to as "conversions."

The amounts of contributions and withdrawals reported on the Statement of Changes in Fiduciary Net Position do not include exchanges, transfers, or conversions, as these transactions have no impact on the overall financial position of the Advisor Plan.

**(h) Income Taxes**

The Advisor Plan is designed to constitute a qualified tuition program under Section 529 of the Code and is exempt from federal and state income tax. The Advisor Plan has not engaged in any activities that would subject the Advisor Plan to unrelated business income tax.

**(i) Unit Value**

The beneficial interests attributable to each account owner in the investment portfolios are represented by Advisor Plan units. Contributions and withdrawals are recorded upon receipt of account owners' instructions in good order, based on the next determined net asset value per unit (Unit Value), as defined in the current Plan Description and related supplements. Unit Values for each investment portfolio are determined at the close of business of the NYSE. The Unit Value for each investment portfolio is computed by dividing the investment portfolio's assets minus its liabilities by the number of outstanding units of such investment portfolio. There are no distributions of interest, dividends, capital gain distributions, or net investment income or losses directly to account owners or beneficiaries. Interest, dividends, capital gain distributions, and net investment income (losses) resulting from the Underlying Funds are reflected as increases (decreases) in the Unit Value.

**(j) Guarantees and Indemnifications**

Under the Advisor Plan's organizational documents, each officer, employee, or other agent of the Advisor Plan (including TFI) is indemnified against certain liabilities that may arise out of performance of their duties to the Advisor Plan. Additionally, in the normal course of business, the Advisor Plan enters into contracts that contain a variety of indemnification clauses. The maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Advisor Plan that have not yet occurred. However, the Advisor Plan has not had prior claims or losses pursuant to these contracts, and management expects the risk of loss to be remote.



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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 3: INVESTMENTS**

**(a) Investments by Type**

At September 30, 2024, the Advisor Plan's investments consisted of the following:

	<u>Shares</u>	<u>Cost</u>	<u>Value</u>
Mutual Funds (at fair value):			
Ariel Fund	119,076	\$ 7,890,614	\$ 9,178,415
DFA Emerging Markets Core Equity Portfolio	225,093	4,784,927	5,708,359
Harbor Capital Appreciation Fund	290,483	26,552,399	34,544,250
Harding Loevner Global Equity Portfolio	374,849	14,891,368	16,823,213
MetWest Total Return Bond Fund	1,729,885	17,132,491	15,136,495
Nuveen Core Bond Fund	19,607,281	197,874,610	183,916,295
Nuveen Core Impact Bond Fund	268,544	2,537,212	2,473,289
Nuveen Dividend Growth Fund	925,358	42,016,303	61,397,516
Nuveen Dividend Value Fund	5,435,520	69,650,207	88,598,976
Nuveen Emerging Markets Debt Fund	1,473,525	13,494,200	12,981,757
Nuveen Emerging Markets Equity Index Fund	2,066,031	22,219,525	24,689,068
Nuveen High Yield Fund	778,094	6,919,024	6,925,040
Nuveen High Yield Income Fund	395,195	7,161,890	7,172,792
Nuveen Inflation-Linked Bond Fund	2,081,807	23,978,533	22,337,789
Nuveen International Equity Index Fund	3,865,531	74,116,564	95,633,232
Nuveen Large Cap Responsible Equity Portfolio	198,666	4,815,748	6,075,215
Nuveen Large-Cap Value Fund	573,861	10,976,836	13,457,050
Nuveen Real Asset Income Fund	1,315,776	27,584,492	29,604,962
Nuveen Real Estate Securities Fund	1,206,685	20,438,044	21,008,382
Nuveen Strategic Income Fund	5,782,745	60,739,103	58,463,547
Nuveen S&P 500 Index Fund	2,496,206	94,231,895	158,534,025
Nuveen Quant Small Cap Equity Fund	2,869,539	43,435,045	58,280,342
Oakmark International Fund	769,182	21,221,789	21,521,702
T. Rowe Price Large-Cap Growth Fund	1,079,057	58,085,502	88,461,110
Total Mutual Funds		<u>872,748,321</u>	<u>1,042,922,821</u>
Funding Agreements (at cost):			
TIAA-CREF Life Funding Agreements	N/A	<u>217,352,637</u>	<u>217,352,637</u>
Total Investments		<u>\$ 1,090,100,958</u>	<u>\$ 1,260,275,458</u>



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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 3: INVESTMENTS (Continued)**

**(a) Investments by Type (Continued)**

All investments and transactions in the Nuveen Funds and funding agreements are related party transactions.

**(b) Funding Agreements**

Assets of certain investment portfolios are invested in funding agreements issued by TIAA Life. While account owners may withdraw their funds from the investment portfolios at any time, there are certain restrictions on withdrawals that may be made from the funding agreements.

As policyholder, the State may withdraw interest quarterly, provided that notice of intent to withdraw is given not more than 10 days nor less than 5 days prior to the end of the quarter.

