

ABLE Consortium Trust

**BASIC FINANCIAL STATEMENTS
and
SUPPLEMENTARY INFORMATION
June 30, 2024**

(With Independent Auditor's Report Thereon)

ABLE Consortium Trust

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INDEPENDENT AUDITOR'S REPORT

Ascensus Investment Advisors, LLC, Administrator
ABLE Consortium Trust

Report on the Audit of the Basic Financial Statements

Opinion

We have audited the accompanying statement of fiduciary net position and statement of changes in fiduciary net position of the **ABLE Consortium Trust** (the Trust) as of and for year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Trust's basic financial statements.

In our opinion, the basic financial statements present fairly, in all material respects, the fiduciary net position of the Trust as of June 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 (U.S. GAAP).

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (U.S. 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 Basic Financial Statements* section of our report. We are required to be independent of the Trust 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 – Other

As disclosed in Note 1, these basic financial statements present only the activities and balances of the Trust, which is an investment vehicle for states that sponsor qualified ABLE plans (the Member Plans). These basic financial statements do not purport to, and do not, present fairly the fiduciary net position or changes in fiduciary net position of the Member Plans participating in the Trust. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Basic Financial Statements

Management is responsible for the preparation and fair presentation of these basic financial statements in accordance with U.S. GAAP, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the basic financial statements that are free from material misstatement, whether due to fraud or error.

Report on the Audit of the Basic Financial Statements (Continued)

Responsibilities of Management for the Basic Financial Statements (Continued)

In preparing the basic financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Basic Financial Statements

Our objectives are to obtain reasonable assurance about whether the basic 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 U.S. 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 basic financial statements.

In performing an audit in accordance with U.S. 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 basic 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 basic 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 Trust'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 basic financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Trust's ability to continue as a going concern for a reasonable period of time.

We are required to communicate to 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.

Report on the Audit of the Basic Financial Statements (Continued)

Required Supplementary Information

U.S. GAAP requires that management's discussion and analysis on pages 7 through 12 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 as it is considered 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 U.S. 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 Trust's basic financial statements. The supplementary Trust investment information on pages 22 through 25, the supplementary investment option information on pages 26 through 29 and supplementary Member Plan information on pages 30 through 35 are presented for purposes of additional analysis and are not a required part of the basic financial statements. This 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 of the Trust. Such 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 U.S. GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic 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 September 6, 2024, on our consideration of the Trust's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and 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 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 Trust's internal control over financial reporting and compliance.



Little Rock, Arkansas
September 6, 2024

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Management's Discussion and Analysis
(Unaudited)

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ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2024

This management's discussion and analysis is intended to provide readers an objective discussion of the basic financial statements of the ABLE Consortium Trust (the Trust) as of and for the years ended June 30, 2024 and 2023. This discussion and analysis, which is supplementary information required by the Governmental Accounting Standards Board (GASB), is intended to provide a highly summarized overview of the Trust's assets, liabilities, fiduciary net position and changes in fiduciary net position and should be read in conjunction with the Trust's financial statements and notes thereto, which are included on pages 14 through 20.

* * * * *

The Stephen Beck, Jr., *Achieving a Better Life Experience Act of 2014* (the ABLE Act), enacted on December 19, 2014, as part of *The Tax Increase Prevention Act of 2014* (Pub. L. 113-295), added section 529A to the Internal Revenue Code of 1986, as amended (Section 529A). The ABLE Act provides eligible individuals with blindness or qualifying disabilities a means to save for disability-related expenses in a tax-advantaged way. Section 529A allows the creation of a "qualified ABLE program" by a state under which a separate ABLE account may be established for a disabled individual who is the designated beneficiary and owner of that account.

A consortium of states (the Member States) collaborated to facilitate the implementation and maintenance of qualified ABLE programs. Each Member State has adopted enabling legislation to establish a qualified plan under Section 529A (each, a "Member Plan" or collectively, the "Member Plans").

Pursuant to the terms of the ABLE Master Agreement for ABLE Program Management Services, as amended, and related implementing agreements executed by the Member States, Ascensus College Savings Recordkeeping Services, LLC (ACSR) serves as the "Program Manager" and is responsible for providing administrative services and investment management services for the Member Plans.

To facilitate the investment of contributions received from account owners participating in the Member Plans in an efficient and cost effective manner, ACSR and the Member States established the Trust, with Ascensus Investment Advisors, LLC serving as the Administrator of the Trust. The Trust is a Delaware Statutory Trust and holds all assets of the Member Plans.

This management's discussion and analysis and the accompanying basic financial statements pertain only to the Trust. Readers may also find useful the supplementary information on pages 22 through 35, which provides more information about the Trust's investments, investment options available to participating Member Plans, and balances and transactions attributable to participating Member Plans.

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2024

Financial Highlights

The following highlight some of the Trust's key financial results:

- Trust operations commenced on December 15, 2016, with the launch of the Rhode Island and Alaska ABLE plans. At June 30, 2024, nineteen Member Plans are participating in the Trust.
- At June 30, 2024 and 2023, the Trust's fiduciary net position totaled \$499.1 million and \$365.0 million, respectively. Fiduciary net position increased \$134.2 million, or 36.8%, from June 30, 2023, to June 30, 2024.
- During the years ended June 30, 2024 and 2023, amounts received from Member Plans exceeded distributions to Member Plans by \$104.2 million and \$63.7 million, respectively. Amounts received from Member Plans during the year ended June 30, 2024, totaled \$157.0 million, an increase of \$21.3 million, or 15.7%, over amounts received from Member Plans during the year ended June 30, 2023. Amounts distributed from the Trust to Member Plans during the year ended June 30, 2024, totaled \$52.8 million, a decrease of \$19.1 million, or 26.6%, from amounts distributed from the Trust to Member Plans during the year ended June 30, 2023.
- During the year ended June 30, 2024, the Trust experienced net investment income of \$30.0 million, resulting from a net increase in the fair value of investments of \$20.0 million and dividends, capital gain distributions and interest totaling \$10.0 million. During the year ended June 30, 2023, the Trust experienced net investment income of \$17.0 million, resulting from a \$10.7 million net increase in the fair value of investments, dividends, capital gain distributions and interest totaling \$6.3 million.

Overview of the Basic Financial Statements

The Trust's basic financial statements comprise the statement of fiduciary net position, the statement of changes in fiduciary net position and the related notes to the financial statements. The statement of fiduciary net position presents information on the Trust's assets and liabilities, with the difference between them representing net position held in trust for Member Plans. The statement of changes in fiduciary net position shows how the Trust's fiduciary net position changed during the year. The notes to the financial statements provide additional explanatory information about the amounts presented in the financial statements. It is essential that readers of this report consider the information in the notes to obtain a full understanding of the Trust's financial statements.

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2024

Overview of the Basic Financial Statements (Continued)

The Trust's basic financial statements are prepared in accordance with accounting and financial reporting standards for governmental entities set forth by the GASB. As required under generally accepted accounting principles applicable to fiduciary fund types, the Trust's basic financial statements are prepared using the accrual basis of accounting. Mutual funds and exchange-traded funds (ETFs) are reported at fair value, and all investment transactions are recorded on a trade-date basis. Realized and unrealized gains and losses are reported as "net increase (decrease) in the fair value of investments" on the statement of changes in fiduciary net position. Dividends and capital gain distributions are recorded on the ex-dividend date rather than when they are received. Amounts received from Member Plans are recognized when they are received, and distributions to Member Plans are recognized when paid. Program management fees are accrued daily by the Member Plans and paid monthly to ACSR. Distributions to Member Plans necessary to pay such fees are recognized in the period when the cash is transferred.

