

Future Scholar
529 College Savings Plan
Direct Program

Financial Statements and Supplemental Information
June 30, 2021

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Management's Discussion and Analysis (Unaudited)

As investment manager of the Future Scholar 529 College Savings Plan Direct Program (the Program), Columbia Management Investment Advisers, LLC (Columbia) provides readers of the financial statements of the Program with this discussion and analysis of the Program's financial performance for the year ended June 30, 2021. You should consider the information presented in this section in conjunction with the Program's financial statements and notes to financial statements. The Program is comprised of 20 investment portfolios (the Portfolios) in which participants may invest through three different investment options.

Financial Highlights

The Program had an inflow of \$131.6 million in net contributions from participants during the year ended June 30, 2021.

The Program had an increase of \$344.8 million from investment operations during the year.

Overview of the Financial Statements

The Program's financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements- and Management's Discussion and Analysis- for State and Local Government*, as amended.

This report consists of two parts: management's discussion and analysis (this section) and the basic financial statements and supplementary information. The basic financial statements are composed of a Statement of Fiduciary Net Position and 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.

The Statement of Fiduciary Net Position presents information on the Program's assets and liabilities. The difference between assets and liabilities is the net position as of June 30, 2021. The Program's financial statements are prepared using the accrual basis of accounting. Contributions and redemptions are recognized on trade date; expenses and liabilities are recognized when services are provided, regardless of when cash is disbursed.

The Statement of Changes in Fiduciary Net Position presents information showing how the Program's net position changed during the year. Changes in net position are recorded 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 years.

The Notes to Financial Statements provide additional information that is integral to a full understanding of the data provided in the basic financial statements.

Management's Discussion and Analysis, continued (Unaudited)

Financial Analysis

Net Position. The following is a condensed Statement of Fiduciary Net Position as of June 30, 2021 and June 30, 2020.

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Assets:		
Investments	\$2,045,694,438	\$1,569,343,650
Cash, receivables and other assets	<u>4,154,982</u>	<u>3,817,731</u>
Total Assets	2,049,849,420	1,573,161,381
Liabilities:		
Due to custodian and payables	<u>4,106,987</u>	<u>3,767,619</u>
Total Liabilities	4,106,987	3,767,619
Total Net Position	<u>\$2,045,742,433</u>	<u>\$1,569,393,762</u>

Net position represents cumulative contributions from participants plus net changes from operations less withdrawals.

The investments in the 20 Portfolios of the Program comprise 99.8% of total assets. Assets consist of investments, cash, receivables for securities sold, receivables for shares sold, receivables for accrued income and other assets. Liabilities consist of due to custodian, payables for securities purchased, payables for shares redeemed and payables for distributions of net investment income.

Changes in Net Position. The following is a condensed Statement of Changes in Fiduciary Net Position for the year ended June 30, 2021 and the year ended June 30, 2020.

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Additions:		
Contributions	\$ 838,099,556	\$ 629,069,725
Increase (Decrease) from investment operations		
Net change in appreciation (depreciation) in value of investments	253,848,314	(11,742,699)
Net realized gain (loss)	6,954,044	(8,955,391)
Capital gain distributions from underlying fund shares	57,554,288	40,492,245
Dividend and interest income	<u>26,421,784</u>	<u>30,171,732</u>
Total Additions	1,182,877,986	679,035,612
Deductions:		
Withdrawals	<u>706,529,315</u>	<u>531,820,606</u>
Total Deductions	706,529,315	531,820,606
Change in Net Position	476,348,671	147,215,006
Net Position, Beginning of Period	<u>1,569,393,762</u>	<u>1,422,178,756</u>
Net Position, End of Period	<u>\$2,045,742,433</u>	<u>\$1,569,393,762</u>

Management's Discussion and Analysis, continued (Unaudited)

Market Recap

U.S. equities delivered substantial gains for the 12 months ended June 30, 2021. Quick and unprecedented measures taken by policymakers and the U.S. Federal Reserve in the wake of the sharp COVID-19-driven market plunge in March 2020 spurred markets to rally from the start of the period through to the end, marked by some spikes in volatility on headlines around increasing COVID-19 cases and stalled talks on further stimulus. Market participants, however, were cheered by expectations that the rollout of multiple COVID-19 vaccines would lead to a strong revival in economic activity. Passage of a fiscal stimulus package, together with the proposal of a \$2 trillion infrastructure bill in late March 2021, provided a further boost to the economic outlook.

While the rally during the first half of the period was largely driven by outsize gains in faster growing market segments such as mega-cap technology stocks, the second half of the year saw a rotation into more economically-sensitive, value-oriented market segments. For the annual reporting period, most major asset classes generated strong positive returns. Risk assets led the way, with U.S. equities outperforming international equities. Within the U.S. equity market, small-cap equities outperformed large-cap equities. U.S. Treasuries and other high-quality segments of the fixed-income market prevailed early in the annual reporting period, serving as a ballast when markets were selling off in the wake of the COVID-19 crisis. As markets rebounded, riskier segments of the fixed-income market, like high-yield bonds, were rewarded and higher quality securities sold off.



Report of Independent Auditors

To Management of Columbia Management Investment Advisers, LLC

We have audited the accompanying financial statements of the Future Scholar 529 College Savings Plan Direct Program (the "Program"), which comprise the statement of fiduciary net position as of June 30, 2021, and the related statement of changes in fiduciary net position for the year then ended, and the related notes to the financial statements, which collectively comprise the Program's basic financial statements.

Management's Responsibility 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; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Program's preparation and fair presentation of the financial statements 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 Program's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Program as of June 30, 2021, and the changes in its fiduciary net position for



the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the Program and do not purport to, and do not, present fairly the financial position of the entire South Carolina College Investment Trust Fund or the State of South Carolina as of June 30, 2021, or the changes in net 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.

Other Matters

Required Supplementary Information

The accompanying management's discussion and analysis on pages 1 through 3 are required by accounting principles generally accepted in the United States of America to supplement the basic financial statements. Such information, 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 auditing standards generally accepted in the United States of America, 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.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Program's basic financial statements. The supplementary information detailing the statement of fiduciary net position by portfolio as of June 30, 2021 and the statement of changes in fiduciary net position by portfolio for each of the periods indicated therein appearing on pages 19 through 33 is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 16, 2021 on our consideration of the Program's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and other matters. The purpose of that report is 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 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 Program's internal control over financial reporting and compliance.