The crediting rate on the funding agreements from October 1, 2023 through December 31, 2023 is 2.80%, and the crediting rate from January 1, 2024 through September 30, 2024 is 3.00%.

**(c) Investment Risk**

The mutual funds in which the Advisor Plan invests include various types of investment securities in their asset holdings, such as corporate debt and equity securities, obligations of the United States government and government agencies, and international securities. These securities are exposed to interest rate, market, and credit risk, and it is at least reasonably possible that changes in their fair values could occur in the near term, materially affecting account owner balances and the amounts reported in the Advisor Plan's Basic Financial Statements.

U.S. GAAP requires that certain disclosures be made related to the Advisor Plan's investment policy and exposure to credit risk, interest rate risk, and foreign currency risk, which are included in the paragraphs that follow.

Investment Policy

The Advisor Plan does not have specific investment policies that address credit, interest rate, foreign currency, or custodial credit risk. The Advisor Plan's investment portfolios are managed based on specific investment objectives and strategies, which are disclosed in the current Plan Description and related supplements.

Custodial Credit Risk

Custodial credit risk represents the potential inability of a custodian to return the Advisor Plan's investments in the event of a failure. Mutual funds are not exposed to custodial credit risk.



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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 3: INVESTMENTS (Continued)**

**(c) Investment Risk (Continued)**

Credit Risk

Credit risk refers to the ability of the issuer to make timely payments of interest and principal. Mutual funds that invest primarily in fixed income securities indirectly expose the Advisor Plan to credit risk. None of the mutual funds in which the Advisor Plan invests are rated as to credit quality by a nationally recognized statistical rating organization. The funding agreements are a guaranteed insurance product issued by TIAA Life. While the funding agreements themselves are not rated by a nationally recognized statistical rating organization, TIAA Life has a Standard & Poor's credit rating of AA+ at September 30, 2024.

Interest Rate Risk

Interest rate risk represents the risk that changes in interest rates will adversely impact the fair value of an investment. Mutual funds that invest in fixed income securities indirectly expose the Advisor Plan to interest rate risk.

As of September 30, 2024, the fair values and the weighted average maturities for the bond mutual funds in which the Advisor Plan invests are as follows:

	<u>Fair Value</u>	<u>Weighted Average Maturity</u>
MetWest Total Return Bond Fund	\$ 15,136,495	7.6 years
Nuveen Core Bond Fund	\$ 183,916,295	9.0 years
Nuveen Core Impact Bond Fund	\$ 2,473,289	9.2 years
Nuveen Emerging Markets Debt Fund	\$ 12,981,757	11.2 years
Nuveen High Yield Fund	\$ 6,925,040	5.8 years
Nuveen High Yield Income Fund	\$ 7,172,792	4.5 years
Nuveen Inflation-Linked Bond Fund	\$ 22,337,789	4.7 years
Nuveen Strategic Income Fund	\$ 58,463,547	6.6 years

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Advisor Plan does not have any direct investment in foreign securities; however, certain investment portfolios invest in mutual funds that are exposed to foreign currency risk.



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**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 3: INVESTMENTS (Continued)**

**(c) Investment Risk (Continued)**

Foreign Currency Risk (Continued)

At September 30, 2024, the fair value of investments in mutual funds that invest significantly in foreign securities are as follows:

	<u>Fair Value</u>
DFA Emerging Markets Core Equity Portfolio	\$ 5,708,359
Harding Loevner Global Equity Portfolio	\$ 16,823,213
Nuveen Emerging Markets Debt Fund	\$ 12,981,757
Nuveen Emerging Markets Equity Index Fund	\$ 24,689,068
Nuveen International Equity Index Fund	\$ 95,633,232
Nuveen Real Asset Income Fund	\$ 29,604,962
Oakmark International Fund	\$ 21,521,702

**NOTE 4: SUBSCRIPTIONS, REDEMPTIONS, EXCHANGES, TRANSFERS, AND CONVERSIONS**

Subscriptions and redemptions include contributions to the Advisor Plan and withdrawals from the Advisor Plan as directed by account owners, respectively, as well as exchanges between investment portfolios, transfers between one beneficiary to another or from one account owner to another, and conversions of unit classes from Class C Units to Class A Units or Class AR Units to Class A Units that result in a reinvestment of assets. Contributions and withdrawals on the Statement of Changes in Fiduciary Net Position do not include exchanges, transfers, and conversions within the Advisor Plan that result in reinvestment of assets; however, they are included in the supplementary information schedules on pages 29 through 33 of this annual report. Total subscriptions and redemptions during the year ended September 30, 2024 are as follows:

