

NC ABLE Program

Account Eligibility, Features and Benefits



NC ABLE
National ABLE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



Achieving a Better Life Experience (ABLE)

November 2011

Federal legislation was introduced in part by U.S. Sen. Richard Burr from North Carolina.

At the time, Sen. Burr stated the ABLE Act was required because “families of individuals with disabilities often face overwhelming financial burdens associated with the expensive costs of health care, education, housing and transportation.”

December 2014

Achieving a Better Life Experience (ABLE) Act was signed into federal law by President Obama.

August 2015

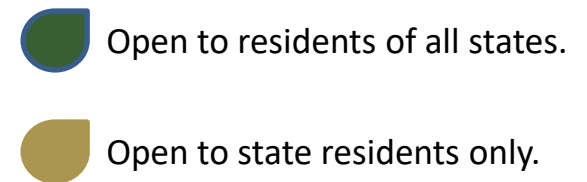
The **NC ABLE Act** was enacted, and the first accounts became available in 2017.

December 2022

The **ABLE Age Adjustment Act** was enacted as a part of SECURE 2.0. The age of eligibility will be raised to 46 in 2026.



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



ABLE accounts are available in many states, but not all states have the same features and benefits.

Why NC ABLE?



NC ABLE
National ABLE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA

- Membership in the **National ABLE Alliance (NAA)** consortium of states and DC provides the negotiation and buying power of 19 ABLE programs.
- NC ABLE is **transparent with account fees and costs**, which are competitive with similar products.
- **NC ABLE allows parents to open an account** on behalf of their disabled child who is an adult.
- Partner in advocacy in the **North Carolina General Assembly**.

Understanding NC ABLE Benefits



NC ABLE
National ABLE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



NC ABLE allows people living with disabilities to save and invest their money

in a tax-advantaged account for qualified disability expenses, without jeopardizing public, means-tested benefits such as SSI, Medicaid, HUD and others.



You do NOT have to be on public benefits to open up an ABLE account.

Eligibility & Certification



NC ABL

National ABL Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



You're generally eligible if your disability was present before the age of 26, and at least ONE of the following is true:



You have a disability with a written diagnosis from a licensed physician that can be produced if requested; OR



You are eligible for SSI or SSDI because of a disability; OR



You have a condition from the
Social Security Administration' Compassionate Allowances List
(<https://www.ssa.gov/compassionateallowances/>)

Note: Self-certification is required at the time of application and every year thereafter. You do NOT have to be on public benefits to open up an ABLÉ account.

Opening an NC ABLE Account



NC ABLE

National ABLE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



Who can open an NC ABLE Account?



Account Owner, the person with the disability.

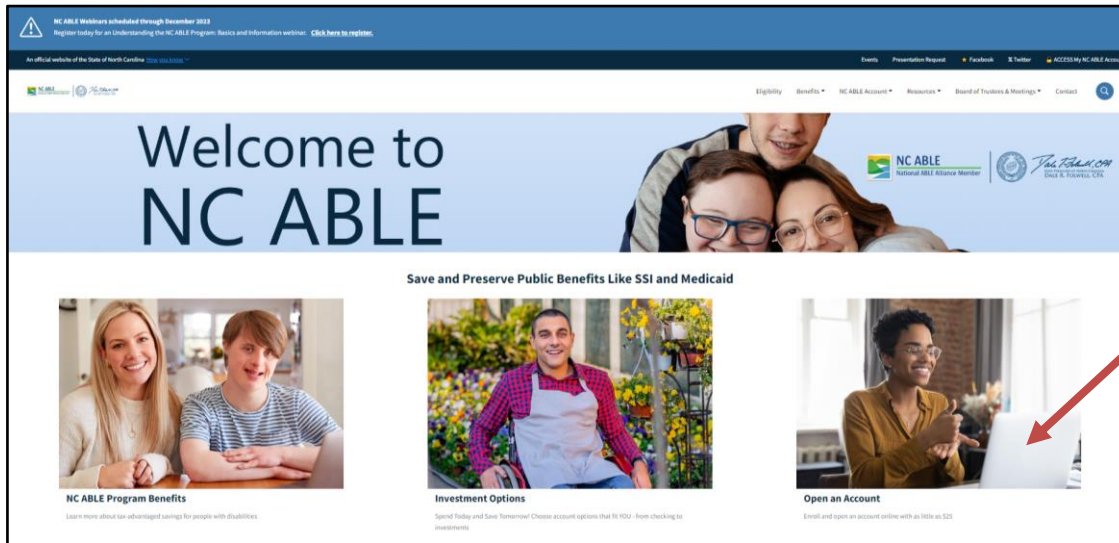


Person with a power of attorney from the eligible Account Owner.