PricewaterhouseCoopers LLP

September 16, 2021

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position
June 30, 2021

Assets	
Investments, at value	\$ 2,045,694,438
Cash	18,048
Receivable for securities sold	892,547
Receivable for shares sold	2,322,157
Receivable for accrued income	874,286
Other assets	<u>47,944</u>
Total Assets	<u>2,049,849,420</u>
Liabilities	
Due to custodian	25
Payable for securities purchased	2,193,290
Payable for shares redeemed	1,865,068
Payable for distributions of net investment income	<u>48,604</u>
Total Liabilities	<u>4,106,987</u>
Net position	<u><u>\$ 2,045,742,433</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position
Year ended June 30, 2021

Additions	
Contributions - shares sold	\$ 838,099,556
Increase (decrease) from investment operations	
Dividend income	25,771,043
Interest income	650,741
Net realized gain	6,954,044
Capital gain distributions from underlying fund shares	57,554,288
Net change in appreciation in value of investments	<u>253,848,314</u>
Total increase from investment operations	344,778,430
Total additions	<u><u>1,182,877,986</u></u>
Deductions	
Withdrawals - shares redeemed	<u><u>706,529,315</u></u>
Net increase	476,348,671
Net position at beginning of year	<u>1,569,393,762</u>
Net position at end of year	<u><u>\$2,045,742,433</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

FUTURE SCHOLAR 529 COLLEGE SAVINGS PLAN
DIRECT PROGRAM
Notes to Financial Statements
June 30, 2021

Note 1. Organization

The Future Scholar 529 College Savings Plan Direct Program (the Program), part of the South Carolina College Investment Trust Fund (the Trust Fund), was established by the Office of the State Treasurer of South Carolina (the Treasurer) to provide a tax-advantaged method to fund qualified higher education expenses of designated beneficiaries at eligible educational institutions. The Program has been designed to comply with the requirements for treatment as a “qualified tuition program” under Section 529 of the Internal Revenue Code of 1986, as amended (the Code). The Treasurer is responsible for administering the Program and selecting the Program Manager. Columbia Management Investment Advisers, LLC (CMIA), a wholly-owned subsidiary of Ameriprise Financial, Inc. (Ameriprise Financial), serves as the Program Manager. The Program Manager and its affiliates are responsible for providing certain administrative, recordkeeping, marketing and investment services for the Program. The financial statements present only the Program and do not purport to, and do not, present the financial position of the entire Trust Fund or the State of South Carolina as of June 30, 2021, or the changes in net position for the year then ended.

The Program is designed for self-directed investors and is offered only to Account Owners who are: (i) South Carolina residents; (ii) residents of other states but who have designated a South Carolina resident as Designated Beneficiary; (iii) employees of Ameriprise Financial and its affiliates, and employees of DST Asset Manager Solutions, Inc. (AMS); (iv) employees of the State of South Carolina and employees of a political subdivision of the State of South Carolina, including school districts, regardless of residency; and (v) any other Account Owners whom the Treasurer and Program Manager deem eligible.

The Program offers three Age-Based Portfolio options (Aggressive risk track, Moderate risk track and Conservative risk track), and seventeen Portfolios, including seven Target Allocation Portfolios and ten Single fund Portfolios, any one or more of which may be selected as an investment by an Account Owner. The Age-Based Portfolio options allows Account Owners to elect to have Contributions automatically allocated among seven Target Allocation Portfolios and three Asset Allocation Portfolios. The Target Allocation Portfolios each invest in a mix of equity and fixed income funds (the Underlying Funds). The Single Fund Portfolios each invest in a single Underlying Fund. The Legacy Capital Preservation Portfolio is a Single Fund Portfolio that invests primarily in book value investment contracts backed by one or more portfolios of short- and intermediate-term investment grade bonds and Institutional Class shares of Columbia Government Money Market Fund. The Future Scholar Bank Deposit Portfolio is a Single Fund Portfolio that invests all of its assets in the interest-bearing Bank Deposit Account at Truist Bank (Truist).

The Target Allocation Portfolios invest primarily in a mix of Underlying Funds. The Single Fund Portfolios invest in a single Underlying Fund, with the exception of the Future Scholar Legacy Capital Preservation Portfolio, which also invests in book value investment contracts and the Future Scholar Bank Deposit Portfolio which invests all of its assets in an interest-bearing Bank Deposit Account. The Underlying Funds are advised by CMIA or its affiliates, BlackRock Fund Advisors or The Vanguard Group Inc. The Portfolios were invested in the following underlying investments as of June 30, 2021:

Target Allocation and Asset Allocation Portfolios:

Future Scholar Aggressive Growth Portfolio was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	

Future Scholar Growth Portfolio was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	

Future Scholar 70% Equity Portfolio (only available as a part of the age-based Investment Option) was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	

Future Scholar Moderate Growth Portfolio was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	

Future Scholar Moderate Portfolio was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	Vanguard Federal Money Market Fund, Investor Shares

Future Scholar 40% Equity Portfolio (only available as a part of the age-based Investment Option) was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	Vanguard Federal Money Market Fund, Investor Shares

Future Scholar Moderately Conservative Portfolio was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	Vanguard Federal Money Market Fund, Investor Shares

Future Scholar 20% Equity Portfolio (only available as a part of the age-based Investment Option) was invested in:

Columbia Large Cap Index Fund, Institutional Class	Vanguard Total Bond Market II Index Fund, Institutional Class
Columbia Mid Cap Index Fund, Institutional Class	Vanguard Emerging Markets Stock Index Fund, Institutional Class
Columbia Small Cap Index Fund, Institutional Class	Vanguard Developed Markets Index Fund, Institutional Plus Class
Vanguard Short-Term Bond Index Fund, Institutional Class	Vanguard Federal Money Market Fund, Investor Shares

Future Scholar Conservative Portfolio was invested in:

Columbia Large Cap Index Fund, Institutional Class
Vanguard Short-Term Bond Index Fund, Institutional Class

Vanguard Total Bond Market II Index Fund, Institutional Class
Vanguard Federal Money Market Fund, Investor Shares

Future Scholar College Portfolio was invested in:

Vanguard Short-Term Bond Index Fund, Institutional Class
Vanguard Total Bond Market II Index Fund, Institutional Class

Vanguard Federal Money Market Fund, Investor Shares

Single Fund Portfolios:

Future Scholar Large Cap Index Portfolio was invested in Institutional Class shares of Columbia Large Cap Index Fund.