Contributions	\$ 122,871,230
Exchanges, transfers, and conversions in	<u>84,679,782</u>
Total subscriptions	<u>\$ 207,551,012</u>
Withdrawals	\$ 84,725,594
Exchanges, transfers, and conversions out	<u>84,679,782</u>
Total redemptions	<u>\$ 169,405,376</u>
<b>Net Contributions</b>	
Contributions	\$ 122,871,230
Withdrawals	<u>(84,725,594)</u>
Net contributions from account owners	<u>\$ 38,145,636</u>



(A Fiduciary Fund of the State of Michigan)

**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2024**

**NOTE 5: FEES AND UNDERLYING EXPENSES**

The State Treasurer establishes the fee structure for the Advisor Plan and reserves the right to change the fees and/or to impose additional fees in the future. The following fees are applicable to the year ended September 30, 2024:

**(a) Program Manager Fees**

Each investment portfolio (with the exception of the Principal Plus Interest Portfolio, which is not charged a fee) pays to the Program Manager a fee equal to 0.25% of the average daily net position held in each investment portfolio for performing duties specified in the management agreement.

**(b) State Administrative Fees**

Each investment portfolio (with the exception of the Principal Plus Interest Portfolio, which is not charged a fee) pays to the Department a fee equal to 0.05% of the average daily net position held in each investment portfolio to pay for expenses related to the administration of the Advisor Plan.

**(c) Distribution Fees and Service Fees**

Distribution fees and service fees are paid to Nuveen and selling institutions as compensation for performing distribution and account servicing functions. Class A Units, Class C Units, and Class AR Units (through February 29, 2024) pay a service fee at an annual rate of 0.25% of the average daily net position in each investment portfolio (excluding the Principal Plus Interest Portfolio, which is not charged a fee). The Advisor Plan will cease paying service fees payable to a selling institution upon written request of the selling institution. Any service fees that are not paid as a result will be retained by the relevant investment portfolio for the benefit of all account owners invested in that investment portfolio. Only Class C Units and Class AR Units (through February 29, 2024) are subject to distribution fees (excluding the Principal Plus Interest Portfolio, which is not charged a fee). The distribution fees, which vary depending on the investment portfolio, are as follows:

Unit Class	Enrollment Year		Target Risk Portfolios	Multi-Fund Portfolio	Individual Fund Portfolios
	Investment Portfolios				
C	0.75%		0.75%	0.40%	0.40%
AR	0.40%		0.40%	0.40%	0.40%

**(d) Underlying Fund Expenses**

Expenses related to management of the Underlying Funds reduce the amount of income available for distribution to the Advisor Plan in the form of dividends and capital gain distributions. These Underlying Fund expenses are not direct expenses paid from the Advisor Plan's assets, and therefore, are not reflected in expenses on the Statement of Changes in Fiduciary Net Position.



## **Supplementary Information**

The following supplementary information, which summarizes balances and transactions related to each investment portfolio, is presented for purposes of additional analysis and is not a required part of the Basic Financial Statements of the Michigan Education Savings Program MI 529 Advisor Plan.



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF FIDUCIARY NET POSITION**  
**September 30, 2024**

	Year of Enrollment Investment Portfolios					
	2040/2041 Enrollment Portfolio	2038/2039 Enrollment Portfolio	2036/2037 Enrollment Portfolio	2034/2035 Enrollment Portfolio	2032/2033 Enrollment Portfolio	2030/2031 Enrollment Portfolio
<b>ASSETS</b>						
Investments	\$ 8,527,488	\$ 23,345,074	\$ 51,584,497	\$ 62,007,868	\$ 80,873,830	\$ 102,734,267
Cash (cash overdraft)	2,438	20,982	20,277	14,379	65,157	52,167
Receivables from securities sold	-	-	-	-	-	-
<b>Total Assets</b>	<b>8,529,926</b>	<b>23,366,056</b>	<b>51,604,774</b>	<b>62,022,247</b>	<b>80,938,987</b>	<b>102,786,434</b>
<b>LIABILITIES</b>						
Accrued Program Manager fees	1,647	4,665	10,355	12,467	16,313	20,740
Accrued State administrative fees	329	933	2,071	2,493	3,263	4,148
Accrued distribution fees	1,699	4,493	10,981	13,644	13,502	19,196
Accrued service fees	3,490	10,522	25,703	31,831	43,349	54,076
Payables for securities purchased	4,418	20,923	22,436	17,179	39,664	6,157
Withdrawals payable	-	41	392	-	-	18,000
<b>Total Liabilities</b>	<b>11,583</b>	<b>41,577</b>	<b>71,938</b>	<b>77,614</b>	<b>116,091</b>	<b>122,317</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES</b>	<b>\$ 8,518,343</b>	<b>\$ 23,324,479</b>	<b>\$ 51,532,836</b>	<b>\$ 61,944,633</b>	<b>\$ 80,822,896</b>	<b>\$ 102,664,117</b>
<b>UNIT INFORMATION<sup>(1) (2)</sup></b>						
<b>Class A</b>						
Units outstanding	498,071	1,545,906	2,745,162	3,439,746	4,870,885	6,265,560
Net asset value per unit	\$ 12.49	\$ 11.53	\$ 15.21	\$ 14.91	\$ 14.50	\$ 14.02
<b>Class C</b>						
Units outstanding	85,904	236,040	430,120	527,529	538,889	811,187
Net asset value per unit	\$ 12.37	\$ 11.25	\$ 14.74	\$ 14.44	\$ 14.06	\$ 13.56
<b>Class I</b>						
Units outstanding	98,547	245,024	223,745	201,357	178,356	269,673
Net asset value per unit	\$ 12.53	\$ 11.61	\$ 15.37	\$ 15.10	\$ 14.68	\$ 14.17