For an Account Owner **without legal capacity**, the following (in order of priority):

- Agent under a power of attorney
- Guardian of the estate / General guardian / Conservator
- Spouse
- Parent
- Sibling
- Grandparent
- SSA-appointed representative payee



Opening an NC ABLÉ Account

Enroll online at NCABLE.org.

Paper Enrollment Form
available to print or mail.

Need assistance?
(888) 627-7503
Monday – Friday,
8:00 am – 5:00 pm ET

NC ABLÉ National ABLÉ Alliance Member		NC ABLÉ Enrollment Form
IMPORTANT INFORMATION ABOUT OPENING A NEW ACCOUNT. We are required by federal law to obtain from each person who opens an Account certain personal information—including name, street address, and date of birth, among other information—that will be used to verify their identity. If you do not provide us with this information, we will not be able to open your Account. If we are unable to verify your identity, we reserve the right to close your Account or take other steps we deem reasonable.		
- You can enroll online at nc.savewithable.com. - An individual can only have one ABLÉ Account nationwide. - The Account can only be opened for an Eligible Individual. - The Plan Disclosure Documents contain important information about NC ABLÉ and the National ABLÉ Alliance, including, among other information, the objectives, risks, charges, expenses, and restrictions in connection with opening and investing in NC ABLÉ. Capitalized terms used in this Enrollment Form and not defined, have the meanings provided in the Plan Disclosure Documents. - Before investing, you should check with your home state to determine if it offers tax or other benefits for investing in its own plan. - Type or print clearly, printing in capital letters and black ink. Please mail the form to NC ABLÉ. Do not staple.		
1.888.627.7503 8 a.m. to 5 p.m. ET M-F nc.savewithable.com nc.clientservice@savewithable.com		Regular mailing address: NC ABLÉ P.O. Box 219350 Kansas City, MO 64121 Overnight mailing address: NC ABLÉ 920 Main Street, Suite 900 Kansas City, MO 64105

Interested Party



NC ALE
National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA





Interested Party

- While the person who qualifies for an ABLE account is considered the owner, they can get help from an *Interested Party*.
- An *Interested Party* can access information about the account, but they can not do things like move money within the account.

Examples of an Interested Party may include:

- ✓ Financial Advisor
- ✓ Certified Public Accountant (CPA)
- ✓ Legal Counsel

Authorized Individuals & Documentation



NC ALE

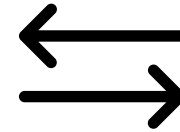
National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



Account Owner and Authorized Individuals



- While the person who qualifies for an ABE account is considered the **Account Owner**, their account can be managed by an “Authorized Individual.”
- The **Authorized Individual** is the person who can manage and can transact on the Account on behalf of the Account Owner.



Authorized Individuals and Required Documentation



Parent

Birth Certificate



Legal Guardian / Conservator

Appointment Document from the Court (Guardian of the Estate, General Guardian, or Conservator)



Agent

under Power of Attorney (POA)

Power of Attorney



Sibling

NC ABLE Affidavit



Spouse

Marriage certificate



Grandparent

NC ABLE Affidavit



SSA-Appointed Rep Payee

SSA Letter

Contribution Sources & Limits



NC ALE

National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



Contribution Sources



Account Owner



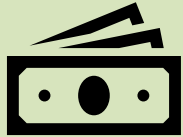
Friends & Family



Rollovers from a 529 Plan

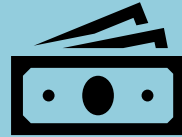


Contribution Limits



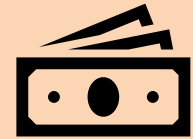
\$18k

\$18,000 per year
contribution & rollover limit



\$100k

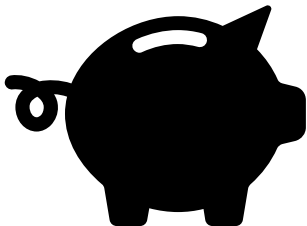
Up to \$100,000
is excluded from the
calculation of the
resource limit for SSI



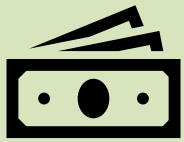
\$540k

NC Limit

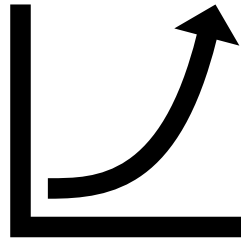
Maximum account balance
ranges from \$300,000 to
\$500,000+ by state