Future Scholar Mid Cap Index Portfolio was invested in Institutional Class shares of Columbia Mid Cap Index Fund.

Future Scholar Small Cap Index Portfolio was invested in Institutional Class shares of Columbia Small Cap Index Fund.

Future Scholar International Equity Index Portfolio was invested in Institutional Plus Class shares of Vanguard Developed Markets Index Fund.

Future Scholar Bond Index Portfolio was invested in Institutional Class shares of Vanguard Total Bond Market II Index Fund.

Future Scholar Short Term Bond Index Portfolio was invested in Institutional Class shares of Vanguard Short-Term Bond Index Fund.

Future Scholar TIPS Bond ETF Portfolio was invested in iShares TIPS Bond ETF.

Future Scholar Ultra Short Term Bond Portfolio was invested in Institutional 3 Class shares of Columbia Ultra Short Term Bond Fund.

Future Scholar Legacy Capital Preservation Portfolio was invested in book value investment contracts backed by one or more portfolios of short and intermediate-term investment grade bonds and Institutional 2 Class shares of Columbia Government Money Market Fund.

Future Scholar Bank Deposit Portfolio was invested in an interest-bearing Bank Deposit account at Branch Banking and Trust Company.

Note 2. Significant Accounting Policies

Basis of Presentation

The Program is a private-purpose trust fund, which is a type of fiduciary fund. Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support a government's own programs. As a fiduciary fund, the Program's financial statements and supplementary information are prepared using the flow of economic resources measurement focus and the accrual basis of accounting in accordance with

GASB Statement No. 34, *Basic Financial Statements- and Management's Discussion and Analysis- for state and Local Government*, as amended. Under this method of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flow.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts included in the financial statements and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from those estimates.

Investment Transactions and Investment Income

Investment transactions are recorded on the trade date. Income dividends and any capital gain distributions received from the Underlying Funds are recorded on the ex-dividend date. Realized gains and losses on investment transactions are computed based on the specific identification of securities sold. The investment income earned by each Portfolio is reinvested in additional shares of its Underlying Fund(s). Investment income earned by the Future Scholar Legacy Capital Preservation Portfolio and Future Scholar Bank Deposit Portfolio is distributed and reinvested into additional shares of the Portfolio in order to maintain a net position value of \$1 per share. The reinvested net investment income is included in Contributions-shares sold in the Statement of Changes in Fiduciary Net Position.

Security Valuation

Investments in the Underlying Funds are valued at their respective net asset values and are determined as of the close of the New York Stock Exchange (generally 4:00 PM Eastern time) on the valuation date. The Program's investments represent shares of the Underlying Funds, rather than individual securities and therefore are not subject to classification by custodial credit risk or disclosure of concentration of credit risk under GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, as amended.

Exchange-traded funds listed on an exchange are valued at the closing price or last trade on their primary exchange at the close of business of the New York Stock Exchange. Securities with a closing price not readily available or not listed on any exchange are valued at the mean between the closing bid and asked prices.

The Future Scholar Legacy Capital Preservation Portfolio invests in book value investment contracts that are fully benefit-responsive and are reported at contract value, which is equal to contributions, less withdrawals and any applicable fees and charges, plus accrued interest at a rate of return based on a formula specified in the contract known as the "crediting rate."

The crediting rate, which is adjusted periodically, is designed to reflect the actual interest earned on the wrapped fixed income securities, as well as amortize the market value gain or loss of the wrapped assets backing the contract over the duration of those assets.

The Wrapper Agreements are a component of the Portfolio's investment contracts. The Wrapper Contracts are valued using a market approach methodology, which incorporates the difference between current market rates for contract level wrapper fees and the current wrapper fee associated with the contract. The difference is calculated as a dollar value and discounted at the prevailing interest rates as of the period end. There is no active trading market for Wrapper Agreements, and none is expected to develop; therefore, the Wrapper Agreements are considered illiquid. In performing fair value determination of the Portfolio's Wrapper Agreements, the Program considers the creditworthiness and the ability of the Wrapper Providers to pay amounts due under the Wrapper Agreements.

Fair Value Measurements

The Program categorizes its fair value measurements according to a three-level hierarchy that maximizes the use of observable inputs and minimizes the use of unobservable inputs by prioritizing that the most observable input be used when available. Observable inputs are those that market participants would use in pricing an investment based on market data obtained from sources independent of the reporting entity. Unobservable inputs are those that reflect the Program's assumptions about the information market participants would use in pricing an investment. An investment's level within the fair value hierarchy is based on the lowest level of any input that is deemed significant to the asset's or liability's fair value measurement. The input levels are not necessarily an indication of the risk or liquidity associated with investments at that level. For example, certain U.S. government securities are generally high quality and liquid, however, they are reflected as Level 2 because the inputs used to determine fair value may not always be quoted prices in an active market.

Fair value inputs are summarized in the three broad levels listed below:

- Level 1 – Valuations based on quoted prices for investments in active markets that the Program has the ability to access at the measurement date. Valuation adjustments are not applied to Level 1 investments.
- Level 2 – Valuations based on other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risks, etc.).
- Level 3 – Valuations based on significant unobservable inputs (including the Program's own assumptions and judgment in determining the fair value of investments).

Inputs that are used in determining fair value of an investment may include price information, credit data, volatility statistics, and other factors. These inputs can be either observable or unobservable. The availability of observable inputs can vary between investments, and is affected by various factors such as the type of investment, and the volume and level of activity for that investment or similar investments in the marketplace. The inputs will be considered by the Investment Manager, along with any other relevant factors in the calculation of an investment's fair value. The Program uses prices and inputs that are current as of the measurement date, which may include periods of market dislocations. During these periods, the availability of prices and inputs may be reduced for many investments. This condition could cause an investment to be reclassified between the various levels within the hierarchy.

Investments falling into the Level 3 category are primarily supported by quoted prices from brokers and dealers participating in the market for those investments. However, these may be classified as Level 3 investments due to lack of market transparency and corroboration to support these quoted prices. Additionally, valuation models may be used as the pricing source for any remaining investments classified as Level 3. These models may rely on one or more significant unobservable inputs and/or significant assumptions by the Investment Manager. Inputs used in valuations may include, but are not limited to, financial statement analysis, capital account balances, discount rates and estimated cash flows, and comparable company data.

The Investment Manager's Valuation Committee (the Committee) is responsible for overseeing all valuation procedures. The Committee consists of voting and non-voting members from various groups within the Investment Manager's organization, including operations and accounting, trading and investments, compliance, risk management and legal.

The Committee meets at least monthly to review and approve valuation matters, which may include a description of specific valuation determinations, data regarding pricing information received from approved pricing vendors and brokers and the results of valuation control policies and procedures (the Policies). The Policies address, among

other things, instances when market quotations are or are not readily available, including recommendations of third party pricing vendors and a determination of appropriate pricing methodologies; events that require specific valuation determinations and assessment of fair value techniques; securities with a potential for stale pricing, including those that are illiquid, restricted, or in default; and the effectiveness of third party pricing vendors, including periodic reviews of vendors. The Committee meets more frequently, as needed, to discuss additional valuation matters, which may include the need to review back-testing results, review time-sensitive information or approve related valuation actions.

For investments categorized as Level 3, the Committee monitors information similar to that described above, which may include: (i) data specific to the issuer or comparable issuers, (ii) general market or specific sector news and (iii) quoted prices and specific or similar security transactions. The Committee considers this data and any changes from prior periods in order to assess the reasonableness of observable and unobservable inputs, any assumptions or internal models used to value those securities and changes in fair value. This data is also used to corroborate, when available, information received from approved pricing vendors and brokers. Various factors impact the frequency of monitoring this information (which may occur as often as daily). However, the Committee may determine that changes to inputs, assumptions and models are not required as a result of the monitoring procedures performed.

The following table is a summary of the inputs used to value the Program's investments at June 30, 2021:

	Level 1	Level 2	Level 3	Total
Investment Type	Quoted Prices in active Markets for Identical Assets (\$)	Other Significant Observable Inputs (\$)	Significant Unobservable Inputs (\$)	
Bank Deposit Account	60,771,497	—	—	60,771,497
Underlying Funds	1,951,533,548	—	—	1,951,533,548
Total	2,012,305,045	—	—	2,012,305,045

The fair value standards are not applicable to the investment contracts, as they are reported at contract value rather than fair value.

The contract value, by issuer, as well as the fair value of each contract for the year ended June 30, 2021, are as follows:

	Contract Value (\$)	Fair Value (\$)	Wrapper Contracts at Fair Value (\$)
American General Life Insurance Company	8,504,154	8,724,336	—
Prudential Insurance Company of America	8,294,382	8,500,076	—
Transamerica Life Insurance and Annuity Company	8,294,739	8,496,568	—
Voya Retirement and Insurance Company	8,296,118	8,499,969	—
Total	33,389,393	34,220,949	—

Shares

The beneficial interests of each account owner and beneficiary in the net position of the Portfolios are represented by shares. Once a contribution or withdrawal request is accepted and processed by the Program Manager, the activity is recorded based upon the next determined net position value per share. Net position value per share is determined each business day. There are no distributions of net investment income or realized gains to the Portfolios' Account Owners or beneficiaries of the Program in accordance with the Code. Also, any earnings on contributions are generally not subject to federal income tax when used to pay for qualified higher education expenses as defined in the Code.

Federal Income Taxes

The Program intends to qualify each year as a qualified tuition program under the Code, which provides exemption from federal income tax. Under South Carolina State law, the Trust Fund will not pay a South Carolina franchise tax or other tax based on income. Therefore, no provision for federal or state income taxes has been recorded. Amounts withdrawn for reasons other than payment of qualified higher education expenses generally will be subject to a 10% federal tax penalty on earnings in addition to the income tax that is due. These taxes would be payable directly by shareholders and are therefore not deducted from the assets of the Portfolios.

Indemnification

In the normal course of business, the Program enters into contracts that contain a variety of representations and warranties and which provide general indemnities. The Program's maximum exposure under these arrangements is unknown because this would involve future claims against the Program. Also, under the Program's organizational documents and by contract, the Program, the Treasurer, the State of South Carolina, Ameriprise Financial and its affiliates and Columbia and its affiliates are indemnified against certain liabilities that may arise out of actions relating to their duties to the Program. However, based on experience, the Program expects the risk of loss due to these representations, warranties and indemnities to be minimal.

Recent Accounting Pronouncements

In January 2017, The GASB issued GASB No. 84 *Fiduciary Activities*. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. This statement was effective for this reporting period. Program management has evaluated this Statement and concluded it would have no impact on its financial statements.

Note 3. Related Party Transactions

The Treasurer has entered into a contract for program management services (the Management Agreement) with the Program Manager, pursuant to which the Program Manager provides overall program management services, including marketing services and investment management services. The Program Manager does not receive a fee for its services from the Portfolios. Transfer agent, legal, audit, printing and other expenses incurred by the Portfolios are also paid by the Program Manager.

Underlying Investment Expenses

The Program indirectly bears a pro rata share of the fees and expenses of the Underlying Funds in which it invests.

Note 4. Disclosure of Significant Risks and Contingencies

Foreign Securities

Certain Underlying Funds invest in foreign securities. There are certain additional risks involved when investing in foreign securities that are not inherent with investments in or exposure to securities of U.S. companies. These risks may involve foreign currency exchange rate fluctuations, adverse political and economic developments and the possible prevention of currency exchange or other foreign governmental laws or restrictions. In addition, the liquidity of foreign securities may be more limited than that of domestic securities. The following represents the value at June 30, 2021 of Underlying Funds, by Portfolio, which have the majority of their investments exposed to foreign securities.