<sup>(1)</sup> Rounded to the nearest whole unit.

<sup>(2)</sup> Rounded to the nearest hundredth.

**(Continued)**



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**STATEMENTS OF FIDUCIARY NET POSITION**  
**September 30, 2024**

	Year of Enrollment Investment Portfolios				Target Risk Portfolios	
	2028/2029 Enrollment Portfolio	2026/2027 Enrollment Portfolio	2024/2025 Enrollment Portfolio	In School Portfolio	Capital Appreciation Portfolio	Conservative Allocation Portfolio
<b>ASSETS</b>						
Investments	\$ 113,256,567	\$ 98,122,837	\$ 95,571,646	\$ 114,726,076	\$ 92,306,339	\$ 9,710,194
Cash (cash overdraft)	25,583	32,760	69,826	149,641	44,500	19,267
Receivables from securities sold	-	-	-	85,653	31,258	-
<b>Total Assets</b>	<b>113,282,150</b>	<b>98,155,597</b>	<b>95,641,472</b>	<b>114,961,370</b>	<b>92,382,097</b>	<b>9,729,461</b>
<b>LIABILITIES</b>						
Accrued Program Manager fees	22,917	19,924	19,441	23,573	18,536	1,991
Accrued State administrative fees	4,583	3,985	3,888	4,715	3,707	398
Accrued distribution fees	23,750	23,540	26,644	41,259	24,927	4,055
Accrued service fees	61,752	52,161	52,817	67,892	51,508	5,669
Payables for securities purchased	28,614	40,083	41,369	-	-	2,578
Withdrawals payable	1,000	-	23,308	216,351	61,242	19,221
<b>Total Liabilities</b>	<b>142,616</b>	<b>139,693</b>	<b>167,467</b>	<b>353,790</b>	<b>159,920</b>	<b>33,912</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES</b>	<b>\$ 113,139,534</b>	<b>\$ 98,015,904</b>	<b>\$ 95,474,005</b>	<b>\$ 114,607,580</b>	<b>\$ 92,222,177</b>	<b>\$ 9,695,549</b>
<b>UNIT INFORMATION<sup>(1) (2)</sup></b>						
<b>Class A</b>						
Units outstanding	7,285,828	6,411,724	6,417,909	8,028,395	4,573,327	614,047
Net asset value per unit	\$ 13.36	\$ 12.80	\$ 12.24	\$ 11.44	\$ 16.63	\$ 12.10
<b>Class C</b>						
Units outstanding	1,028,679	1,082,016	1,243,592	1,914,289	881,555	186,876
Net asset value per unit	\$ 12.96	\$ 12.39	\$ 11.84	\$ 11.07	\$ 15.83	\$ 11.49
<b>Class I</b>						
Units outstanding	182,498	196,112	177,419	135,830	142,298	10,223
Net asset value per unit	\$ 13.53	\$ 12.95	\$ 12.37	\$ 11.57	\$ 15.55	\$ 11.58

<sup>(1)</sup> Rounded to the nearest whole unit.

<sup>(2)</sup> Rounded to the nearest hundredth.

*(Continued)*



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF FIDUCIARY NET POSITION**  
**September 30, 2024**