Financial Analysis

Fiduciary Net Position

The following condensed statements of fiduciary net position provide a "snapshot" of the overall financial position of the Trust:

| | <u>June 30, 2024</u> | <u>June 30, 2023</u> |
|----------------------------|-----------------------|-----------------------|
| Total assets | \$ 499,497,479 | \$ 365,413,818 |
| Total liabilities | <u>372,364</u> | <u>456,866</u> |
| Net position held in trust | <u>\$ 499,125,115</u> | <u>\$ 364,956,952</u> |

The reported balance of net position held in trust represents the cumulative total of amounts received from Member Plans since the Trust's inception, increased (decreased) by net investment income (loss), and decreased by distributions to Member Plans to satisfy withdrawal requests and pay program management fees.

Investments, which totaled \$499.5 million and \$365.0 million at June 30, 2024 and 2023, respectively, represent over 99% of the Trust's total assets. Account owners participating in Member Plans may choose to invest in a Checking Option, which invests in a checking account, or one or more Target Risk Options, each of which invests in a predetermined asset allocation of mutual funds, ETFs and/or an interest-bearing savings account. The Target Risk Options are structured for different levels of risk tolerance.

The Trust's liabilities, which totaled \$372.4 thousand at June 30, 2024, and \$456.9 thousand at June 30, 2023, comprise payables for investment purchase transactions.

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2024

Financial Analysis (Continued)

Changes in Fiduciary Net Position

The following condensed statements of changes in fiduciary net position summarize how the Trust's net position held in trust changed during the years presented:

| | <u>Year Ended</u> <u>June 30, 2024</u> | <u>Year Ended</u> <u>June 30, 2023</u> |
|---|---|---|
| Received from Member Plans | \$ 156,931,519 | \$ 135,586,280 |
| Net investment income | 30,013,137 | 17,037,749 |
| Distributed to Member Plans | <u>(52,776,493)</u> | <u>(71,877,359)</u> |
| Net increase | 134,168,163 | 80,746,670 |
| Net position held in trust, beginning of year | <u>364,956,952</u> | <u>284,210,282</u> |
| Net position held in trust, end of year | <u>\$ 499,125,115</u> | <u>\$ 364,956,952</u> |

Investment Commentary

The following section provides a brief description of each of the investment options offered through Member Plans, for which the underlying investments are held in the Trust. More complete information about the investment options and their respective underlying investments can be found in the *National ABLE Alliance Plan Disclosure Statement* and related supplement and each state's *Member Plan Addendum* and related supplements, or in each mutual fund's or ETF's prospectus and annual report.

Target Risk Options

Currently, there are six Target Risk Options that are designed to provide varying degrees of volatility in returns. The asset allocations of the Target Risk Options remain static and rebalance on an ongoing basis to stay close to their target allocations. Each Target Risk Option invests in a mix of underlying funds managed by BlackRock Inc. (BlackRock), Capital Group Companies, Inc. (American Funds), Charles Schwab Investment Management, Inc. (Schwab), Sallie Mae Bank and The Vanguard Group, Inc. (Vanguard).

The *Aggressive Option* invests in four Vanguard stock index funds, one Schwab equity ETF, two Vanguard bond index funds, one American Funds active bond fund and one BlackRock (iShares) bond ETF, resulting in an asset allocation of 90% stocks and 10% bonds.

The *Moderately Aggressive Option* invests in four Vanguard stock index funds, one Schwab equity ETF, three Vanguard bond index funds, one American Funds active bond fund and one BlackRock (iShares) bond ETF, resulting in an asset allocation of 75% stocks and 25% bonds.

The *Growth Option* invests in four Vanguard stock index funds, one Schwab equity ETF, three Vanguard bond index funds and one BlackRock (iShares) bond ETF, resulting in an asset allocation of 60% stocks and 40% bonds.

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2024

Investment Commentary (Continued)

Target Risk Options (Continued)

The *Moderate Option* invests in four Vanguard stock index funds, one Schwab equity ETF, three Vanguard bond index funds and one BlackRock (iShares) bond ETF, resulting in an asset allocation of 45% stocks and 55% bonds.

The *Moderately Conservative Option* invests in four Vanguard stock index funds, one Schwab equity ETF, three Vanguard bond index funds, one BlackRock (iShares) bond ETF and the Sallie Mae High Yield Savings Account, resulting in an asset allocation of 30% stocks, 45% bonds and 25% cash equivalents.

The *Conservative Option* invests in four Vanguard stock index funds, one Schwab equity ETF, three Vanguard bond index funds, one BlackRock (iShares) bond ETF and the Sallie Mae High Yield Savings Account, resulting in an asset allocation of 10% stocks, 30% bonds and 60% cash equivalents.

The returns for the Target Risk Options for the years ended June 30, 2024 and 2023 are listed in the following table:

| Target Risk Options | June 30, 2024 | June 30, 2023 |
|--------------------------------|---------------|---------------|
| Aggressive Option | 14.52% | 11.88% |
| Moderately Aggressive Option | 12.61% | 9.88% |
| Growth Option | 10.81% | 7.88% |
| Moderate Option | 9.12% | 5.75% |
| Moderately Conservative Option | 7.65% | 4.62% |
| Conservative Option | 5.58% | 2.96% |

The returns for the underlying funds held in the Target Risk Options for the years ended June 30, 2024 and 2023 are listed in the following table:

| Underlying Funds | June 30, 2024 | June 30, 2023 |
|---|---------------|-----------------------|
| American Funds High-Income Trust | 12.09% | 0.94% ⁽¹⁾ |
| iShares Core International Aggregate Bond ETF | 5.53% | -0.82% |
| iShares Core MSCI EAFE ETF | N/A | 16.85% ⁽²⁾ |
| Sallie Mae High Yield Savings Account | 4.66% | 0.48% |
| Schwab Emerging Markets Equity ETF | N/A | -1.36% ⁽²⁾ |
| Schwab U.S. REIT ETF | 5.79% | -4.33% |
| Vanguard Developed Markets Index Fund | 10.60% | 1.26% ⁽¹⁾ |
| Vanguard Emerging Markets Stock Index Fund | 11.92% | 2.70% ⁽¹⁾ |
| Vanguard Extended Market Index Fund | 14.99% | 15.23% |
| Vanguard Institutional Index Fund | 24.53% | 19.57% |
| Vanguard Short-Term Bond Index Fund | 4.62% | 0.22% |
| Vanguard Short-Term Inflation-Protected Securities Index Fund | 5.35% | 0.14% |
| Vanguard Total Bond Market Index Fund | 2.78% | -0.88% |

⁽¹⁾ Added to the Target Risk Options on May 12, 2023. Returns are for May 12, 2023 through June 30, 2023.

⁽²⁾ Liquidated out of the Target Risk Options on May 12, 2023. Returns are for July 1, 2023 through May 11, 2023.

ABLE Consortium Trust

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

Investment Commentary (Continued)

Checking Option

The *Checking Option* invests 100% of its assets in checking accounts held at Fifth Third Bank, National Association, for each account owner invested in the Checking Option. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to applicable limits. Account owners who invest in the Checking Option are able to write checks or use a debit card to pay for qualified disability expenses.