Portfolio	Underlying Fund	Value (\$)
Future Scholar Aggressive Growth Portfolio	Vanguard Developed Markets Index Fund	58,037,081
	Vanguard Emerging Markets Stock Index Fund	4,751,861
Future Scholar Growth Portfolio	Vanguard Developed Markets Index Fund	32,374,013
	Vanguard Emerging Markets Stock Index Fund	3,122,872
Future Scholar 70% Equity Portfolio	Vanguard Developed Markets Index Fund	14,761,469
	Vanguard Emerging Markets Stock Index Fund	1,424,154
Future Scholar Moderate Growth Portfolio	Vanguard Developed Markets Index Fund	26,079,845
	Vanguard Emerging Markets Stock Index Fund	2,431,376
Future Scholar Moderate Portfolio	Vanguard Developed Markets Index Fund	17,474,767
	Vanguard Emerging Markets Stock Index Fund	1,864,703
Future Scholar 40% Equity Portfolio	Vanguard Developed Markets Index Fund	11,025,265
	Vanguard Emerging Markets Stock Index Fund	1,050,543
Future Scholar Moderately Conservative Portfolio	Vanguard Developed Markets Index Fund	9,720,083
	Vanguard Emerging Markets Stock Index Fund	916,781
Future Scholar 20% Equity Portfolio	Vanguard Developed Markets Index Fund	4,218,925
	Vanguard Emerging Markets Stock Index Fund	737,249
Future Scholar International Equity Index Portfolio	Vanguard Developed Markets Index Fund	19,532,102

Interest Rate and Credit Risk

Certain Underlying Funds invest in fixed-income securities. Investing in fixed-income securities may involve certain risks, including the credit quality of individual issuers, possible prepayments, market or economic developments and yields and share price fluctuations due to changes in interest rates. The Underlying Funds in which the Portfolios invest are not rated by any nationally recognized statistical rating organization.

In the event that investments in the Future Scholar Bank Deposit Portfolio exceed the maximum amount covered by FDIC insurance (currently \$250,000, which includes the total of all deposit balances held by the Account Owner at Truist), there is the risk of loss of the amount over that limit in the event of a bank failure. To the extent that FDIC insurance applies (i.e., up to the first \$250,000 of the total balances held by the Account Owner at Truist), the Portfolio is primarily subject to Income Risk and Interest Rate Risk.

Income Risk. This is the risk that the return of the underlying Bank Deposit Account will vary from week to week because of changing interest rates.

Interest Rate Risk. This is the risk that the return of the underlying Bank Deposit Account will decline because of falling interest rates.

Investment Contract Risk

The Future Scholar Legacy Capital Preservation Portfolio's ability to maintain a stable value is dependent on issuers of Investment Contracts. It is possible that one or more of these issuers become uncreditworthy, insolvent or unable to honor its obligations under the relevant Investment Contract. Similarly, Investment Contract issuers have the right to terminate their Investment Contracts under various circumstances, some of which may be outside of the Portfolio's control and due to certain changes in the regulatory environment. If one of these instances were to occur and the Portfolio was not able to find a substitute Investment Contract issuer or otherwise achieve a stable value for that portion of the Portfolio's assets, the Portfolio's Share value might fall and Account Owners might experience a loss.

Market and Environment Risk

Certain Underlying Funds may incur losses due to declines in the value of one or more securities in which it invests. These declines may be due to factors affecting a particular issuer, or the result of, among other things, political, regulatory, market, economic or social developments affecting the relevant market(s) more generally. In addition, turbulence in financial markets and reduced liquidity in equity, credit and/or fixed income markets may negatively affect many issuers, which could adversely affect the Underlying Fund, including causing difficulty in assigning prices to hard-to-value assets in thinly traded and closed markets, significant redemptions and operational challenges. Global economies and financial markets are increasingly interconnected, and conditions and events in one country, region or financial market may adversely impact issuers in a different country, region or financial market. These risks may be magnified if certain events or developments adversely interrupt the global supply chain; in these and other circumstances, such risks might affect companies worldwide. As a result, local, regional or global events such as terrorism, war, natural disasters, disease/virus outbreaks and epidemics or other public health issues, recessions, depressions or other events – or the potential for such events – could have a significant negative impact on global economic and market conditions.

The Fund performance may also be significantly negatively impacted by the economic impact of the coronavirus disease 2019 (COVID-19) pandemic. The public health crisis has become a pandemic that has resulted in, and may continue to result in, significant global economic and societal disruption and market volatility due to disruptions in market access, resource availability, facilities operations, imposition of tariffs, export controls and supply chain disruption, among others. Such disruptions may be caused, or exacerbated by, quarantines and travel restrictions, workforce displacement and loss in human and other resources. The uncertainty surrounding the magnitude, duration, reach, costs and effects of the global pandemic, as well as actions that have been or could be taken by governmental authorities or other third parties, present unknowns that are yet to unfold. The impacts, as well as the uncertainty over impacts to come, of COVID-19 – and any other infectious illness outbreaks, epidemics and pandemics that may arise in the future – could negatively affect global economies and markets in ways that cannot necessarily be foreseen. In addition, the impact of infectious illness outbreaks and epidemics in emerging market countries may be greater due to generally less established healthcare systems, governments and financial markets. Public health crises caused by the COVID-19 outbreak may exacerbate other pre-existing political, social and economic risks in certain countries or globally. The disruptions caused by COVID-19 could prevent the Underlying Fund from executing advantageous investment decisions in a timely manner and negatively impact the Underlying Fund's ability to achieve its investment objective. Any such event(s) could have a significant adverse impact on the value and risk profile of the Underlying Fund.

Non-Payment Risk

Certain Underlying Funds may invest in senior loans, which like other corporate debt obligations are subject to the risk of non-payment of scheduled interest and/or principal. Nonpayment would result in a reduction of income to the underlying fund, a reduction in the value of the senior loan experiencing non-payment and a potential decrease in the net asset value of the Underlying Fund.

Note 5. Subsequent Events

Management has evaluated the events and transactions that have occurred through the date the financial statements were issued and noted no items requiring adjustment of the financial statements or additional disclosure.

Note 6. Information Regarding Pending and Settled Legal Proceedings

Ameriprise Financial and certain of its affiliates have historically been involved in a number of legal, arbitration and regulatory proceedings, including routine litigation, class actions, and governmental actions, concerning matters arising in connection with the conduct of their business activities. Ameriprise Financial believes that the Portfolios are not currently the subject of, and that neither Ameriprise Financial nor any of its affiliates are the subject of, any pending legal, arbitration or regulatory proceedings that are likely to have a material adverse effect on the Portfolios or the ability of Ameriprise Financial or its affiliates to perform under their contracts with the Portfolios. Ameriprise Financial is required to make 10-Q, 10-K and, as necessary, 8-K filings with the Securities and Exchange Commission on legal and regulatory matters that relate to Ameriprise Financial and its affiliates. Copies of these filings may be obtained by accessing the SEC website at www.sec.gov.

There can be no assurance that these matters, or the adverse publicity associated with them, will not result in increased fund redemptions, reduced sale of fund shares or other adverse consequences to the Portfolios. Further, although we believe proceedings are not likely to have a material adverse effect on the Portfolios or the ability of Ameriprise Financial or its affiliates to perform under their contracts with the Portfolios, these proceedings are subject to uncertainties and, as such, we are unable to estimate the possible loss or range of loss that may result. An adverse outcome in one or more of these proceedings could result in adverse judgments, settlements, fines, penalties or other relief that could have a material adverse effect on the financial condition or results of operations of Ameriprise Financial.

SUPPLEMENTAL INFORMATION (Unaudited)

The following information is presented for purposes of additional analysis and is not a required part of the basic financial statements of The Future Scholar 529 College Savings Plan Direct Program (the Program). It shows financial information relating to the investment portfolios, which were included in the Program during the year ended June 30, 2021.

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar Aggressive Growth Portfolio	Future Scholar Growth Portfolio	Future Scholar 70% Equity Portfolio
Assets			
Investments, at value	\$ 279,063,913	\$ 193,144,960	\$ 100,650,818
Cash	—	—	—
Receivable for securities sold	—	—	—
Receivable for shares sold	104,448	121,944	29,758
Receivable for accrued income	23,592	45,462	38,759
Other assets	—	7,099	—
Total Assets	<u>279,191,953</u>	<u>193,319,465</u>	<u>100,719,335</u>
Liabilities			
Due to custodian	—	—	—
Payable for securities purchased	102,652	166,905	63,124
Payable for shares redeemed	25,389	504	5,396
Payable for distributions of net investment income	—	—	—
Total Liabilities	<u>128,041</u>	<u>167,409</u>	<u>68,520</u>
Net position	<u>\$ 279,063,912</u>	<u>\$ 193,152,056</u>	<u>\$ 100,650,815</u>
Shares outstanding	6,116,694	4,488,413	5,794,940
Value per share	\$ 45.62	\$ 43.03	\$ 17.37

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar Moderate Growth Portfolio	Future Scholar Moderate Portfolio	Future Scholar 40% Equity Portfolio
Assets			
Investments, at value	\$ 207,919,286	\$ 182,064,162	\$ 144,901,004
Cash	—	—	—
Receivable for securities sold	—	99,885	346,828
Receivable for shares sold	51,042	41,070	136,534
Receivable for accrued income	112,285	113,778	98,291
Other assets	40,845	—	—
Total Assets	<u>208,123,458</u>	<u>182,318,895</u>	<u>145,482,657</u>
Liabilities			
Due to custodian	—	—	—
Payable for securities purchased	115,180	113,785	98,298
Payable for shares redeemed	48,156	140,956	483,362
Payable for distributions of net investment income	—	—	—
Total Liabilities	<u>163,336</u>	<u>254,741</u>	<u>581,660</u>
Net position	<u>\$ 207,960,122</u>	<u>\$ 182,064,154</u>	<u>\$ 144,900,997</u>
Shares outstanding	5,594,641	5,415,270	9,222,883
Value per share	\$ 37.17	\$ 33.62	\$ 15.71

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar Moderately Conservative Portfolio	Future Scholar 20% Equity Portfolio	Future Scholar Conservative Portfolio
Assets			
Investments, at value	\$ 176,250,292	\$ 144,650,277	\$ 175,809,634
Cash	—	—	—
Receivable for securities sold	—	436,494	—
Receivable for shares sold	545,353	48,466	508,557
Receivable for accrued income	128,028	107,252	126,430
Other assets	—	—	—
Total Assets	<u>176,923,673</u>	<u>145,242,489</u>	<u>176,444,621</u>
Liabilities			
Due to custodian	25	—	—
Payable for securities purchased	590,358	107,260	595,334
Payable for shares redeemed	83,007	484,959	39,662
Payable for distributions of net investment income	—	—	—
Total Liabilities	<u>673,390</u>	<u>592,219</u>	<u>634,996</u>
Net position			
	<u>\$ 176,250,283</u>	<u>\$ 144,650,270</u>	<u>\$ 175,809,625</u>
Shares outstanding	6,949,014	10,000,919	9,054,022
Value per share	\$ 25.36	\$ 14.46	\$ 19.42

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar College Portfolio	Future Scholar Large Cap Index Portfolio	Future Scholar Mid Cap Index Portfolio
Assets			
Investments, at value	\$ 76,622,944	\$ 127,360,698	\$ 59,199,680
Cash	—	—	—
Receivable for securities sold	—	—	—
Receivable for shares sold	536,592	32,119	8,039
Receivable for accrued income	55,480	—	—
Other assets	—	—	—
Total Assets	<u>77,215,016</u>	<u>127,392,817</u>	<u>59,207,719</u>
Liabilities			
Due to custodian	—	—	—
Payable for securities purchased	122,822	31,784	7,997
Payable for shares redeemed	469,254	335	42
Payable for distributions of net investment income	—	—	—
Total Liabilities	<u>592,076</u>	<u>32,119</u>	<u>8,039</u>
Net position	<u>\$ 76,622,940</u>	<u>\$ 127,360,698</u>	<u>\$ 59,199,680</u>
Shares outstanding	6,703,347	2,457,349	934,366
Value per share	\$ 11.43	\$ 51.83	\$ 63.36