	Multi-Fund Portfolio	Individual Fund Portfolios				
	Nuveen Alternative Income Portfolio	Nuveen Large Cap U.S. Equity Index Portfolio	Nuveen Dividend Growth Portfolio	Nuveen Large Cap Value Portfolio	Harbor Capital Appreciation Portfolio	Ariel Portfolio
<b>ASSETS</b>						
Investments	\$ 1,030,093	\$ 158,534,021	\$ 39,289,284	\$ 13,457,050	\$ 34,544,250	\$ 9,178,415
Cash (cash overdraft)	11,757	58,512	11,955	(1,242)	1,737	(3,869)
Receivables from securities sold	-	-	1,520	4,330	-	3,910
<b>Total Assets</b>	<b>1,041,850</b>	<b>158,592,533</b>	<b>39,302,759</b>	<b>13,460,138</b>	<b>34,545,987</b>	<b>9,178,456</b>
<b>LIABILITIES</b>						
Accrued Program Manager fees	207	31,629	7,893	2,692	6,898	1,813
Accrued State administrative fees	42	6,326	1,579	538	1,380	363
Accrued distribution fees	91	25,159	6,929	2,682	5,959	1,623
Accrued service fees	580	87,146	21,822	6,590	18,941	4,792
Payables for securities purchased	12,015	10,719	-	-	4,090	-
Withdrawals payable	-	27,231	13,219	1,007	550	386
<b>Total Liabilities</b>	<b>12,935</b>	<b>188,210</b>	<b>51,442</b>	<b>13,509</b>	<b>37,818</b>	<b>8,977</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES</b>	<b>\$ 1,028,915</b>	<b>\$ 158,404,323</b>	<b>\$ 39,251,317</b>	<b>\$ 13,446,629</b>	<b>\$ 34,508,169</b>	<b>\$ 9,169,479</b>
<b>UNIT INFORMATION<sup>(1) (2)</sup></b>						
<b>Class A</b>						
Units outstanding	71,604	4,968,687	1,350,567	523,833	952,368	388,274
Net asset value per unit	\$ 12.83	\$ 25.25	\$ 22.93	\$ 18.47	\$ 28.65	\$ 17.83
<b>Class C</b>						
Units outstanding	7,862	1,059,236	321,883	159,542	223,693	100,670
Net asset value per unit	\$ 12.45	\$ 24.58	\$ 22.32	\$ 18.06	\$ 27.98	\$ 17.17
<b>Class I</b>						
Units outstanding	985	347,184	59,695	46,048	51,627	27,599
Net asset value per unit	\$ 12.53	\$ 19.90	\$ 18.40	\$ 19.33	\$ 18.67	\$ 18.77

<sup>(1)</sup> Rounded to the nearest whole unit.

<sup>(2)</sup> Rounded to the nearest hundredth.

**(Continued)**

# MI529advisor



(A Fiduciary Fund of the State of Michigan)

## STATEMENTS OF FIDUCIARY NET POSITION September 30, 2024

	Individual Fund Portfolios					
	Nuveen U.S. Small Cap Portfolio	Harding Loevner Global Equity Portfolio	Oakmark International Portfolio	DFA Emerging Markets Portfolio	MetWest Total Return Bond Portfolio	Nuveen Strategic Income Portfolio
<b>ASSETS</b>						
Investments	\$ 36,369,291	\$ 16,823,213	\$ 21,521,701	\$ 5,708,359	\$ 15,136,496	\$ 19,455,263
Cash (cash overdraft)	6,594	140	1,757	(10,038)	13,748	19,468
Receivables from securities sold	6,994	9,039	828	10,001	-	-
<b>Total Assets</b>	<b>36,382,879</b>	<b>16,832,392</b>	<b>21,524,286</b>	<b>5,708,322</b>	<b>15,150,244</b>	<b>19,474,731</b>
<b>LIABILITIES</b>						
Accrued Program Manager fees	7,256	3,358	4,238	1,106	3,091	3,974
Accrued State administrative fees	1,451	672	848	221	618	795
Accrued distribution fees	5,628	2,798	3,840	1,011	3,073	2,433
Accrued service fees	19,977	10,112	11,412	2,912	8,043	11,011
Payables for securities purchased	-	-	-	-	13,375	5,084
Withdrawals payable	9,049	6,702	4,425	72	2,099	15,241
<b>Total Liabilities</b>	<b>43,361</b>	<b>23,642</b>	<b>24,763</b>	<b>5,322</b>	<b>30,299</b>	<b>38,538</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES</b>	<b>\$ 36,339,518</b>	<b>\$ 16,808,750</b>	<b>\$ 21,499,523</b>	<b>\$ 5,703,000</b>	<b>\$ 15,119,945</b>	<b>\$ 19,436,193</b>
<b>UNIT INFORMATION<sup>(1) (2)</sup></b>						
<b>Class A</b>						
Units outstanding	1,506,573	773,298	1,384,591	307,680	1,033,357	1,315,426
Net asset value per unit	\$ 18.95	\$ 17.58	\$ 11.68	\$ 13.34	\$ 10.71	\$ 12.27
<b>Class C</b>						
Units outstanding	314,321	168,480	357,575	83,131	310,190	203,802
Net asset value per unit	\$ 18.44	\$ 17.11	\$ 11.36	\$ 12.92	\$ 10.42	\$ 11.91
<b>Class I</b>						
Units outstanding	98,269	23,020	80,963	33,948	86,098	76,464
Net asset value per unit	\$ 20.29	\$ 14.40	\$ 15.63	\$ 15.45	\$ 9.53	\$ 11.36

<sup>(1)</sup> Rounded to the nearest whole unit.

<sup>(2)</sup> Rounded to the nearest hundredth.