Requests for Information

This financial report is designed to provide a general overview of the Trust's financial status and changes in financial status. The financial report does not purport to, and does not present the financial position or changes in financial position of the Member Plans. Additional information can be found at <https://savewithable.com>. If you have any questions about the Member Plans, please call a customer service representative at 1-888-627-7519.

Basic Financial Statements

ABLE Consortium Trust

STATEMENT OF FIDUCIARY NET POSITION

June 30, 2024

| | |
|------------------------------------|-----------------------------|
| ASSETS | |
| Investments | <u>\$499,497,479</u> |
| LIABILITIES | |
| Payables for investments purchased | <u>372,364</u> |
| NET POSITION HELD IN TRUST | <u><u>\$499,125,115</u></u> |

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

Year Ended June 30, 2024

| | |
|--|-----------------------------|
| ADDITIONS | |
| Received from Member Plans | <u>\$156,931,519</u> |
| Investment income: | |
| Dividends, capital gain distributions and interest | 9,999,084 |
| Net increase in the fair value of investments | <u>20,014,053</u> |
| Net investment income | <u>30,013,137</u> |
| Total Additions | <u><u>186,944,656</u></u> |
| DEDUCTIONS | |
| Distributed to Member Plans | <u>52,776,493</u> |
| NET INCREASE | 134,168,163 |
| NET POSITION HELD IN TRUST, BEGINNING OF YEAR | <u>364,956,952</u> |
| NET POSITION HELD IN TRUST, END OF YEAR | <u><u>\$499,125,115</u></u> |

See accompanying notes to financial statements.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 1: ORGANIZATION AND NATURE OF OPERATIONS

The Stephen Beck, Jr., Achieving a Better Life Experience Act of 2014 (the ABLE Act), enacted on December 19, 2014, as part of The Tax Increase Prevention Act of 2014 (Pub. L. 113–295), added section 529A to the Internal Revenue Code of 1986, as amended (Section 529A). The ABLE Act provides eligible individuals with blindness or qualifying disabilities a means to save for disability-related expenses in a tax-advantaged way. Section 529A allows the creation of a “qualified ABLE program” by a state under which a separate ABLE account may be established for a disabled individual who is the designated beneficiary and owner of that account.

A consortium of states (the Member States) collaborated to facilitate the implementation and maintenance of qualified ABLE programs. Each Member State has adopted enabling legislation to establish a qualified plan under Section 529A (each, a “Member Plan” or collectively, the “Member Plans”).

Pursuant to the terms of the ABLE Master Agreement for ABLE Program Management Services, as amended, and related implementing agreements executed by the Member States, Ascensus College Savings Recordkeeping Services, LLC (ACSR) serves as the “Program Manager” and is responsible for providing administrative services and investment management services for the Member Plans.

To facilitate the investment of contributions received from account owners participating in the Member Plans in an efficient and cost effective manner, ACSR and the Member States established the ABLE Consortium Trust (the Trust), with Ascensus Investment Advisors, LLC serving as the Administrator of the Trust. The Trust is a Delaware Statutory Trust. All assets of the Member Plans are held in the Trust.

Account owners participating in Member Plans may choose to invest their contributions in a Checking Option, which invests in a checking account, or one or more Target Risk Options, each of which invests in a predetermined asset allocation of mutual funds, exchange-traded funds (ETFs) and/or an interest-bearing savings account. The Target Risk Options are structured for different levels of risk tolerance. In exchange for contributions to a Member Plan, an account owner receives units issued by the Member Plan. These units are municipal securities. The account owner does not own the underlying assets in the investment options.

The Bank of New York Mellon serves as the custodian of all Target Risk Option assets, and Fifth Third Bank, National Association (Fifth Third Bank) is the custodian of all assets held in the Checking Option.

The accompanying financial statements present only the financial position and changes in financial position of the Trust. They do not purport to, and do not, present the financial position or changes in financial position of the Member Plans. For more information about the Member Plans, readers should refer to <https://savewithable.com/> or call 1-888-627-7519.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 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 Trust's basic financial statements are prepared using the flow of economics resources measurement focus and accrual basis of accounting.

(b) Income Taxes

The Trust Administrator has determined that the Trust is exempt from taxation.

(c) Estimates

The preparation of basic financial statements, in conformity with U.S. GAAP, requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

(d) Investments

Investments reported on the statement of fiduciary net position consist of all assets in the Target Risk Options and the Checking Option.

Mutual funds and ETFs are reported at fair value, based on net asset value per share (mutual funds) or market prices (ETFs) as of the close of the New York Stock Exchange (NYSE) on the reporting date. Net realized and unrealized gains and losses are included in "net increase (decrease) in the fair value of investments" on the statement of changes in fiduciary net position. Purchases and sales are recorded on a trade-date basis. Dividends and capital gain distributions are recorded on the ex-dividend date and are automatically reinvested in additional shares of the respective mutual fund or ETF.

The Sallie Mae High Yield Savings Account is an omnibus savings account held in trust at Sallie Mae Bank. Amounts invested in the Sallie Mae High Yield Savings Account are reported at cost. This account earns a variable rate of interest, which is compounded daily and credited to the account monthly. The interest rate earned on this account during the year ended June 30, 2024 varies from 4.16% to 4.64%. Balances in this account are insured by the Federal Deposit Insurance Corporation (FDIC), subject to limitations imposed by the FDIC, and amounts in excess of FDIC insured limits are not collateralized or covered by supplemental insurance.

The Checking Option allows the account owner to maintain assets in a checking account at Fifth Third Bank. A separate checking account is established for each account owner that chooses the Checking Option. Amounts in the Checking Option are reported at cost. Checking Option accounts earn a variable rate of interest, which is compounded daily and credited to the accounts monthly. The interest rate earned on Checking Option accounts during the year ended June 30, 2024 is 0.01%. Balances in Checking Option accounts are insured by the FDIC on a pass-through basis to each account owner, up to the maximum amount allowable under federal law.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Investment Valuation

Accounting standards categorize fair value measurements according to a hierarchy that is based on valuation inputs that are 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 market prices that are observable for an asset, either directly or indirectly. Level 3 inputs are unobservable. The fair values of the mutual funds and ETFs are determined using Level 1 inputs. The fair value standards are not applicable to the investments in the Sallie Mae High Yield Savings Account and the Checking Option since they are not reported at fair value.

NOTE 3: INVESTMENTS

(a) Investments by Type

The Trust's investments at June 30, 2024, are as follows:

| | <u>Category</u> | <u>Value</u> |
|---|------------------------------|-----------------------|
| Mutual Funds, at fair value: | | |
| American Funds High-Income Trust | High Yield Bond | \$ 3,512,315 |
| Dreyfus Government Cash Management Institutional Fund | Government Money Market | 613,178 |
| Vanguard Developed Markets Index Fund | Foreign Large Blend | 43,205,507 |
| Vanguard Emerging Markets Stock Index Fund | Diversified Emerging Markets | 18,283,865 |
| Vanguard Extended Market Index Fund | Mid-Cap Blend | 47,550,512 |
| Vanguard Institutional Index Fund | Large Blend | 54,787,080 |
| Vanguard Short-Term Bond Index Fund | Short-Term Bond | 25,726,965 |
| Vanguard Short-Term Inflation-Protected Securities Index Fund | Inflation-Protected Bond | 38,022,866 |
| Vanguard Total Bond Market Index Fund | Intermediate Core Bond | <u>36,936,381</u> |
| Total mutual funds | | <u>268,638,669</u> |
| ETFs, at fair value: | | |
| iShares Core International Aggregate Bond ETF | Global Bond | 11,162,926 |
| Schwab U.S. REIT ETF | Real Estate | <u>16,055,239</u> |
| Total ETFs | | <u>27,218,165</u> |
| Sallie Mae High Yield Savings Account, at cost | Cash Equivalent | <u>66,438,804</u> |
| FDIC-insured Checking Account, at cost | Cash Equivalent | <u>137,201,841</u> |
| Total Investments | | <u>\$ 499,497,479</u> |