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar Small Cap Index Portfolio	Future Scholar International Equity Index Portfolio	Future Scholar Bond Index Portfolio
Assets			
Investments, at value	\$ 37,897,210	\$ 19,532,102	\$ 8,559,324
Cash	—	—	—
Receivable for securities sold	—	—	—
Receivable for shares sold	7,242	6,163	510
Receivable for accrued income	—	—	12,618
Other assets	—	—	—
Total Assets	<u>37,904,452</u>	<u>19,538,265</u>	<u>8,572,452</u>
Liabilities			
Due to custodian	—	—	—
Payable for securities purchased	7,242	6,163	12,647
Payable for shares redeemed	—	—	482
Payable for distributions of net investment income	—	—	—
Total Liabilities	<u>7,242</u>	<u>6,163</u>	<u>13,129</u>
Net position	<u>\$ 37,897,210</u>	<u>\$ 19,532,102</u>	<u>\$ 8,559,323</u>
Shares outstanding	786,464	1,029,089	676,260
Value per share	\$ 48.19	\$ 18.98	\$ 12.66

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar Short Term Bond Index Portfolio	Future Scholar TIPS Bond ETF Portfolio	Future Scholar Ultra Short Term Bond Portfolio
Assets			
Investments, at value	\$ 7,053,388	\$ 4,156,613	\$ 4,022,778
Cash	—	18,048	—
Receivable for securities sold	—	—	—
Receivable for shares sold	2	3,041	4,066
Receivable for accrued income	6,732	—	1,719
Other assets	—	—	—
Total Assets	<u>7,060,122</u>	<u>4,177,702</u>	<u>4,028,563</u>
Liabilities			
Due to custodian	—	—	—
Payable for securities purchased	6,733	18,052	4,583
Payable for shares redeemed	—	6,765	1,202
Payable for distributions of net investment income	—	—	—
Total Liabilities	<u>6,733</u>	<u>24,817</u>	<u>5,785</u>
Net position	<u>\$ 7,053,389</u>	<u>\$ 4,152,885</u>	<u>\$ 4,022,778</u>
Shares outstanding	602,859	344,086	362,610
Value per share	\$ 11.70	\$ 12.07	\$ 11.09

Future Scholar 529 College Savings Plan Direct Program
Statement of Fiduciary Net Position by Portfolio
June 30, 2021 (Unaudited)

	Future Scholar Legacy Capital Preservation Portfolio	Future Scholar Bank Deposit Portfolio
Assets		
Investments, at value	\$ 36,063,858	\$ 60,771,497
Cash	—	—
Receivable for securities sold	9,340	—
Receivable for shares sold	49,949	87,262
Receivable for accrued income	21	3,839
Other assets	—	—
Total Assets	36,123,168	60,862,598
Liabilities		
Due to custodian	—	—
Payable for securities purchased	21	22,350
Payable for shares redeemed	14,514	61,083
Payable for distributions of net investment income	44,775	3,829
Total Liabilities	59,310	87,262
Net position	\$ 36,063,858	\$ 60,775,336
Shares outstanding	36,063,858	60,775,335
Value per share	\$ 1.00	\$ 1.00

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar Aggressive Growth Portfolio	Future Scholar Growth Portfolio	Future Scholar 70% Equity Portfolio
Additions			
Contributions - shares sold	\$ 57,524,783	\$ 56,946,982	\$ 53,763,793
Increase (decrease) from investment operations			
Dividend income	3,826,181	2,710,015	1,439,869
Interest income	—	—	—
Net realized gain	936,192	914,618	267,763
Capital gain distributions from underlying fund shares	11,191,187	7,325,396	3,459,172
Net change in appreciation in value of investments	59,395,473	36,742,612	16,854,461
Total increase from investment operations	<u>75,349,033</u>	<u>47,692,641</u>	<u>22,021,265</u>
Total additions	<u>132,873,816</u>	<u>104,639,623</u>	<u>75,785,058</u>
Deductions			
Withdrawals - shares redeemed	<u>48,320,414</u>	<u>52,908,604</u>	<u>49,085,642</u>
Net increase	84,553,402	51,731,019	26,699,416
Net position at beginning of year	<u>194,510,510</u>	<u>141,421,037</u>	<u>73,951,399</u>
Net position at end of year	<u>\$ 279,063,912</u>	<u>\$ 193,152,056</u>	<u>\$ 100,650,815</u>

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar Moderate Growth Portfolio	Future Scholar Moderate Portfolio	Future Scholar 40% Equity Portfolio
Additions			
Contributions - shares sold	\$ 75,348,792	\$ 82,041,218	\$ 79,798,314
Increase (decrease) from investment operations			
Dividend income	3,177,939	2,701,729	2,039,891
Interest income	—	—	—
Net realized gain	1,923,711	1,375,765	405,999
Capital gain distributions from underlying fund shares	6,587,191	5,102,900	3,412,706
Net change in appreciation in value of investments	<u>29,520,060</u>	<u>21,202,211</u>	<u>13,754,070</u>
Total increase from investment operations	<u>41,208,901</u>	<u>30,382,605</u>	<u>19,612,666</u>
Total additions	<u>116,557,693</u>	<u>112,423,823</u>	<u>99,410,980</u>
Deductions			
Withdrawals - shares redeemed	<u>74,179,649</u>	<u>74,013,180</u>	<u>67,598,833</u>
Net increase	42,378,044	38,410,643	31,812,147
Net position at beginning of year	<u>165,582,078</u>	<u>143,653,511</u>	<u>113,088,850</u>
Net position at end of year	<u>\$ 207,960,122</u>	<u>\$ 182,064,154</u>	<u>\$ 144,900,997</u>