(Continued)



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF FIDUCIARY NET POSITION**  
**September 30, 2024**

	Individual Fund Portfolios					
	Nuveen Inflation Linked Portfolio	Nuveen Large Cap Responsible Equity Portfolio	Nuveen Core Impact Bond Portfolio	Nuveen Real Asset Income Portfolio	Principal Plus Interest Portfolio	Plan Total
<b>ASSETS</b>						
Investments	\$ 2,823,733	\$ 6,075,215	\$ 2,473,289	\$ 1,461,194	\$ 23,627,908	1,260,275,458
Cash (cash overdraft)	6,302	1,465	5,737	(79)	60,051	700,972
Receivables from securities sold	-	-	-	-	-	153,533
<b>Total Assets</b>	<b>2,830,035</b>	<b>6,076,680</b>	<b>2,479,026</b>	<b>1,461,115</b>	<b>23,687,959</b>	<b>1,261,129,963</b>
<b>LIABILITIES</b>						
Accrued Program Manager fees	576	1,215	496	292	-	249,303
Accrued State administrative fees	115	243	99	58	-	49,861
Accrued distribution fees	878	431	524	333	-	271,082
Accrued service fees	1,672	2,373	1,084	737	-	669,974
Payables for securities purchased	5,774	342	6,410	89	49,573	330,892
Withdrawals payable	486	617	-	179	10,389	431,207
<b>Total Liabilities</b>	<b>9,501</b>	<b>5,221</b>	<b>8,613</b>	<b>1,688</b>	<b>59,962</b>	<b>2,002,319</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES</b>	<b>\$ 2,820,534</b>	<b>\$ 6,071,459</b>	<b>\$ 2,470,413</b>	<b>\$ 1,459,427</b>	<b>\$ 23,627,997</b>	<b>1,259,127,644</b>
<b>UNIT INFORMATION<sup>(1) (2)</sup></b>						
<b>Class A</b>						
Units outstanding	159,282	159,285	132,374	80,174	1,626,023	
Net asset value per unit	\$ 11.78	\$ 23.28	\$ 10.76	\$ 12.96	\$ 11.48	
<b>Class C</b>						
Units outstanding	76,670	19,577	54,878	28,949	384,097	
Net asset value per unit	\$ 11.45	\$ 22.69	\$ 10.47	\$ 12.67	\$ 11.48	
<b>Class I</b>						
Units outstanding	4,966	101,325	48,408	3,972	50,673	
Net asset value per unit	\$ 11.05	\$ 18.94	\$ 9.74	\$ 13.49	\$ 10.89	

<sup>(1)</sup> Rounded to the nearest whole unit.

<sup>(2)</sup> Rounded to the nearest hundredth.



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION**  
**Year Ended September 30, 2024**

	Year of Enrollment Investment Portfolios					
	2040/2041 Enrollment Portfolio	2038/2039 Enrollment Portfolio	2036/2037 Enrollment Portfolio	2034/2035 Enrollment Portfolio	2032/2033 Enrollment Portfolio	2030/2031 Enrollment Portfolio
<b>ADDITIONS</b>						
Subscriptions	\$ 7,115,512	\$ 7,388,821	\$ 8,977,091	\$ 9,840,777	\$ 10,995,977	\$ 13,223,426
Net investment income	959,387	4,199,056	10,019,430	11,723,478	15,081,923	17,957,455
<b>Total Additions</b>	<u>8,074,899</u>	<u>11,587,877</u>	<u>18,996,521</u>	<u>21,564,255</u>	<u>26,077,900</u>	<u>31,180,881</u>
<b>DEDUCTIONS</b>						
Redemptions	156,954	713,813	2,165,704	3,239,636	4,453,629	5,820,911
Expenses:						
Program Manager fees	10,468	44,766	108,727	132,591	176,073	225,755
State administrative fees	2,094	8,953	21,745	26,518	35,214	45,151
Distribution fees	3,929	15,406	40,886	53,309	54,473	76,704
Service fees	9,388	39,506	100,028	121,889	165,376	205,932
Total expenses	25,879	108,631	271,386	334,307	431,136	553,542
<b>Total Deductions</b>	<u>182,833</u>	<u>822,444</u>	<u>2,437,090</u>	<u>3,573,943</u>	<u>4,884,765</u>	<u>6,374,453</u>
<b>NET INCREASE (DECREASE)</b>	7,892,066	10,765,433	16,559,431	17,990,312	21,193,135	24,806,428
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR</b>	<u>626,277</u>	<u>12,559,046</u>	<u>34,973,405</u>	<u>43,954,321</u>	<u>59,629,761</u>	<u>77,857,689</u>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR</b>	<u>\$ 8,518,343</u>	<u>\$ 23,324,479</u>	<u>\$ 51,532,836</u>	<u>\$ 61,944,633</u>	<u>\$ 80,822,896</u>	<u>\$ 102,664,117</u>

**(Continued)**



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION**  
**Year Ended September 30, 2024**