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 3: INVESTMENTS (Continued)

(b) Net Increase in the Fair Value of Investments

The following table calculates the net increase in the fair value of the investments during the year ended June 30, 2024:

| | |
|---|----------------------|
| Investments, end of year | \$ 499,497,479 |
| Less cost of investments purchased and dividends and capital gain distributions reinvested during the year | (175,032,874) |
| Plus proceeds from investments sold during the year | 60,558,651 |
| Less investments, beginning of year | <u>(365,009,203)</u> |
| Net increase in the fair value of investments | <u>\$ 20,014,053</u> |

(c) Investment Risk

The mutual funds and ETFs in which the Trust invests include various types of investment securities in their asset holdings, such as corporate debt and equity securities, obligations of the U.S. government and government agencies and international debt and equity securities. These securities are exposed to various risks, such as 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 the amounts reported in the Trust's basic financial statements.

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

Investment Policy

The Trust has adopted an investment policy statement that describes the Trust's investment philosophy and objectives; provides general guidelines for the investment of assets; describes the roles and responsibilities of employees or contractors and the process of evaluating the performance of employees or contractors that provide investment management services to the Member Plans; and specifies the roles and responsibilities of the Member Plans. The investment policy statement does not specifically address credit, interest rate, foreign currency or custodial credit risk.

Credit Risk

As a result of its investment in the Dreyfus Government Cash Management Institutional Fund, Vanguard Short-Term Bond Index Fund, Vanguard Short-Term Inflation-Protected Securities Index Fund, Vanguard Total Bond Market Index Fund and iShares Core International Aggregate Bond ETF, the Trust is indirectly exposed to credit risk, which is the risk that a bond issuer will fail to pay interest and principal, when due, as a result of adverse market or economic conditions.

None of the mutual funds or ETFs in which the Trust invests are rated as to credit quality by a nationally recognized statistical rating organization, except the Dreyfus Government Cash Management Institutional Fund and the iShares Core International Aggregate Bond ETF, which are rated AAAM and Af, respectively, by Standard & Poor's at June 30, 2024.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 3: INVESTMENTS (Continued)

(c) Investment Risk (Continued)

Credit Risk (Continued)

The Trust's mutual funds and ETFs are not subject to classification by custodial credit risk, which is the risk that the Trust will not recover the value of investments that are in the possession of an outside party.

Interest Rate Risk

The Dreyfus Government Cash Management Institutional Fund, Vanguard Short-Term Bond Index Fund, Vanguard Short-Term Inflation-Protected Securities Index Fund, Vanguard Total Bond Market Index Fund and iShares Core International Aggregate Bond ETF, due to their investment primarily in bonds, are exposed to interest rate risk, which is the risk that changes in interest rates will adversely impact the fair value of an investment. Average maturity, which is a measure of interest rate risk, is the average length of time until fixed-income securities held by a fund reach maturity and will be repaid, taking into consideration the possibility that the issuer may call a bond before its maturity date. In general, the longer the average maturity, the more a fund's share price will fluctuate in response to changes in interest rates. As of June 30, 2024, the average maturities of bond funds in which the Trust invests are as follows:

| | <u>Average Maturity</u> |
|---|-----------------------------|
| Dreyfus Government Cash Management Institutional Fund | 44 days |
| Vanguard Short-Term Bond Index Fund | 2.9 years |
| Vanguard Short-Term Inflation-Protected Securities Index Fund | 2.5 years |
| Vanguard Total Bond Market Index Fund | 8.5 years |
| iShares Core International Aggregate Bond ETF | 8.4 years |

Foreign Currency Risk

The Vanguard Developed Markets Index Fund, Vanguard Emerging Markets Stock Index Fund and iShares Core International Aggregate Bond ETF include international securities and foreign currency in their underlying asset holdings. There are certain inherent risks involved when investing in international securities and foreign currency that are not present with investments in domestic securities, such as foreign currency exchange rate fluctuations, adverse political and economic developments and the possible prevention or delay of currency exchange due to foreign governmental laws or restrictions.

NOTE 4: FEES AND EXPENSES

(a) Program Management Fees

ACSR is paid a program management fee as compensation for administering and managing the investment options and the Member Plans. This fee, which is 0.26% (reduced from 0.28% effective March 1, 2024) of the average net position in each Target Risk Option, is accrued daily and reduces the net asset value per unit of each Target Risk Option. Program management fees are expenses of the

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 4: FEES AND EXPENSES (Continued)

(a) Program Management Fees (Continued)

Member Plans and reported by the Trust as amounts distributed to Member Plans when underlying investments are liquidated to pay the fees. Program management fees paid to ACSR totaled approximately \$823,500 for the year ended June 30, 2024.

(b) Underlying Investment Fees

Investment advisory fees, administrative fees and other expenses related to management of the mutual funds and ETFs (underlying fund expenses) in which the Trust invests are paid out of the assets of the mutual funds and ETFs and reduce the amount of income available to be distributed to the Trust in the form of dividends or capital gains. These underlying fund expenses are not direct expenses paid from Trust assets, and therefore, are not reported in the Trust's basic financial statements.

Supplementary Information

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF FIDUCIARY NET POSITION June 30, 2024

| | American Funds High-Income Trust | Vanguard Developed Markets Index Fund | Vanguard Emerging Markets Stock Index Fund | Vanguard Extended Market Index Fund | Vanguard Institutional Index Fund | Vanguard Short-Term Bond Index Fund | Vanguard Short-Term Inflation-Protected Securities Index Fund |
|---------------------------------------|--|--|---|--|---|--|---|
| Assets | | | | | | | |
| Investments | \$ 3,512,315 | \$ 43,205,507 | \$ 18,283,865 | \$ 47,550,512 | \$ 54,787,080 | \$ 25,726,965 | \$ 38,022,866 |
| Liabilities | | | | | | | |
| Payables for investments purchased | - | 158,252 | 4,275,000 | - | - | - | - |
| Net Position Held in Trust | <u>\$ 3,512,315</u> | <u>\$ 43,047,255</u> | <u>\$ 18,279,590</u> | <u>\$ 47,550,512</u> | <u>\$ 54,787,080</u> | <u>\$ 25,726,965</u> | <u>\$ 38,022,866</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