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar Moderately Conservative Portfolio	Future Scholar 20% Equity Portfolio	Future Scholar Conservative Portfolio
Additions			
Contributions - shares sold	\$ 87,544,492	\$ 84,378,142	\$ 93,123,971
Increase (decrease) from investment operations			
Dividend income	2,364,655	1,738,020	1,912,112
Interest income	—	—	—
Net realized gain	932,205	452,495	506,666
Capital gain distributions from underlying fund shares	3,362,226	2,122,771	1,859,529
Net change in appreciation in value of investments	<u>11,870,540</u>	<u>5,684,906</u>	<u>1,531,252</u>
Total increase from investment operations	<u>18,529,626</u>	<u>9,998,192</u>	<u>5,809,559</u>
Total additions	<u>106,074,118</u>	<u>94,376,334</u>	<u>98,933,530</u>
Deductions			
Withdrawals - shares redeemed	<u>77,370,515</u>	<u>66,948,324</u>	<u>70,012,482</u>
Net increase	28,703,603	27,428,010	28,921,048
Net position at beginning of year	<u>147,546,680</u>	<u>117,222,260</u>	<u>146,888,577</u>
Net position at end of year	<u>\$ 176,250,283</u>	<u>\$ 144,650,270</u>	<u>\$ 175,809,625</u>

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar College Portfolio	Future Scholar Large Cap Index Portfolio	Future Scholar Mid Cap Index Portfolio
Additions			
Contributions - shares sold	\$ 54,739,500	\$ 24,084,645	\$ 8,180,558
Increase (decrease) from investment operations			
Dividend income	690,875	1,531,139	545,972
Interest income	—	—	—
Net realized loss	(37,652)	(45,473)	(339,058)
Capital gain distributions from underlying fund shares	312,894	6,685,596	5,008,527
Net change in appreciation (depreciation) in value of investments	(1,092,197)	26,389,144	15,082,542
Total increase (decrease) from investment operations	<u>(126,080)</u>	<u>34,560,406</u>	<u>20,297,983</u>
Total additions	<u>54,613,420</u>	<u>58,645,051</u>	<u>28,478,541</u>
Deductions			
Withdrawals - shares redeemed	<u>39,167,423</u>	<u>12,977,622</u>	<u>9,453,784</u>
Net increase	15,445,997	45,667,429	19,024,757
Net position at beginning of year	<u>61,176,943</u>	<u>81,693,269</u>	<u>40,174,923</u>
Net position at end of year	<u>\$ 76,622,940</u>	<u>\$ 127,360,698</u>	<u>\$ 59,199,680</u>

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar Small Cap Index Portfolio	Future Scholar International Equity Index Portfolio	Future Scholar Bond Index Portfolio
Additions			
Contributions - shares sold	\$ 7,493,511	\$ 4,537,151	\$ 4,041,986
Increase (decrease) from investment operations			
Dividend income	272,881	453,161	170,201
Interest income	—	—	—
Net realized loss	(266,310)	(22,168)	(47,073)
Capital gain distributions from underlying fund shares	1,041,486	—	82,707
Net change in appreciation (depreciation) in value of investments	<u>12,931,068</u>	<u>4,182,625</u>	<u>(253,160)</u>
Total increase (decrease) from investment operations	<u>13,979,125</u>	<u>4,613,618</u>	<u>(47,325)</u>
Total additions	<u><u>21,472,636</u></u>	<u><u>9,150,769</u></u>	<u><u>3,994,661</u></u>
Deductions			
Withdrawals - shares redeemed	<u>4,498,671</u>	<u>1,691,788</u>	<u>3,813,002</u>
Net increase	16,973,965	7,458,981	181,659
Net position at beginning of year	<u>20,923,245</u>	<u>12,073,121</u>	<u>8,377,664</u>
Net position at end of year	<u><u>\$ 37,897,210</u></u>	<u><u>\$ 19,532,102</u></u>	<u><u>\$ 8,559,323</u></u>

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar Short Term Bond Index Portfolio	Future Scholar TIPS Bond ETF Portfolio	Future Scholar Ultra Short Term Bond Portfolio
Additions			
Contributions - shares sold	\$ 2,855,941	\$ 2,164,299	\$ 2,483,338
Increase (decrease) from investment operations			
Dividend income	97,599	65,865	32,643
Interest income	—	—	—
Net realized gain (loss)	(3,240)	(875)	479
Capital gain distributions from underlying fund shares	—	—	—
Net change in appreciation (depreciation) in value of investments	(73,614)	126,839	(518)
Total increase from investment operations	<u>20,745</u>	<u>191,829</u>	<u>32,604</u>
Total additions	<u>2,876,686</u>	<u>2,356,128</u>	<u>2,515,942</u>
Deductions			
Withdrawals - shares redeemed	<u>1,996,574</u>	<u>704,801</u>	<u>1,890,263</u>
Net increase	880,112	1,651,327	625,679
Net position at beginning of year	<u>6,173,277</u>	<u>2,501,558</u>	<u>3,397,099</u>
Net position at end of year	<u>\$ 7,053,389</u>	<u>\$ 4,152,885</u>	<u>\$ 4,022,778</u>

Future Scholar 529 College Savings Plan Direct Program
Statement of Changes in Fiduciary Net Position by Portfolio
Year ended June 30, 2021 (Unaudited)

	Future Scholar Legacy Capital Preservation Portfolio	Future Scholar Bank Deposit Portfolio
Additions		
Contributions - shares sold	\$ 15,564,312	\$ 41,483,828
Increase (decrease) from investment operations		
Dividend income	296	—
Interest income	602,500	48,241
Net realized gain	—	—
Capital gain distributions from underlying fund shares	—	—
Net change in appreciation in value of investments	—	—
Total increase from investment operations	<u>602,796</u>	<u>48,241</u>
Total additions	<u>16,167,108</u>	<u>41,532,069</u>
Deductions		
Withdrawals - shares redeemed	<u>13,662,136</u>	<u>36,235,608</u>
Net increase	2,504,972	5,296,461
Net position at beginning of year	<u>33,558,886</u>	<u>55,478,875</u>
Net position at end of year	<u>\$ 36,063,858</u>	<u>\$ 60,775,336</u>