	Year of Enrollment Investment Portfolios				Target Risk Portfolios	
	2028/2029 Enrollment Portfolio	2026/2027 Enrollment Portfolio	2024/2025 Enrollment Portfolio	In School Portfolio	Capital Appreciation Portfolio	Conservative Allocation Portfolio
<b>ADDITIONS</b>						
Subscriptions	\$ 13,311,615	\$ 11,673,152	\$ 10,981,051	\$ 20,555,423	\$ 14,761,049	\$ 2,360,754
Net investment income	17,170,779	12,455,833	9,920,459	11,334,710	19,687,523	888,132
<b>Total Additions</b>	<u>30,482,394</u>	<u>24,128,985</u>	<u>20,901,510</u>	<u>31,890,133</u>	<u>34,448,572</u>	<u>3,248,886</u>
<b>DEDUCTIONS</b>						
Redemptions	7,098,683	6,638,803	9,354,000	50,050,473	13,611,954	3,014,103
Expenses:						
Program Manager fees	255,797	224,247	228,358	317,198	206,002	24,576
State administrative fees	51,160	44,850	45,672	63,440	41,200	4,915
Distribution fees	93,897	94,388	110,726	194,827	103,407	17,391
Service fees	235,354	211,406	210,796	286,677	180,771	24,135
Total expenses	636,208	574,891	595,552	862,142	531,380	71,017
<b>Total Deductions</b>	<u>7,734,891</u>	<u>7,213,694</u>	<u>9,949,552</u>	<u>50,912,615</u>	<u>14,143,334</u>	<u>3,085,120</u>
<b>NET INCREASE (DECREASE)</b>	22,747,503	16,915,291	10,951,958	(19,022,482)	20,305,238	163,766
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR</b>	<u>90,392,031</u>	<u>81,100,613</u>	<u>84,522,047</u>	<u>133,630,062</u>	<u>71,916,939</u>	<u>9,531,783</u>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR</b>	<u>\$ 113,139,534</u>	<u>\$ 98,015,904</u>	<u>\$ 95,474,005</u>	<u>\$ 114,607,580</u>	<u>\$ 92,222,177</u>	<u>\$ 9,695,549</u>

(Continued)





(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION**  
**Year Ended September 30, 2024**

	Multi-Fund Portfolio	Individual Fund Portfolios				
	Nuveen Alternative Income Portfolio	Nuveen Large Cap U.S. Equity Index Portfolio	Nuveen Dividend Growth Portfolio	Nuveen Large Cap Value Portfolio	Harbor Capital Appreciation Portfolio	Ariel Portfolio
<b>ADDITIONS</b>						
Subscriptions	\$ 199,875	\$ 24,458,825	\$ 6,030,512	\$ 3,182,161	\$ 7,074,808	\$ 2,225,885
Net investment income	157,559	41,493,570	9,631,923	2,883,708	9,840,582	1,959,453
<b>Total Additions</b>	<u>357,434</u>	<u>65,952,395</u>	<u>15,662,435</u>	<u>6,065,869</u>	<u>16,915,390</u>	<u>4,185,338</u>
<b>DEDUCTIONS</b>						
Redemptions	195,886	18,275,189	5,777,887	2,136,746	4,342,406	1,716,850
Expenses:						
Program Manager fees	2,382	341,159	86,051	28,433	73,602	19,701
State administrative fees	476	68,231	17,210	5,687	14,721	3,940
Distribution fees	374	95,937	26,323	10,290	22,854	6,287
Service fees	2,350	321,174	83,045	26,317	70,559	18,509
Total expenses	5,582	826,501	212,629	70,727	181,736	48,437
<b>Total Deductions</b>	<u>201,468</u>	<u>19,101,690</u>	<u>5,990,516</u>	<u>2,207,473</u>	<u>4,524,142</u>	<u>1,765,287</u>
<b>NET INCREASE (DECREASE)</b>	155,966	46,850,705	9,671,919	3,858,396	12,391,248	2,420,051
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR</b>	<u>872,949</u>	<u>111,553,618</u>	<u>29,579,398</u>	<u>9,588,233</u>	<u>22,116,921</u>	<u>6,749,428</u>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR</b>	<u>\$ 1,028,915</u>	<u>\$ 158,404,323</u>	<u>\$ 39,251,317</u>	<u>\$ 13,446,629</u>	<u>\$ 34,508,169</u>	<u>\$ 9,169,479</u>

**(Continued)**



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION**  
**Year Ended September 30, 2024**

	Individual Fund Portfolios					
	Nuveen U.S. Small Cap Portfolio	Harding Loevner Global Equity Portfolio	Oakmark International Portfolio	DFA Emerging Markets Portfolio	MetWest Total Return Bond Portfolio	Nuveen Strategic Income Portfolio
<b>ADDITIONS</b>						
Subscriptions	\$ 5,773,379	\$ 2,414,256	\$ 3,908,422	\$ 1,371,428	\$ 3,345,880	\$ 3,914,035
Net investment income	8,507,755	3,968,728	2,586,195	1,101,943	1,684,458	2,581,522
<b>Total Additions</b>	<u>14,281,134</u>	<u>6,382,984</u>	<u>6,494,617</u>	<u>2,473,371</u>	<u>5,030,338</u>	<u>6,495,557</u>
<b>DEDUCTIONS</b>						
Redemptions	5,537,539	2,585,554	3,727,003	1,163,231	2,639,063	3,864,186
Expenses:						
Program Manager fees	80,099	38,189	50,301	12,414	35,040	46,055
State administrative fees	16,020	7,638	10,060	2,483	7,008	9,210
Distribution fees	21,714	10,751	16,109	4,186	12,103	9,698
Service fees	75,099	31,824	46,856	11,092	32,445	42,758
Total expenses	192,932	88,402	123,326	30,175	86,596	107,721
<b>Total Deductions</b>	<u>5,730,471</u>	<u>2,673,956</u>	<u>3,850,329</u>	<u>1,193,406</u>	<u>2,725,659</u>	<u>3,971,907</u>
<b>NET INCREASE (DECREASE)</b>	8,550,663	3,709,028	2,644,288	1,279,965	2,304,679	2,523,650
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR</b>	<u>27,788,855</u>	<u>13,099,722</u>	<u>18,855,235</u>	<u>4,423,035</u>	<u>12,815,266</u>	<u>16,912,543</u>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR</b>	<u>\$ 36,339,518</u>	<u>\$ 16,808,750</u>	<u>\$ 21,499,523</u>	<u>\$ 5,703,000</u>	<u>\$ 15,119,945</u>	<u>\$ 19,436,193</u>

**(Continued)**



(A Fiduciary Fund of the State of Michigan)

**STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION**  
**Year Ended September 30, 2024**

	Individual Fund Portfolios					
	Nuveen Inflation Linked Portfolio	Nuveen Large Cap Responsible Equity Portfolio	Nuveen Core Impact Bond Portfolio	Nuveen Real Asset Income Portfolio	Principal Plus Interest Portfolio	Plan Total
<b>ADDITIONS</b>						
Subscriptions	\$ 564,407	\$ 775,497	\$ 775,399	\$ 445,081	\$ 9,906,514	\$ 207,551,012
Net investment income	249,630	1,487,846	243,403	273,300	680,041	220,729,781
<b>Total Additions</b>	<b>814,037</b>	<b>2,263,343</b>	<b>1,018,802</b>	<b>718,381</b>	<b>10,586,555</b>	<b>428,280,793</b>
<b>DEDUCTIONS</b>						
Redemptions	987,029	421,860	236,414	497,349	8,982,521	169,405,376
Expenses:						
Program Manager fees	7,376	12,994	5,326	3,322	-	2,797,002
State administrative fees	1,475	2,599	1,065	665	-	559,400
Distribution fees	3,597	1,723	1,817	1,454	-	1,104,560
Service fees	7,002	8,956	4,182	3,142	-	2,576,568
Total expenses	19,450	26,272	12,390	8,583	-	7,037,530
<b>Total Deductions</b>	<b>1,006,479</b>	<b>448,132</b>	<b>248,804</b>	<b>505,932</b>	<b>8,982,521</b>	<b>176,442,906</b>
<b>NET INCREASE (DECREASE)</b>	<b>(192,442)</b>	<b>1,815,211</b>	<b>769,998</b>	<b>212,449</b>	<b>1,604,034</b>	<b>251,837,887</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR</b>	<b>3,012,976</b>	<b>4,256,248</b>	<b>1,700,415</b>	<b>1,246,978</b>	<b>22,023,963</b>	<b>1,007,289,757</b>
<b>NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR</b>	<b>\$ 2,820,534</b>	<b>\$ 6,071,459</b>	<b>\$ 2,470,413</b>	<b>\$ 1,459,427</b>	<b>\$ 23,627,997</b>	<b>\$ 1,259,127,644</b>

Independent Auditor's Report on Internal Control Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial  
Statements Performed in Accordance with *Government Auditing Standards*

Ms. Rachael Eubanks, Trustee, Michigan Education Savings Program,  
Michigan Department of Treasury  
Mr. Doug A. Ringler, CPA, CIA, Auditor General, State of Michigan  
Lansing, MI

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the MI 529 Advisor Plan, a component of the Michigan Education Savings Program, a fiduciary fund of the State of Michigan, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the MI 529 Advisor Plan's basic financial statements, and have issued our report thereon dated December 17, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the MI 529 Advisor Plan's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the MI 529 Advisor Plan's internal control. Accordingly, we do not express an opinion on the effectiveness of the MI 529 Advisor Plan's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the MI 529 Advisor Plan's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Andrews Hooper Pavlik PLC*

Okemos, Michigan  
December 17, 2024