**SUPPLEMENTARY TRUST INVESTMENT INFORMATION
STATEMENTS OF FIDUCIARY NET POSITION
June 30, 2024**

| | Vanguard Total Bond Market Index Fund | iShares Core International Aggregate Bond ETF | Schwab U.S. REIT ETF | Sallie Mae High Yield Savings Account | FDIC-insured Checking Account | Total |
|---------------------------------------|--|--|-------------------------|--|-------------------------------------|-----------------------|
| Assets | | | | | | |
| Investments | \$ 36,936,381 | \$ 11,465,480 | \$ 16,365,863 | \$ 66,438,804 | \$ 137,201,841 | \$ 499,497,479 |
| Liabilities | | | | | | |
| Payables for investments purchased | 159,677 | - | - | 50,160 | - | 372,364 |
| Net Position Held in Trust | <u>\$ 36,776,704</u> | <u>\$ 11,465,480</u> | <u>\$ 16,365,863</u> | <u>\$ 66,388,644</u> | <u>\$ 137,201,841</u> | <u>\$ 499,125,115</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | American Funds High-Income Trust | Vanguard Developed Markets Index Fund | Vanguard Emerging Markets Stock Index Fund | Vanguard Extended Market Index Fund | Vanguard Institutional Index Fund | Vanguard Short-Term Bond Index Fund | Vanguard Short-Term Inflation-Protected Securities Index Fund |
|--|--|--|---|--|---|--|---|
| Additions | | | | | | | |
| Received from Member Plans | \$ 640,121 | \$ 8,520,267 | \$ 3,555,744 | \$ 8,497,877 | \$ 6,401,411 | \$ 6,658,368 | \$ 9,851,772 |
| Investment income: | | | | | | | |
| Dividends, capital gain distributions and interest | 208,494 | 1,302,931 | 505,761 | 567,729 | 1,361,614 | 655,674 | 983,764 |
| Net increase (decrease) the fair value of investments | 125,649 | 2,574,842 | 1,399,383 | 5,339,837 | 9,175,107 | 306,223 | 698,268 |
| Net investment income | 334,143 | 3,877,773 | 1,905,144 | 5,907,566 | 10,536,721 | 961,897 | 1,682,032 |
| Total Additions | <u>974,264</u> | <u>12,398,040</u> | <u>5,460,888</u> | <u>14,405,443</u> | <u>16,938,132</u> | <u>7,620,265</u> | <u>11,533,804</u> |
| Deductions | | | | | | | |
| Distributed to Member Plans | - | 173,655 | 104,926 | 868,342 | 767,475 | 11,793 | 263,763 |
| Net Increase | 974,264 | 12,224,385 | 5,355,962 | 13,537,101 | 16,170,657 | 7,608,472 | 11,270,041 |
| Net Position Held in Trust, Beginning of Year | <u>2,538,051</u> | <u>30,822,870</u> | <u>12,923,628</u> | <u>34,013,411</u> | <u>38,616,423</u> | <u>18,118,493</u> | <u>26,752,825</u> |
| Net Position Held in Trust, End of Year | <u>\$ 3,512,315</u> | <u>\$ 43,047,255</u> | <u>\$ 18,279,590</u> | <u>\$ 47,550,512</u> | <u>\$ 54,787,080</u> | <u>\$ 25,726,965</u> | <u>\$ 38,022,866</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | Vanguard Total Bond Market Index Fund | iShares Core International Aggregate Bond ETF | Schwab U.S. REIT ETF | Sallie Mae High Yield Savings Account | FDIC-insured Checking Account | Total |
|--|--|--|-------------------------|--|-------------------------------------|-----------------------|
| Additions | | | | | | |
| Received from Member Plans | \$ 9,848,294 | \$ 2,828,263 | \$ 4,117,821 | \$ 18,848,997 | \$ 77,162,584 | \$ 156,931,519 |
| Investment income: | | | | | | |
| Dividends, capital gain distributions and interest | 1,082,953 | 317,859 | 473,368 | 2,526,705 | 12,232 | 9,999,084 |
| Net increase (decrease) the fair value of investments | (172,565) | 123,713 | 443,596 | - | - | 20,014,053 |
| Net investment income | 910,388 | 441,572 | 916,964 | 2,526,705 | 12,232 | 30,013,137 |
| Total Additions | <u>10,758,682</u> | <u>3,269,835</u> | <u>5,034,785</u> | <u>21,375,702</u> | <u>77,174,816</u> | <u>186,944,656</u> |
| Deductions | | | | | | |
| Distributed to Member Plans | 91,079 | - | 183,740 | 277,314 | 50,034,406 | 52,776,493 |
| Net Increase | 10,667,603 | 3,269,835 | 4,851,045 | 21,098,388 | 27,140,410 | 134,168,163 |
| Net Position Held in Trust, Beginning of Year | <u>26,109,101</u> | <u>8,195,645</u> | <u>11,514,818</u> | <u>45,290,256</u> | <u>110,061,431</u> | <u>364,956,952</u> |
| Net Position Held in Trust, End of Year | <u>\$ 36,776,704</u> | <u>\$ 11,465,480</u> | <u>\$ 16,365,863</u> | <u>\$ 66,388,644</u> | <u>\$ 137,201,841</u> | <u>\$ 499,125,115</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

**SUPPLEMENTARY INVESTMENT OPTION INFORMATION
STATEMENTS OF FIDUCIARY NET POSITION
AND UNIT INFORMATION
June 30, 2024**

| | <u>Aggressive Option</u> | <u>Moderately Aggressive Option</u> | <u>Growth Option</u> | <u>Moderate Option</u> |
|--|------------------------------|---|--------------------------|----------------------------|
| Assets | | | | |
| Investments in Trust units | \$ 66,869,172 | \$ 52,250,172 | \$ 63,797,747 | \$ 46,851,485 |
| Net unsettled Member Plan transactions | 112,351 | 118,294 | 80,432 | 75,671 |
| Other asset | 8,582 | - | - | 7,710 |
| Total Assets | <u>66,990,105</u> | <u>52,368,466</u> | <u>63,878,179</u> | <u>46,934,866</u> |
| Liabilities | | | | |
| Withdrawals payable | 23,369 | 27,413 | 51,724 | 38,666 |
| Accrued program management fees | 14,084 | 11,033 | 13,465 | 9,890 |
| Other liability | - | 2,003 | 19,028 | - |
| Total Liabilities | <u>37,453</u> | <u>40,449</u> | <u>84,217</u> | <u>48,556</u> |
| Net Position Held in Trust for Member Plans | <u>\$ 66,952,652</u> | <u>\$ 52,328,017</u> | <u>\$ 63,793,962</u> | <u>\$ 46,886,310</u> |
| Units Outstanding (rounded to the nearest whole unit) | <u>3,567,003</u> | <u>3,005,630</u> | <u>3,964,820</u> | <u>3,159,455</u> |
| Net Asset Value Per Unit | <u>\$ 18.77</u> | <u>\$ 17.41</u> | <u>\$ 16.09</u> | <u>\$ 14.84</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

**SUPPLEMENTARY INVESTMENT OPTION INFORMATION
STATEMENTS OF FIDUCIARY NET POSITION
AND UNIT INFORMATION
June 30, 2024**

| | <u>Moderately Conservative Option</u> | <u>Conservative Option</u> | <u>Checking Option</u> | <u>Total</u> |
|--|---|--------------------------------|----------------------------|-----------------------|
| Assets | | | | |
| Investments in Trust units | \$ 36,880,371 | \$ 95,274,327 | \$ 137,201,841 | \$ 499,125,115 |
| Net unsettled Member Plan transactions | 47,956 | 165,494 | 141,158 | 741,356 |
| Other asset | - | 37,974 | 3,868 | 58,134 |
| Total Assets | <u>36,928,327</u> | <u>95,477,795</u> | <u>137,346,867</u> | <u>499,924,605</u> |
| Liabilities | | | | |
| Withdrawals payable | 20,461 | 66,201 | 135,987 | 363,821 |
| Accrued program management fees | 7,781 | 19,988 | - | 76,241 |
| Other liability | 8,007 | - | 1,016 | 30,054 |
| Total Liabilities | <u>36,249</u> | <u>86,189</u> | <u>137,003</u> | <u>470,116</u> |
| Net Position Held in Trust for Member Plans | <u>\$ 36,892,078</u> | <u>\$ 95,391,606</u> | <u>\$ 137,209,864</u> | <u>\$ 499,454,489</u> |
| Units Outstanding (rounded to the nearest whole unit) | <u>2,702,716</u> | <u>7,883,604</u> | <u>137,209,864</u> | <u>161,493,092</u> |
| Net Asset Value Per Unit | <u>\$ 13.65</u> | <u>\$ 12.10</u> | <u>\$ 1.00</u> | |