ABLE to Work Provision Contribution Limits



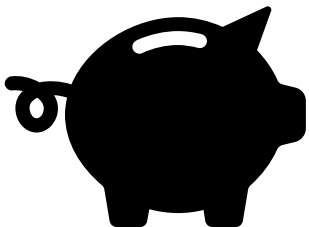
\$18k



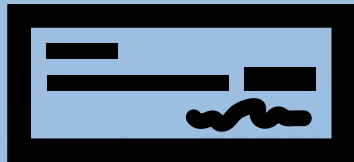
\$18,000 per year
contribution & rollover limit

Contribution limit may
increase by the lesser of

- ✓ the amount of the account owner's earned income
- or*
- ✓ the one-person poverty level for the prior year



How to Contribute to an NC ABLE Account



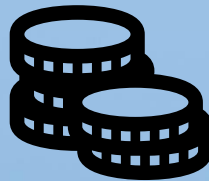
Check



Electronic Funds Transfer
(EFT)



Payroll Deductions



SSI payments can be
directly deposited
into NC ABLE accounts



Ugift
ugiftable.com

Investment Options



NC ALE
National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



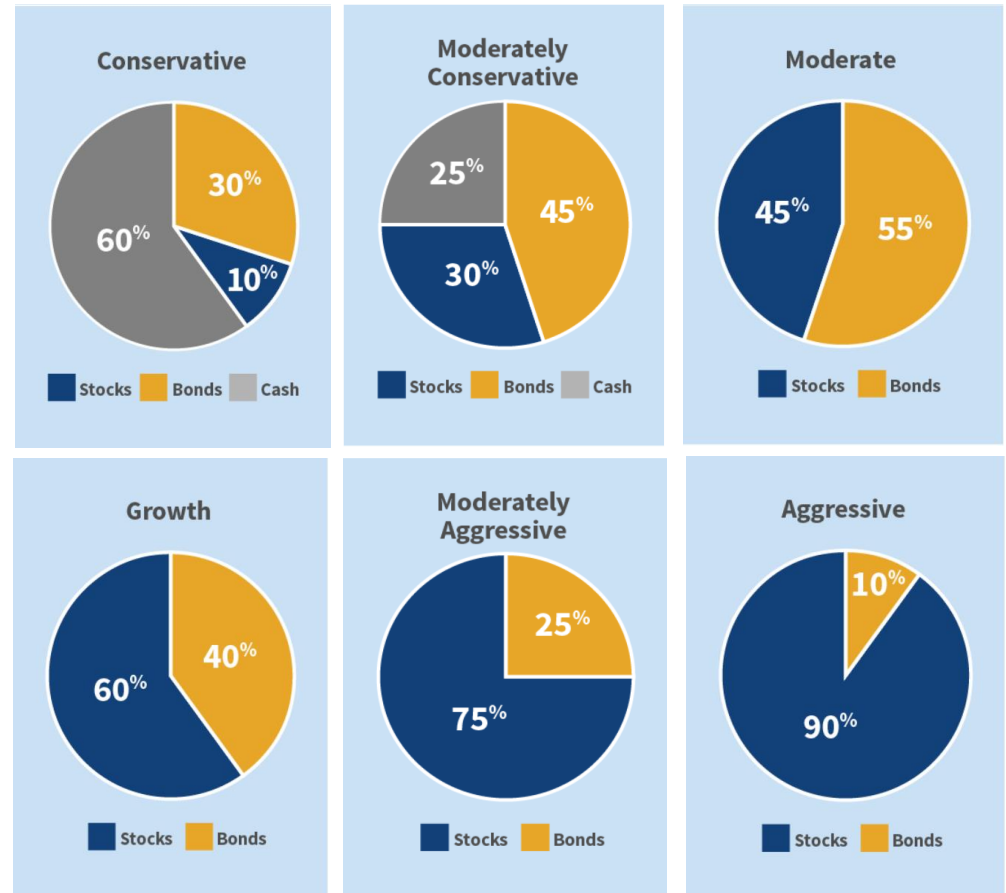
Investment Options



Checking Account Option

- Interest bearing
- FDIC insurance up to \$250,000
- Debit card with no card issuance fees
- Check writing
- ATM Access
- No overdraft fees

- Range of investment options
- Options based on risk level/comfort
- Money could grow over time
- NOT insured and it's possible to lose money
- Performance is not guaranteed



Investment Options

Qualifying Expenses



NC ALE

National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



The ABLE Act allows account owners to withdraw their money, tax-free, when it is used for a **Qualifying Disability Expense (QDE)**.