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY INVESTMENT OPTION INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | Aggressive Option | Moderately Aggressive Option | Growth Option | Moderate Option |
|---|----------------------|------------------------------------|----------------------|----------------------|
| Additions | | | | |
| Contributions to Member Plans | \$ 14,761,319 | \$ 12,065,614 | \$ 15,636,108 | \$ 12,704,831 |
| Net investment income | 7,928,860 | 5,502,434 | 5,951,247 | 3,653,487 |
| Exchanges and transfers in | 7,295,455 | 5,221,038 | 6,159,247 | 3,834,313 |
| Other income | 8,582 | 698 | - | 11,947 |
| Total Additions | <u>29,994,216</u> | <u>22,789,784</u> | <u>27,746,602</u> | <u>20,204,578</u> |
| Deductions | | | | |
| Withdrawals from Member Plans | 3,430,676 | 3,065,311 | 3,640,042 | 2,935,278 |
| Program management fees | 150,794 | 119,482 | 146,851 | 107,542 |
| Exchanges and transfers out | 6,646,833 | 4,828,825 | 5,975,542 | 3,782,742 |
| Other expense | 4,217 | 2,003 | 29,631 | - |
| Total Deductions | <u>10,232,520</u> | <u>8,015,621</u> | <u>9,792,066</u> | <u>6,825,562</u> |
| Net Increase | 19,761,696 | 14,774,163 | 17,954,536 | 13,379,016 |
| Net Position Held in Trust for Member Plans, Beginning of Year | <u>47,190,956</u> | <u>37,553,854</u> | <u>45,839,426</u> | <u>33,507,294</u> |
| Net Position Held in Trust for Member Plans, End of Year | <u>\$ 66,952,652</u> | <u>\$ 52,328,017</u> | <u>\$ 63,793,962</u> | <u>\$ 46,886,310</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY INVESTMENT OPTION INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | Moderately Conservative Option | Conservative Option | Checking Option | Total |
|---|--------------------------------------|------------------------|-----------------------|-----------------------|
| Additions | | | | |
| Contributions to Member Plans | \$ 10,684,560 | \$ 34,457,487 | \$ 71,506,349 | \$ 171,816,268 |
| Net investment income | 2,451,785 | 4,513,089 | 12,233 | 30,013,135 |
| Exchanges and transfers in | 3,161,429 | 6,290,118 | 5,661,090 | 37,622,690 |
| Other income | 9,316 | 60,400 | - | 90,943 |
| Total Additions | <u>16,307,090</u> | <u>45,321,094</u> | <u>77,179,672</u> | <u>239,543,036</u> |
| Deductions | | | | |
| Withdrawals from Member Plans | 2,517,450 | 7,319,295 | 44,020,964 | 66,929,016 |
| Program management fees | 85,071 | 213,751 | - | 823,491 |
| Exchanges and transfers out | 3,274,861 | 7,091,541 | 6,022,346 | 37,622,690 |
| Other expense | 8,007 | - | - | 43,858 |
| Total Deductions | <u>5,885,389</u> | <u>14,624,587</u> | <u>50,043,310</u> | <u>105,419,055</u> |
| Net Increase | 10,421,701 | 30,696,507 | 27,136,362 | 134,123,981 |
| Net Position Held in Trust for Member Plans, Beginning of Year | <u>26,470,377</u> | <u>64,695,099</u> | <u>110,073,502</u> | <u>365,330,508</u> |
| Net Position Held in Trust for Member Plans, End of Year | <u>\$ 36,892,078</u> | <u>\$ 95,391,606</u> | <u>\$ 137,209,864</u> | <u>\$ 499,454,489</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

**SUPPLEMENTARY MEMBER PLAN INFORMATION
STATEMENTS OF FIDUCIARY NET POSITION
AND INVESTMENT OPTION DETAIL
June 30, 2024**

| | Alaska ABLE Plan | Arkansas ABLE Plan | ABLE CT | DC ABLE Program | DEPENDABLE | Illinois ABLE |
|--|----------------------|-----------------------|---------------------|---------------------|---------------------|----------------------|
| Assets | | | | | | |
| Investment options | \$ 13,389,118 | \$ 6,583,142 | \$ 6,035,836 | \$ 3,548,296 | \$ 5,233,774 | \$ 68,270,513 |
| Redemption proceeds receivable | 240 | 5,466 | 18,537 | 39 | 1,325 | 83,179 |
| Total Assets | <u>13,389,358</u> | <u>6,588,608</u> | <u>6,054,373</u> | <u>3,548,335</u> | <u>5,235,099</u> | <u>68,353,692</u> |
| Liabilities | | | | | | |
| Withdrawals payable | 240 | 5,466 | 18,537 | 39 | 1,325 | 83,179 |
| Net Position Held in Trust for Account Owners | <u>\$ 13,389,118</u> | <u>\$ 6,583,142</u> | <u>\$ 6,035,836</u> | <u>\$ 3,548,296</u> | <u>\$ 5,233,774</u> | <u>\$ 68,270,513</u> |
| Investment Options (Dollars) | | | | | | |
| Aggressive Option | \$ 1,287,196 | \$ 685,954 | \$ 461,039 | \$ 649,463 | \$ 696,613 | \$ 10,073,260 |
| Moderately Aggressive Option | 1,362,988 | 397,769 | 651,467 | 589,204 | 551,226 | 7,696,406 |
| Growth Option | 1,586,605 | 398,087 | 707,340 | 428,248 | 625,232 | 8,289,167 |
| Moderate Option | 1,290,461 | 385,062 | 585,660 | 128,127 | 573,434 | 5,471,847 |
| Moderately Conservative Option | 1,312,913 | 377,012 | 583,543 | 133,044 | 417,728 | 3,782,148 |
| Conservative Option | 3,388,585 | 2,714,156 | 1,198,934 | 525,164 | 575,787 | 16,437,185 |
| Checking Option | 3,160,370 | 1,625,102 | 1,847,853 | 1,095,046 | 1,793,754 | 16,520,500 |
| Total | <u>\$ 13,389,118</u> | <u>\$ 6,583,142</u> | <u>\$ 6,035,836</u> | <u>\$ 3,548,296</u> | <u>\$ 5,233,774</u> | <u>\$ 68,270,513</u> |
| Investment Options (Units) | | | | | | |
| Aggressive Option | 68,577 | 36,545 | 24,563 | 34,601 | 37,113 | 536,668 |
| Moderately Aggressive Option | 78,288 | 22,847 | 37,419 | 33,843 | 31,662 | 442,068 |
| Growth Option | 98,608 | 24,741 | 43,962 | 26,616 | 38,858 | 515,175 |
| Moderate Option | 86,958 | 25,948 | 39,465 | 8,634 | 38,641 | 368,723 |
| Moderately Conservative Option | 96,184 | 27,620 | 42,750 | 9,747 | 30,603 | 277,080 |
| Conservative Option | 280,048 | 224,310 | 99,085 | 43,402 | 47,586 | 1,358,445 |
| Checking Option | 3,160,370 | 1,625,102 | 1,847,853 | 1,095,046 | 1,793,754 | 16,520,500 |
| Total | <u>3,869,033</u> | <u>1,987,113</u> | <u>2,135,097</u> | <u>1,251,889</u> | <u>2,018,217</u> | <u>20,018,659</u> |

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND INVESTMENT OPTION DETAIL June 30, 2024

| | INvestABLE Indiana | IABLE | Kansas ABLE Savings Plan | MiABLE Disability Savings Program | The Minnesota ABLE Plan | Mississippi ABLE | Montana ABLE Program |
|--|-----------------------|----------------------|-----------------------------|---|----------------------------|---------------------|-------------------------|
| Assets | | | | | | | |
| Investment options | \$ 19,048,268 | \$ 27,321,775 | \$ 22,279,225 | \$ 58,100,721 | \$ 47,255,676 | \$ 3,285,617 | \$ 8,931,460 |
| Redemption proceeds receivable | 3,192 | 13,544 | 3,877 | 27,548 | 18,436 | - | 10,124 |
| Total Assets | <u>19,051,460</u> | <u>27,335,319</u> | <u>22,283,102</u> | <u>58,128,269</u> | <u>47,274,112</u> | <u>3,285,617</u> | <u>8,941,584</u> |
| Liabilities | | | | | | | |
| Withdrawals payable | 3,192 | 13,544 | 3,877 | 27,548 | 18,436 | - | 10,124 |
| Net Position Held in Trust for Account Owners | <u>\$ 19,048,268</u> | <u>\$ 27,321,775</u> | <u>\$ 22,279,225</u> | <u>\$ 58,100,721</u> | <u>\$ 47,255,676</u> | <u>\$ 3,285,617</u> | <u>\$ 8,931,460</u> |
| Investment Options (Dollars) | | | | | | | |
| Aggressive Option | \$ 2,617,505 | \$ 2,943,783 | \$ 2,586,545 | \$ 9,754,131 | \$ 3,764,692 | \$ 410,919 | \$ 692,437 |
| Moderately Aggressive Option | 1,885,371 | 2,419,319 | 2,559,038 | 4,932,892 | 4,195,080 | 304,575 | 459,167 |
| Growth Option | 2,586,354 | 3,560,935 | 2,815,065 | 5,812,185 | 6,072,379 | 367,074 | 1,103,416 |
| Moderate Option | 1,818,710 | 2,528,078 | 2,212,414 | 3,877,875 | 5,558,725 | 195,913 | 947,057 |
| Moderately Conservative Option | 1,646,914 | 2,456,367 | 1,562,424 | 1,967,173 | 4,973,905 | 202,110 | 1,334,738 |
| Conservative Option | 2,873,700 | 5,198,252 | 4,147,551 | 10,334,847 | 8,535,462 | 465,622 | 1,317,120 |
| Checking Option | 5,619,714 | 8,215,041 | 6,396,188 | 21,421,618 | 14,155,433 | 1,339,404 | 3,077,525 |
| Total | <u>\$ 19,048,268</u> | <u>\$ 27,321,775</u> | <u>\$ 22,279,225</u> | <u>\$ 58,100,721</u> | <u>\$ 47,255,676</u> | <u>\$ 3,285,617</u> | <u>\$ 8,931,460</u> |
| Investment Options (Units) | | | | | | | |
| Aggressive Option | 139,452 | 156,835 | 137,802 | 519,666 | 200,570 | 21,892 | 36,891 |
| Moderately Aggressive Option | 108,292 | 138,961 | 146,987 | 283,337 | 240,958 | 17,493 | 26,374 |
| Growth Option | 160,743 | 221,314 | 174,957 | 361,230 | 377,401 | 22,814 | 68,576 |
| Moderate Option | 122,555 | 170,356 | 149,085 | 261,312 | 374,577 | 13,202 | 63,818 |
| Moderately Conservative Option | 120,653 | 179,954 | 114,463 | 144,115 | 364,389 | 14,807 | 97,783 |
| Conservative Option | 237,496 | 429,608 | 342,773 | 854,120 | 705,410 | 38,481 | 108,853 |
| Checking Option | 5,619,714 | 8,215,041 | 6,396,188 | 21,421,618 | 14,155,433 | 1,339,404 | 3,077,525 |
| Total | <u>6,508,905</u> | <u>9,512,069</u> | <u>7,462,255</u> | <u>23,845,398</u> | <u>16,418,738</u> | <u>1,468,093</u> | <u>3,479,820</u> |

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ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND INVESTMENT OPTION DETAIL June 30, 2024

| | ABLE Nevada | The NH ABLE Plan | NJ ABL | NC ABL | Pennsylvania ABLE Savings Program | RI's ABL | Total |
|--|----------------------|---------------------|----------------------|----------------------|---|---------------------|-----------------------|
| Assets | | | | | | | |
| Investment options | \$ 17,145,064 | \$ 919,631 | \$ 31,266,553 | \$ 28,574,857 | \$ 126,582,879 | \$ 5,682,084 | \$ 499,454,489 |
| Redemption proceeds receivable | 28,467 | 30 | 12,764 | 39,238 | 95,837 | 1,978 | 363,821 |
| Total Assets | <u>17,173,531</u> | <u>919,661</u> | <u>31,279,317</u> | <u>28,614,095</u> | <u>126,678,716</u> | <u>5,684,062</u> | <u>499,818,310</u> |
| Liabilities | | | | | | | |
| Withdrawals payable | 28,467 | 30 | 12,764 | 39,238 | 95,837 | 1,978 | 363,821 |
| Net Position Held in Trust for Account Owners | <u>\$ 17,145,064</u> | <u>\$ 919,631</u> | <u>\$ 31,266,553</u> | <u>\$ 28,574,857</u> | <u>\$ 126,582,879</u> | <u>\$ 5,682,084</u> | <u>\$ 499,454,489</u> |
| Investment Options (Dollars) | | | | | | | |
| Aggressive Option | \$ 1,907,236 | \$ 108,639 | \$ 3,094,980 | \$ 4,949,975 | \$ 19,634,228 | \$ 634,057 | \$ 66,952,652 |
| Moderately Aggressive Option | 1,362,585 | 122,508 | 2,993,989 | 3,755,740 | 15,643,431 | 445,262 | 52,328,017 |
| Growth Option | 1,335,759 | 177,638 | 3,974,876 | 4,580,638 | 18,512,590 | 860,374 | 63,793,962 |
| Moderate Option | 1,080,325 | 26,175 | 2,313,599 | 3,128,805 | 14,090,674 | 673,369 | 46,886,310 |
| Moderately Conservative Option | 912,714 | 38,604 | 2,353,955 | 1,931,554 | 10,437,207 | 468,025 | 36,892,078 |
| Conservative Option | 6,453,893 | 166,290 | 7,535,216 | 3,252,955 | 19,441,416 | 829,471 | 95,391,606 |
| Checking Option | 4,092,552 | 279,777 | 8,999,938 | 6,975,190 | 28,823,333 | 1,771,526 | 137,209,864 |
| Total | <u>\$ 17,145,064</u> | <u>\$ 919,631</u> | <u>\$ 31,266,553</u> | <u>\$ 28,574,857</u> | <u>\$ 126,582,879</u> | <u>\$ 5,682,084</u> | <u>\$ 499,454,489</u> |
| Investment Options (Units) | | | | | | | |
| Aggressive Option | 101,611 | 5,787 | 164,890 | 263,717 | 1,046,043 | 33,780 | 3,567,003 |
| Moderately Aggressive Option | 78,265 | 7,037 | 171,970 | 215,723 | 898,531 | 25,575 | 3,005,630 |
| Growth Option | 83,018 | 11,040 | 247,040 | 284,689 | 1,150,565 | 53,473 | 3,964,820 |
| Moderate Option | 72,797 | 1,764 | 155,903 | 210,836 | 949,506 | 45,375 | 3,159,455 |
| Moderately Conservative Option | 66,866 | 2,828 | 172,451 | 141,504 | 764,631 | 34,288 | 2,702,716 |
| Conservative Option | 533,380 | 13,743 | 622,745 | 268,839 | 1,606,729 | 68,551 | 7,883,604 |
| Checking Option | 4,092,552 | 279,777 | 8,999,938 | 6,975,190 | 28,823,333 | 1,771,526 | 137,209,864 |
| Total | <u>5,028,489</u> | <u>321,976</u> | <u>10,534,937</u> | <u>8,360,498</u> | <u>35,239,338</u> | <u>2,032,568</u> | <u>161,493,092</u> |

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ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | <u>Alaska ABLE Plan</u> | <u>Arkansas ABLE Plan</u> | <u>ABLE CT</u> | <u>DC ABLE Program</u> | <u>DEPENDABLE</u> | <u>Illinois ABLE</u> |
|---|-----------------------------|-------------------------------|---------------------|----------------------------|---------------------|--------------------------|
| Additions | | | | | | |
| Contributions | \$ 3,858,799 | \$ 2,682,417 | \$ 3,384,357 | \$ 1,096,418 | \$ 2,197,343 | \$ 27,375,113 |
| Net investment income | 797,179 | 346,515 | 270,548 | 216,931 | 288,441 | 4,008,674 |
| Total Additions | <u>4,655,978</u> | <u>3,028,932</u> | <u>3,654,905</u> | <u>1,313,349</u> | <u>2,485,784</u> | <u>31,383,787</u> |
| Deductions | | | | | | |
| Withdrawals | <u>1,504,359</u> | <u>1,159,907</u> | <u>887,960</u> | <u>462,940</u> | <u>644,882</u> | <u>9,298,073</u> |
| Net Increase | 3,151,619 | 1,869,025 | 2,766,945 | 850,409 | 1,840,902 | 22,085,714 |
| Net Position Held in Trust for Account Owners, Beginning of Year | <u>10,237,499</u> | <u>4,714,117</u> | <u>3,268,891</u> | <u>2,697,887</u> | <u>3,392,872</u> | <u>46,184,799</u> |
| Net Position Held in Trust for Account Owners, End of Year | <u>\$ 13,389,118</u> | <u>\$ 6,583,142</u> | <u>\$ 6,035,836</u> | <u>\$ 3,548,296</u> | <u>\$ 5,233,774</u> | <u>\$ 68,270,513</u> |

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ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | INvestABLE Indiana | Iable | Kansas ABL Savings Plan | MiABLE Disability Program | The Minnesota ABLE Plan | Mississippi ABLE | Montana ABLE Program |
|---|-----------------------|----------------------|----------------------------|---------------------------------|----------------------------|---------------------|-------------------------|
| Additions | | | | | | | |
| Contributions | \$ 7,076,203 | \$ 9,857,307 | \$ 7,424,908 | \$ 19,281,469 | \$ 14,657,911 | \$ 1,634,048 | \$ 3,172,650 |
| Net investment income | 1,105,765 | 1,496,419 | 1,272,737 | 3,076,656 | 2,612,660 | 154,583 | 454,973 |
| Total Additions | <u>8,181,968</u> | <u>11,353,726</u> | <u>8,697,645</u> | <u>22,358,125</u> | <u>17,270,571</u> | <u>1,788,631</u> | <u>3,627,623</u> |
| Deductions | | | | | | | |
| Withdrawals | 2,947,962 | 3,678,588 | 2,274,482 | 8,714,664 | 6,278,465 | 549,982 | 1,584,853 |
| Net Increase | 5,234,006 | 7,675,138 | 6,423,163 | 13,643,461 | 10,992,106 | 1,238,649 | 2,042,770 |
| Net Position Held in Trust for Account Owners, Beginning of Year | <u>13,814,262</u> | <u>19,646,637</u> | <u>15,856,062</u> | <u>44,457,260</u> | <u>36,263,570</u> | <u>2,046,968</u> | <u>6,888,690</u> |
| Net Position Held in Trust for Account Owners, End of Year | <u>\$ 19,048,268</u> | <u>\$ 27,321,775</u> | <u>\$ 22,279,225</u> | <u>\$ 58,100,721</u> | <u>\$ 47,255,676</u> | <u>\$ 3,285,617</u> | <u>\$ 8,931,460</u> |

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ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2024

| | ABLE Nevada | The NH ABLE Plan | NJ ABL | NC ABL | Pennsylvania ABLE Savings Program | RI's ABL | Total |
|---|----------------------|---------------------|----------------------|----------------------|---|---------------------|-----------------------|
| Additions | | | | | | | |
| Contributions | \$ 4,672,904 | \$ 947,507 | \$ 13,057,989 | \$ 9,695,875 | \$ 37,434,929 | \$ 2,308,121 | \$ 171,816,268 |
| Net investment income | 954,386 | 13,030 | 1,660,803 | 1,892,930 | 8,293,097 | 320,402 | 29,236,729 |
| Total Additions | <u>5,627,290</u> | <u>960,537</u> | <u>14,718,792</u> | <u>11,588,805</u> | <u>45,728,026</u> | <u>2,628,523</u> | <u>201,052,997</u> |
| Deductions | | | | | | | |
| Withdrawals | 3,065,659 | 40,906 | 4,658,745 | 4,378,193 | 13,700,838 | 1,097,558 | 66,929,016 |
| Net Increase | 2,561,631 | 919,631 | 10,060,047 | 7,210,612 | 32,027,188 | 1,530,965 | 134,123,981 |
| Net Position Held in Trust for Account Owners, Beginning of Year | <u>14,583,433</u> | <u>-</u> | <u>21,206,506</u> | <u>21,364,245</u> | <u>94,555,691</u> | <u>4,151,119</u> | <u>365,330,508</u> |
| Net Position Held in Trust for Account Owners, End of Year | <u>\$ 17,145,064</u> | <u>\$ 919,631</u> | <u>\$ 31,266,553</u> | <u>\$ 28,574,857</u> | <u>\$ 126,582,879</u> | <u>\$ 5,682,084</u> | <u>\$ 499,454,489</u> |

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**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***

Ascensus Investment Advisors, LLC, Administrator
ABLE Consortium Trust

We have audited, in accordance with the 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 ABLE Consortium Trust (the Trust), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Trust’s basic financial statements, and have issued our report thereon dated September 6, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the basic financial statements, we considered the Trust’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 basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Trust’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Trust’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 may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Trust’s basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and agreements, noncompliance with which could have a direct and material effect on the basic 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 Trust’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 Trust’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Landmark PLC". The signature is written in a cursive, flowing style.

Little Rock, Arkansas
September 6, 2024