A QDE is any expense related to the account owner's disability that can be used for the benefit of the account owner in maintaining or improving their health, independence or quality of life, such as:



Education

such as tuition, special education services
including tutors



Health

including prevention and wellness



Housing

such as food, mortgage, rent, taxes and
utilities



Transportation

such as public or customized, accessible
vehicles



Legal

such as legal fees



Financial

including management and administrative
services



Technology

assistive technology and related services,
including cellphones



Funeral Expenses

funeral and burial expenses

Withdrawal Options



NC ALE
National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



**Withdrawals
from an NC ABLE
account can be
made by:**



ATM Withdrawals



Check



Electronic Funds Transfer



Debit Card



Account Fees



NC ALE
National ALE Alliance Member

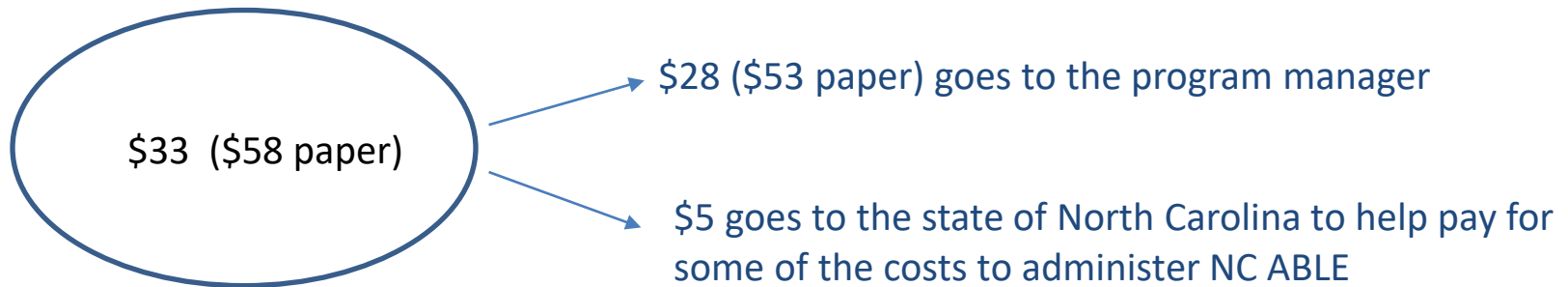


Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



Understanding Account Fees

- **Annual account maintenance flat fee**
\$33 – regardless of the size of the account balance (\$58 for paper statements)



- **Checking Account option** - Fifth Third charges \$2 per month.
Waived if average daily account balance is \$250 or more,
OR if electronic delivery of statements is elected
- **Annual asset-based fees for investment options**
.28 -.31% of assets (i.e., \$2.80 – \$3.10 per \$1,000, annually)



ABLE and Special Needs Trusts



NC ALE

National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



ABLE and Special Needs Trusts

- Can be used in conjunction with a Special Needs Trusts (SNTs)
- Choice depends upon the beneficiary's specific needs and financial goals
- Encourage meeting with a SNT attorney for further information

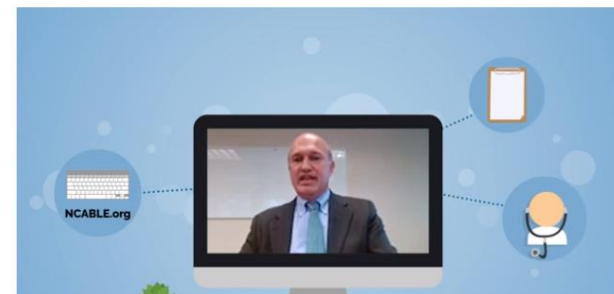


Webinars & Videos

NC ABLE webinars and videos are under the Resources tab. To register for live events, visit the events page.

NCABLE.org

NC ABLE Accounts & Special Needs Trusts



Death of an Account Owner



NC ALE

National ALE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA

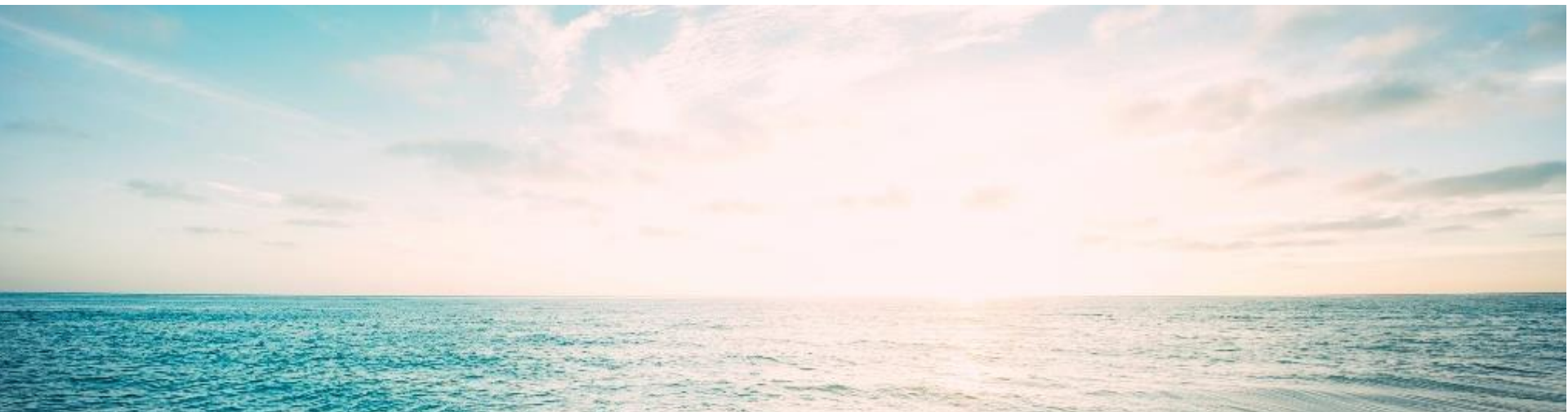




What happens after the death of an Account Owner?

Funds in an ABLE account go to:

- Final Qualified Disability Expenses
- Medicaid recovery claim
- The Account Owner's estate



NC ABLEResources



NC ABLEResources

National ABLEResources Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA

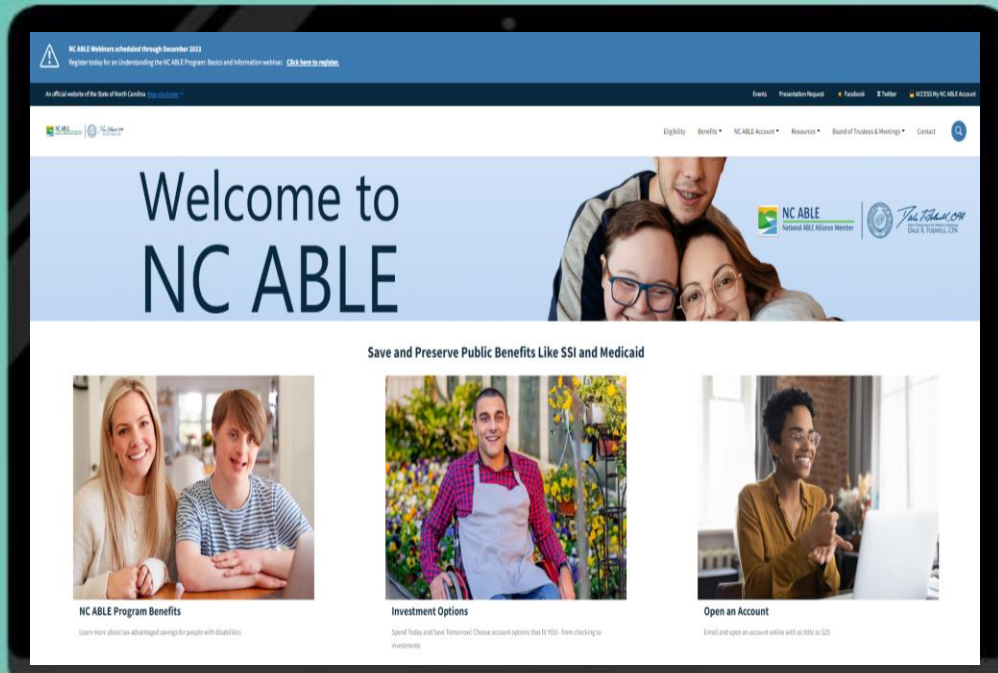




NC ABE
National ABE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



NCABLE.ORG



(888) 627-7503

NCABLEProgram
@NCABLEProgram
#beABLEwithNCABLE



NATIONAL RESOURCE CENTER
ACHIEVING A BETTER LIFE EXPERIENCE ACT

<http://www.ablenrc.org/>

info@ablenrc.org

1667 K Street, NW - Suite 480
Washington, DC 20006

(202) 683-6094



CONNECTING PEOPLE WITH DISABILITIES

Their families and those who support them to information about the Achieving a Better Life Experience (ABLE) Act and ABLE accounts.



be able with

NCABLE



Achieve a Better Life Experience

Thank you!

NCABLE.org



NCABLE
National ABLE Alliance Member



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA