

ABLE Consortium Trust

**BASIC FINANCIAL STATEMENTS
and
SUPPLEMENTARY INFORMATION
June 30, 2019
(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 Basic Financial Statements

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, 2019, and the related notes to the financial statements, which collectively comprise the Trust's basic financial statements.

Management's Responsibility for the Basic Financial Statements

Management is responsible for the preparation and fair presentation of these basic 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 the basic financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these basic 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 basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the basic financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the basic 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 entity'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 basic 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 basic financial statements referred to on the preceding page present fairly, in all material respects, the fiduciary net position of the Trust as of June 30, 2019, 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.

Emphasis of Matter

As more fully disclosed in Note 1 to the financial statements, these basic financial statements present only the fiduciary net position and changes in fiduciary net position of the Trust as of June 30, 2019. These basic financial statements do not purport to, and do not, present 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 7 through 12 be presented 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, 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 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 in management's discussion and analysis because the limited procedures we performed do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other 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 37 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 auditing standards generally accepted in the United States of America. 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 17, 2019, 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 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 Trust's internal control over financial reporting and compliance.

Landmark PLC
Certified Public Accountants

September 17, 2019
Little Rock, Arkansas

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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, 2019

This management's discussion and analysis is intended to provide readers an objective discussion of the financial statements of the ABLE Consortium Trust (the Trust) as of and for the years ended June 30, 2019 and 2018. 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 the 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 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 37, 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, 2019

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, 2019, seventeen Member Plans are participating in the Trust.
- At June 30, 2019 and 2018, the Trust's fiduciary net position totaled \$55.4 million and \$21.7 million, respectively. Fiduciary net position increased \$33.7 million, or 155.0%, from June 30, 2018, to June 30, 2019.
- During the years ended June 30, 2019 and 2018, amounts received from Member Plans exceeded distributions to Member Plans by \$31.7 million and \$18.4 million, respectively. Amounts received from Member Plans during the year ended June 30, 2019, totaled \$42.5 million, an increase of \$19.3 million, or 83.7%, over amounts received from Member Plans during the year ended June 30, 2018. Amounts distributed from the Trust to Member Plans during the year ended June 30, 2019, totaled \$10.7 million, an increase of \$6.1 million, or 129.3%, over amounts distributed from the Trust to Member Plans during the year ended June 30, 2018.
- During the year ended June 30, 2019, the Trust experienced net investment income of \$2.0 million, resulting from net appreciation in the fair value of investments of \$1.3 million and dividends and interest totaling \$673.8 thousand. During the year ended June 30, 2018, net investment income totaled \$387.6 thousand, resulting from net appreciation in the fair value of investments of \$200.3 thousand and dividends and interest totaling \$187.3 thousand.

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, 2019

Overview of the Basic Financial Statements (Continued)

The Trust's 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 financial statements are prepared using the accrual basis of accounting. Investments are reported at fair value, and all investment transactions are recorded on a trade-date basis. Changes in fair value, along with realized gains and losses, are reported as net appreciation (depreciation) 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, 2019</u>	<u>June 30, 2018</u>
Total assets	\$ 55,546,925	\$ 21,927,851
Total liabilities	<u>112,734</u>	<u>192,620</u>
Net position held in trust	<u>\$ 55,434,191</u>	<u>\$ 21,735,231</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 \$55.3 million and \$21.6 million at June 30, 2019 and 2018, respectively, represent 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, exchanged-traded funds (ETFs) and/or an interest-bearing savings account. The Target Risk Options are structured for different levels of risk tolerance.

Other assets, which totaled \$264.9 thousand at June 30, 2019, and \$307.9 thousand at June 30, 2018, comprise an uninvested cash position that is maintained to satisfy liquidity needs, accrued investment income and receivables for investment sale transactions. The Trust's liabilities, which totaled \$112.7 thousand at June 30, 2019, and \$192.6 thousand at June 30, 2018, comprise payables for investment purchase transactions.

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) June 30, 2019

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 periods presented:

	Year Ended June 30, 2019	Year Ended June 30, 2018
Received from Member Plans	\$ 42,453,407	\$ 23,107,551
Net investment income	1,993,573	387,644
Distributed to Member Plans	(10,748,020)	(4,710,768)
Net increase	33,698,960	18,784,427
Net position held in trust, beginning of year	21,735,231	2,950,804
Net position held in trust, end of year	<u>\$ 55,434,191</u>	<u>\$ 21,735,231</u>

Investment Commentary

The following provides a brief description of each of the portfolio options offered through Member Plans and the underlying investments that compose those options. More complete information can be found in the National ABLE Alliance Plan Disclosure Statement 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), Charles Schwab Investment Management, Inc. (Schwab), Sallie Mae Bank and The Vanguard Group, Inc. (Vanguard).

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

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

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

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2019

Investment Commentary (Continued)

Target Risk Options (Continued)

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

The *Moderately Conservative Option* invests in two Vanguard stock index funds, two Schwab equity ETFs, one BlackRock (iShares) 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 approximately 30% stocks, 45% bonds and 25% cash equivalents.

The *Conservative Option* invests in two Vanguard stock index funds, two Schwab equity ETFs, one BlackRock (iShares) 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 approximately 10% stocks, 30% bonds and 60% cash equivalents.

The returns for the Target Risk Options for the years ended June 30, 2019 and 2018 are listed in the following table:

Portfolios	6/30/2019	6/30/2018
Aggressive Option	5.36%	10.75%
Moderately Aggressive Option	5.50%	8.89%
Growth Option	5.56%	7.28%
Moderate Option	5.52%	5.44%
Moderately Conservative Option	4.56%	3.97%
Conservative Option	3.29%	1.87%

The returns for the underlying funds held in the Target Risk Options for the years ended June 30, 2019 and 2018 are listed in the following table:

Underlying Funds	6/30/2019	6/30/2018
Vanguard Institutional Index Fund	10.41%	14.51%
Vanguard Extended Market Index Fund	2.06%	16.90%
iShares Core MSCI EAFE ETF	0.21%	7.19%
Schwab Emerging Markets Equity ETF	4.01%	7.03%
Schwab US REIT ETF	9.72%	4.03%
Vanguard Total Bond Market Index Fund	7.87%	(0.59%)
Vanguard Short-Term Bond Index Fund	5.26%	(0.29%)
Vanguard Short-Term Inflation-Protected Securities Index Fund	3.15%	1.32%
iShares Core International Aggregate Bond ETF	7.49%	3.00%
Sallie Mae High Yield Savings Account	2.13%	1.44%

ABLE Consortium Trust

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) June 30, 2019

Investment Commentary (*Continued*)

Checking Option

The *Checking Option* invests 100% of its assets in checking accounts held at Fifth Third Bank 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, 2019

ASSETS

Investments	\$ 55,281,983
Cash	240,930
Accrued investment income	<u>24,012</u>
Total Assets	<u><u>55,546,925</u></u>

LIABILITIES

Payables for investments purchased	<u>112,734</u>
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NET POSITION HELD IN TRUST

\$ 55,434,191

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

Year Ended June 30, 2019

ADDITIONS

Received from Member Plans	<u>\$ 42,453,407</u>
Investment income:	
Dividends and interest	673,767
Net appreciation in fair value of investments	<u>1,319,806</u>
Net investment income	<u>1,993,573</u>
Total Additions	<u><u>44,446,980</u></u>

DEDUCTIONS

Distributed to Member Plans	10,748,020
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NET INCREASE

33,698,960

NET POSITION HELD IN TRUST, BEGINNING OF YEAR

21,735,231

NET POSITION HELD IN TRUST, END OF YEAR

\$ 55,434,191

See accompanying notes to financial statements.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

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 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 held in the Trust. 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, 2019

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

In accordance with accounting principles generally accepted in the United States of America applicable to fiduciary fund types prescribed by the Governmental Accounting Standards Board (GASB), the Trust's 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 financial statements, in conformity with generally accepted accounting principles, 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, except for uninvested cash balances, which are described in Note 2(f), and accrued investment income.

The Target Risk Option assets are invested in varying allocations of mutual funds, ETFs and an interest-bearing savings account.

The mutual funds and ETFs are reported at fair value, based on net asset value per share (mutual funds) or closing market prices (ETFs) as of the close of the New York Stock Exchange (NYSE) on the reporting date. Net realized and unrealized gains (losses) on mutual fund and ETF transactions are included in "net appreciation (depreciation) in 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.

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 Sallie Mae High Yield Savings Account is an omnibus savings account held in trust at Sallie Mae Bank. 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 for the year ended June 30, 2019 ranged from 1.73% to 2.27%.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Investment Valuation

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. This account earns a variable rate of interest, which is compounded daily and credited to the account monthly. The interest rate earned on Checking Option accounts during the year ended June 30, 2019 was 0.01%. Balances in Checking Option accounts are insured by the Federal Deposit Insurance Corporation (FDIC) on a pass-through basis to each account owner, up to the maximum amount allowable under federal law.

Investments in the Sallie Mae High Yield Savings Account and the Checking Option are reported at cost.

(f) Cash

Cash presented on the statement of fiduciary net position includes uninvested cash balances that are maintained in the Trust to meet liquidity needs. These uninvested cash balances are held by BNY Mellon as custodian. Balances in these accounts are insured by the FDIC up to \$250,000, and amounts in excess of FDIC insurance limits are not collateralized or covered by supplementary insurance.

NOTE 3: INVESTMENTS

(a) Investments by Type

The Trust's investments at June 30, 2019, are as follows:

	Category	Fair Value
Mutual funds, at fair value:		
Vanguard Institutional Index Fund	Large Blend	\$ 7,481,003
Vanguard Extended Market Index Fund	Mid-Cap Blend	6,491,543
Vanguard Total Bond Market Index Fund	Intermediate Core Bond	3,982,874
Vanguard Short-Term Bond Index Fund	Short-Term Bond	3,311,619
Vanguard Short-Term Inflation-Protected Securities Index Fund	Inflation-Protected Bond	4,635,650
Total mutual funds		<u>25,902,689</u>
ETFs, at fair value:		
iShares Core MSCI EAFE ETF	Foreign Large Blend	3,785,003
Schwab Emerging Markets Equity ETF	Diversified Emerging Markets	1,467,918
Schwab US REIT ETF	Real Estate	2,062,505
iShares Core International Aggregate Bond ETF	World Bond	1,269,376
Total ETFs		<u>8,584,802</u>
Sallie Mae High Yield Savings Account	Cash Equivalent	<u>5,679,079</u>
FDIC-insured Checking Account	Cash Equivalent	<u>15,115,413</u>
Total Investments		<u><u>\$ 55,281,983</u></u>

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

NOTE 3: INVESTMENTS (Continued)

(b) Net Appreciation in Fair Value of Investments

The following table calculates the net change in the fair value of investments during the year ended June 30, 2019:

Fair value of investments, end of year	\$ 55,281,983
Less cost of investments purchased and dividends reinvested during the year	(41,765,796)
Plus proceeds from investments sold during the year	9,423,559
Less fair value of investments, beginning of year	<u>(21,619,940)</u>
Net appreciation in fair value of investments	<u>\$ 1,319,806</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 United States government and government agencies and international 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 financial statements.

Generally accepted accounting principles require 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 investments that compose the various portfolio options are specified in the National ABLE Alliance Plan Disclosure Statement and may not be changed without approval of all participating Member States. There is no separate investment policy that specifically addresses credit risk, interest rate risk, concentrations of credit risk or foreign currency risk.

Credit Risk

As a result of its investment in the Vanguard Total Bond Market Index Fund, Vanguard Short-Term Bond Index Fund, Vanguard Short-Term Inflation-Protected Securities Index Fund and iShares Core International Aggregate Bond ETF, the Trust may be 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.

The Trust's mutual funds and ETFs are not exposed to 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.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

NOTE 3: INVESTMENTS (Continued)

(c) Investment Risk (Continued)

Credit Risk (Continued)

None of the mutual funds or ETFs in which the Trust invests are rated by a nationally recognized statistical rating organization, except the iShares Core International Aggregate Bond ETF, which is rated A-f by Standard & Poor's.

Interest Rate Risk

The Vanguard Total Bond Market Index Fund, Vanguard Short-Term Bond Index Fund, Vanguard Short-Term Inflation-Protected Securities Index Fund and iShares Core International Aggregate Bond ETF, due to their investment primarily in bonds, may be 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 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, and is a measure of interest rate risk. 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, 2019, the average maturity of holdings in each of these investments are as follows:

	<u>Average Maturity</u>
Vanguard Total Bond Market Index Fund	8.2 years
Vanguard Short-Term Bond Index Fund	2.9 years
Vanguard Short-Term Inflation-Protected Securities Index Fund	2.7 years
iShares Core International Aggregate Bond ETF	9.2 years

Foreign Currency Risk

The iShares Core MSCI EAFE ETF, Schwab Emerging Markets Equity ETF and iShares Core International Aggregate Bond ETF may 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 0.32% on net assets 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 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 \$79,100 for the year ended June 30, 2019.

ABLE Consortium Trust

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

NOTE 4: FEES AND EXPENSES (Continued)

(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 financial statements.

Supplementary Information

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF FIDUCIARY NET POSITION JUNE 30, 2019

	Vanguard Institutional Index Fund	Vanguard Extended Market Index Fund	Vanguard Total Bond Market Index Fund	Vanguard Short-Term Bond Index Fund	Vanguard Short-Term Protected Securities Index Fund
Assets					
Investments	\$ 7,481,003	\$ 6,491,543	\$ 3,982,874	\$ 3,311,619	\$ 4,635,650
Cash	-	-	-	-	-
Accrued investment income	-	-	-	-	-
Total Assets	<u>7,481,003</u>	<u>6,491,543</u>	<u>3,982,874</u>	<u>3,311,619</u>	<u>4,635,650</u>
Liabilities					
Payables for investments purchased	<u>8,510</u>	<u>-</u>	<u>29,037</u>	<u>6,482</u>	<u>9,756</u>
Net Position Held in Trust	<u>\$ 7,472,493</u>	<u>\$ 6,491,543</u>	<u>\$ 3,953,837</u>	<u>\$ 3,305,137</u>	<u>\$ 4,625,894</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF FIDUCIARY NET POSITION JUNE 30, 2019

iShares Core MSCI EAFE ETF	Schwab Emerging Markets Equity ETF	Schwab US REIT ETF	iShares Core International Aggregate Bond ETF	Sallie Mae High Yield Savings Account	FDIC-insured Checking Account	Total
\$ 3,785,003	\$ 1,467,918	\$ 2,062,505	\$ 1,269,376	\$ 5,679,079	\$ 15,115,413	\$ 55,281,983
77,227	28,632	97,875	37,196	-	-	240,930
-	8,984	15,028	-	-	-	24,012
<u>3,862,230</u>	<u>1,505,534</u>	<u>2,175,408</u>	<u>1,306,572</u>	<u>5,679,079</u>	<u>15,115,413</u>	<u>55,546,925</u>
-	-	40,883	-	18,066	-	112,734
<u>\$ 3,862,230</u>	<u>\$ 1,505,534</u>	<u>\$ 2,134,525</u>	<u>\$ 1,306,572</u>	<u>\$ 5,661,013</u>	<u>\$ 15,115,413</u>	<u>\$ 55,434,191</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2019

	Vanguard Institutional Index Fund	Vanguard Extended Market Index Fund	Vanguard Total Bond Market Index Fund	Vanguard Short-Term Bond Index Fund	Vanguard Short-Term Protected Securities Index Fund
Additions					
Received from Member Plans	\$ 4,206,776	\$ 3,882,146	\$ 2,381,117	\$ 2,030,948	\$ 2,933,476
Investment income:					
Dividends and interest	141,172	61,054	75,678	49,007	58,803
Net appreciation in fair value of investments	536,084	236,387	168,117	80,521	65,259
Net investment income	677,256	297,441	243,795	129,528	124,062
Total Additions	<u>4,884,032</u>	<u>4,179,587</u>	<u>2,624,912</u>	<u>2,160,476</u>	<u>3,057,538</u>
Deductions					
Distributed to Member Plans	<u>554,866</u>	<u>461,604</u>	<u>207,206</u>	<u>140,976</u>	<u>246,233</u>
Net Increase	4,329,166	3,717,983	2,417,706	2,019,500	2,811,305
Net Position Held in Trust, Beginning of Year	<u>3,143,327</u>	<u>2,773,560</u>	<u>1,536,131</u>	<u>1,285,637</u>	<u>1,814,589</u>
Net Position Held in Trust, End of Year	<u>\$ 7,472,493</u>	<u>\$ 6,491,543</u>	<u>\$ 3,953,837</u>	<u>\$ 3,305,137</u>	<u>\$ 4,625,894</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY TRUST INVESTMENT INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2019

iShares Core MSCI EAFE ETF	Schwab Emerging Markets Equity ETF	Schwab US REIT ETF	iShares Core International Aggregate Bond ETF	Sallie Mae High Yield Savings Account	FDIC-insured Checking Account	Total
<u>\$ 2,362,848</u>	<u>\$ 916,252</u>	<u>\$ 1,209,466</u>	<u>\$ 759,921</u>	<u>\$ 3,883,006</u>	<u>\$ 17,887,451</u>	<u>\$ 42,453,407</u>
99,094	30,336	42,098	36,395	79,250	880	673,767
20,062	47,795	123,012	42,569	-	-	1,319,806
119,156	78,131	165,110	78,964	79,250	880	1,993,573
<u>2,482,004</u>	<u>994,383</u>	<u>1,374,576</u>	<u>838,885</u>	<u>3,962,256</u>	<u>17,888,331</u>	<u>44,446,980</u>
159,708	60,234	138,318	54,094	322,557	8,402,224	10,748,020
2,322,296	934,149	1,236,258	784,791	3,639,699	9,486,107	33,698,960
<u>1,539,934</u>	<u>571,385</u>	<u>898,267</u>	<u>521,781</u>	<u>2,021,314</u>	<u>5,629,306</u>	<u>21,735,231</u>
<u>\$ 3,862,230</u>	<u>\$ 1,505,534</u>	<u>\$ 2,134,525</u>	<u>\$ 1,306,572</u>	<u>\$ 5,661,013</u>	<u>\$ 15,115,413</u>	<u>\$ 55,434,191</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY INVESTMENT OPTION INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND UNIT INFORMATION June 30, 2019

	Aggressive Option	Moderately Aggressive Option	Growth Option
Assets			
Investments in Trust units	\$ 7,362,889	\$ 6,718,476	\$ 8,156,747
Net unsettled Member Plan transactions	4,392	13,421	25,898
Other asset	-	-	2,777
Total Assets	<u>7,367,281</u>	<u>6,731,897</u>	<u>8,185,422</u>
Liabilities			
Withdrawals payable	874	359	8,926
Accrued program management fees	1,849	1,703	2,071
Other liability	2,840	1,478	-
Total Liabilities	<u>5,563</u>	<u>3,540</u>	<u>10,997</u>
Net Position Held in Trust for Member Plans	<u>\$ 7,361,718</u>	<u>\$ 6,728,357</u>	<u>\$ 8,174,425</u>
Units Outstanding (rounded to the nearest whole unit)	<u>584,727</u>	<u>547,912</u>	<u>682,909</u>
Net Asset Value Per Unit	<u>\$ 12.59</u>	<u>\$ 12.28</u>	<u>\$ 11.97</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY INVESTMENT OPTION INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND UNIT INFORMATION June 30, 2019

Moderate Option	Moderately Conservative Option	Conservative Option	Checking Option	Total
\$ 5,952,882	\$ 4,599,445	\$ 7,528,339	\$ 15,115,413	\$ 55,434,191
28,508	22,110	21,784	49,466	165,579
-	-	-	-	2,777
<u>5,981,390</u>	<u>4,621,555</u>	<u>7,550,123</u>	<u>15,164,879</u>	<u>55,602,547</u>
10,274	5,097	8,515	34,079	68,124
1,512	1,177	1,920	-	10,232
2,433	92	406	1,016	8,265
<u>14,219</u>	<u>6,366</u>	<u>10,841</u>	<u>35,095</u>	<u>86,621</u>
<u>\$ 5,967,171</u>	<u>\$ 4,615,189</u>	<u>\$ 7,539,282</u>	<u>\$ 15,129,784</u>	<u>\$ 55,515,926</u>
<u>511,764</u>	<u>410,604</u>	<u>705,265</u>	<u>15,129,784</u>	<u>18,572,965</u>
<u>\$ 11.66</u>	<u>\$ 11.24</u>	<u>\$ 10.69</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, 2019

	Aggressive Option	Moderately Aggressive Option	Growth Option
Additions			
Contributions to Member Plans	\$ 4,283,187	\$ 3,888,452	\$ 4,829,443
Net investment income	451,099	377,779	430,699
Exchanges in	233,540	300,832	264,493
Other income	-	556	2,777
Total Additions	<u>4,967,826</u>	<u>4,567,619</u>	<u>5,527,412</u>
Deductions			
Withdrawals from Member Plans	332,461	411,421	486,544
Program management fees	15,743	14,330	17,562
Exchanges out	333,107	242,969	359,683
Other expense	3,424	1,478	1,364
Total Deductions	<u>684,735</u>	<u>670,198</u>	<u>865,153</u>
Net Increase	4,283,091	3,897,421	4,662,259
Net Position Held in Trust for Member Plans, Beginning of Year	<u>3,078,627</u>	<u>2,830,936</u>	<u>3,512,166</u>
Net Position Held in Trust for Member Plans, End of Year	<u>\$ 7,361,718</u>	<u>\$ 6,728,357</u>	<u>\$ 8,174,425</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY INVESTMENT OPTION INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2019

Moderate Option	Moderately Conservative Option	Conservative Option	Checking Option	Total
\$ 3,826,598	\$ 3,215,149	\$ 5,511,619	\$ 16,707,023	\$ 42,261,471
319,257	202,261	211,596	880	1,993,571
160,365	209,225	327,238	902,768	2,398,461
703	-	553	-	4,589
<u>4,306,923</u>	<u>3,626,635</u>	<u>6,051,006</u>	<u>17,610,671</u>	<u>46,658,092</u>
449,160	381,436	767,149	7,651,261	10,479,432
12,592	9,514	15,519	-	85,260
318,129	233,425	428,023	483,125	2,398,461
2,433	747	406	-	9,852
<u>782,314</u>	<u>625,122</u>	<u>1,211,097</u>	<u>8,134,386</u>	<u>12,973,005</u>
3,524,609	3,001,513	4,839,909	9,476,285	33,685,087
<u>2,442,562</u>	<u>1,613,676</u>	<u>2,699,373</u>	<u>5,653,499</u>	<u>21,830,839</u>
<u>\$ 5,967,171</u>	<u>\$ 4,615,189</u>	<u>\$ 7,539,282</u>	<u>\$ 15,129,784</u>	<u>\$ 55,515,926</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND INVESTMENT DETAIL June 30, 2019

	Alaska ABLE Plan	Arkansas ABLE Plan	Colorado ABLE	DC ABLE Program
Assets				
Investments	\$ 1,652,312	\$ 349,083	\$ 4,038,613	\$ 350,190
Redemption proceeds receivable	-	-	4,164	-
Total Assets	<u>1,652,312</u>	<u>349,083</u>	<u>4,042,777</u>	<u>350,190</u>
Liabilities				
Withdrawals payable	-	-	4,164	-
Net Position Held in Trust for Account Owners	<u>\$ 1,652,312</u>	<u>\$ 349,083</u>	<u>\$ 4,038,613</u>	<u>\$ 350,190</u>
Investments (Dollars)				
Aggressive Portfolio	\$ 204,706	\$ 58,250	\$ 660,264	\$ 48,271
Moderately Aggressive Portfolio	297,599	7,033	335,934	40,060
Growth Portfolio	168,434	43,468	515,502	64,300
Moderate Portfolio	98,835	141,456	378,889	16,542
Moderately Conservative Portfolio	177,604	9,165	376,535	11,438
Conservative Portfolio	270,030	25,701	840,000	50,407
Checking Option Portfolio	435,104	64,010	931,489	119,172
Total	<u>\$ 1,652,312</u>	<u>\$ 349,083</u>	<u>\$ 4,038,613</u>	<u>\$ 350,190</u>
Investments (Units)				
Aggressive Portfolio	16,258	4,627	52,443	3,834
Moderately Aggressive Portfolio	24,235	573	27,356	3,262
Growth Portfolio	14,071	3,631	43,066	5,372
Moderate Portfolio	8,475	12,132	32,495	1,419
Moderately Conservative Portfolio	15,800	815	33,500	1,018
Conservative Portfolio	25,261	2,404	78,578	4,715
Checking Option Portfolio	435,104	64,010	931,489	119,172
Total	<u>539,204</u>	<u>88,192</u>	<u>1,198,927</u>	<u>138,792</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND INVESTMENT DETAIL June 30, 2019

DEPENDABLE	Illinois ABLE	INvestABLE Indiana	IABLE	Kansas ABLE Savings Plan
\$ 295,456	\$ 5,833,289	\$ 2,046,668	\$ 3,163,130	\$ 2,324,959
-	939	14,361	9,200	-
<u>295,456</u>	<u>5,834,228</u>	<u>2,061,029</u>	<u>3,172,330</u>	<u>2,324,959</u>
-	939	14,361	9,200	-
<u>\$ 295,456</u>	<u>\$ 5,833,289</u>	<u>\$ 2,046,668</u>	<u>\$ 3,163,130</u>	<u>\$ 2,324,959</u>
\$ 41,544	\$ 1,053,129	\$ 301,113	\$ 309,859	\$ 242,007
43,369	771,293	227,198	368,713	331,342
51,298	859,859	288,489	500,735	398,796
29,036	553,347	184,175	321,396	256,534
32,158	317,528	221,475	321,528	203,724
52,141	681,599	294,338	526,045	295,004
45,910	1,596,534	529,880	814,854	597,552
<u>\$ 295,456</u>	<u>\$ 5,833,289</u>	<u>\$ 2,046,668</u>	<u>\$ 3,163,130</u>	<u>\$ 2,324,959</u>
3,300	83,648	23,917	24,612	19,222
3,532	62,809	18,501	30,026	26,982
4,286	71,835	24,101	41,833	33,316
2,490	47,457	15,796	27,564	22,001
2,861	28,250	19,704	28,606	18,125
4,878	63,760	27,534	49,209	27,596
45,910	1,596,534	529,880	814,854	597,552
<u>67,257</u>	<u>1,954,293</u>	<u>659,433</u>	<u>1,016,704</u>	<u>744,794</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND INVESTMENT DETAIL June 30, 2019

	The Minnesota ABLE Plan	Mississippi ABLE	Montana ABLE Program	ABLE Nevada
Assets				
Investments	\$ 6,463,473	\$ 5,765	\$ 1,265,410	\$ 2,834,370
Redemption proceeds receivable	3,396	-	640	9,907
Total Assets	<u>6,466,869</u>	<u>5,765</u>	<u>1,266,050</u>	<u>2,844,277</u>
Liabilities				
Withdrawals payable	3,396	-	640	9,907
Net Position Held in Trust for Account Owners	<u>\$ 6,463,473</u>	<u>\$ 5,765</u>	<u>\$ 1,265,410</u>	<u>\$ 2,834,370</u>
Investments (Dollars)				
Aggressive Portfolio	\$ 589,794	\$ 1,243	\$ 84,901	\$ 190,833
Moderately Aggressive Portfolio	634,191	182	55,206	292,155
Growth Portfolio	934,491	640	133,026	199,824
Moderate Portfolio	777,134	9	154,162	215,835
Moderately Conservative Portfolio	711,400	11	65,292	213,621
Conservative Portfolio	963,755	25	196,884	850,885
Checking Option Portfolio	1,852,708	3,655	575,939	871,217
Total	<u>\$ 6,463,473</u>	<u>\$ 5,765</u>	<u>\$ 1,265,410</u>	<u>\$ 2,834,370</u>
Investments (Units)				
Aggressive Portfolio	46,846	99	6,744	15,158
Moderately Aggressive Portfolio	51,644	15	4,496	23,791
Growth Portfolio	78,069	53	11,113	16,694
Moderate Portfolio	66,650	1	13,221	18,511
Moderately Conservative Portfolio	63,292	1	5,809	19,005
Conservative Portfolio	90,155	2	18,418	79,596
Checking Option Portfolio	1,852,708	3,655	575,939	871,217
Total	<u>2,249,364</u>	<u>3,826</u>	<u>635,740</u>	<u>1,043,972</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF FIDUCIARY NET POSITION AND INVESTMENT DETAIL June 30, 2019

<u>NJ ABLE</u>	<u>NC ABLE</u>	<u>Pennsylvania ABLE Savings Program</u>	<u>RI's ABLE</u>	<u>Total</u>
\$ 1,772,455	\$ 4,477,987	\$ 17,885,527	\$ 757,239	\$ 55,515,926
512	14,945	9,660	400	68,124
<u>1,772,967</u>	<u>4,492,932</u>	<u>17,895,187</u>	<u>757,639</u>	<u>55,584,050</u>
 512	 14,945	 9,660	 400	 68,124
 <u>\$ 1,772,455</u>	 <u>\$ 4,477,987</u>	 <u>\$ 17,885,527</u>	 <u>\$ 757,239</u>	 <u>\$ 55,515,926</u>
 \$ 244,360	 \$ 596,490	 \$ 2,679,081	 \$ 55,873	 \$ 7,361,718
147,877	551,985	2,540,086	84,134	6,728,357
281,208	676,307	2,957,034	101,014	8,174,425
199,135	513,872	2,029,351	97,463	5,967,171
118,343	429,433	1,316,512	89,422	4,615,189
295,852	438,048	1,724,439	34,129	7,539,282
485,680	1,271,852	4,639,024	295,204	15,129,784
 <u>\$ 1,772,455</u>	 <u>\$ 4,477,987</u>	 <u>\$ 17,885,527</u>	 <u>\$ 757,239</u>	 <u>\$ 55,515,926</u>
 19,409	 47,378	 212,794	 4,438	 584,727
12,042	44,950	206,847	6,851	547,912
23,493	56,500	247,037	8,439	682,909
17,078	44,071	174,044	8,359	511,764
10,529	38,206	117,127	7,956	410,604
27,676	40,977	161,313	3,193	705,265
485,680	1,271,852	4,639,024	295,204	15,129,784
 <u>595,907</u>	 <u>1,543,934</u>	 <u>5,758,186</u>	 <u>334,440</u>	 <u>18,572,965</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2019

	Alaska ABLE Plan	Arkansas ABLE Plan	Colorado ABLE	DC ABLE Program
Additions				
Contributions	\$ 1,310,638	\$ 440,609	\$ 3,580,436	\$ 357,335
Net investment income	54,333	10,893	143,868	12,137
	<u>1,364,971</u>	<u>451,502</u>	<u>3,724,304</u>	<u>369,472</u>
Deductions				
Withdrawals	<u>454,801</u>	<u>102,419</u>	<u>939,280</u>	<u>105,625</u>
Net Increase	910,170	349,083	2,785,024	263,847
Net Position Held in Trust for Account Owners, Beginning of Year	<u>742,142</u>	<u>-</u>	<u>1,253,589</u>	<u>86,343</u>
Net Position Held in Trust for Account Owners, End of Year	<u>\$ 1,652,312</u>	<u>\$ 349,083</u>	<u>\$ 4,038,613</u>	<u>\$ 350,190</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2019

<u>DEPENDABLE</u>	<u>Illinois ABLE</u>	<u>INvestABLE Indiana</u>	<u>IABLE</u>	<u>Kansas ABLE Savings Plan</u>
\$ 301,809	\$ 4,170,697	\$ 1,688,604	\$ 2,136,216	\$ 1,759,899
9,600	210,968	67,947	108,394	73,298
<u>311,409</u>	<u>4,381,665</u>	<u>1,756,551</u>	<u>2,244,610</u>	<u>1,833,197</u>
 17,261	 844,026	 234,862	 448,790	 340,241
294,148	3,537,639	1,521,689	1,795,820	1,492,956
 1,308	 2,295,650	 524,979	 1,367,310	 832,003
<u>\$ 295,456</u>	<u>\$ 5,833,289</u>	<u>\$ 2,046,668</u>	<u>\$ 3,163,130</u>	<u>\$ 2,324,959</u>

See Independent Auditor's Report.

ABLE Consortium Trust

SUPPLEMENTARY MEMBER PLAN INFORMATION STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2019

	<u>The Minnesota ABLE Plan</u>	<u>Mississippi ABLE</u>	<u>Montana ABLE Program</u>	<u>ABLE Nevada</u>
Additions				
Contributions	\$ 4,579,725	\$ 5,730	\$ 1,068,679	\$ 3,352,651
Net investment income	<u>202,718</u>	<u>35</u>	<u>30,127</u>	<u>74,145</u>
	<u>4,782,443</u>	<u>5,765</u>	<u>1,098,806</u>	<u>3,426,796</u>
Deductions				
Withdrawals	<u>1,149,560</u>	<u>-</u>	<u>266,866</u>	<u>1,658,353</u>
Net Increase	3,632,883	5,765	831,940	1,768,443
Net Position Held in Trust for Account Owners, Beginning of Year	<u>2,830,590</u>	<u>-</u>	<u>433,470</u>	<u>1,065,927</u>
Net Position Held in Trust for Account Owners, End of Year	<u>\$ 6,463,473</u>	<u>\$ 5,765</u>	<u>\$ 1,265,410</u>	<u>\$ 2,834,370</u>

See Independent Auditor's Report.

ABLE Consortium Trust

**SUPPLEMENTARY MEMBER PLAN INFORMATION
STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
Year Ended June 30, 2019**

NJ ABLE	NC ABLE	Pennsylvania ABLE Savings Program	RI's ABLE	Total
\$ 1,957,944	\$ 3,384,019	\$ 11,600,969	\$ 565,511	\$ 42,261,471
63,213	153,251	665,546	22,575	1,903,048
<u>2,021,157</u>	<u>3,537,270</u>	<u>12,266,515</u>	<u>588,086</u>	<u>44,164,519</u>
 250,525	 826,511	 2,603,189	 237,123	 10,479,432
1,770,632	2,710,759	9,663,326	350,963	33,685,087
 1,823	 1,767,228	 8,222,201	 406,276	 21,830,839
<u>\$ 1,772,455</u>	<u>\$ 4,477,987</u>	<u>\$ 17,885,527</u>	<u>\$ 757,239</u>	<u>\$ 55,515,926</u>

See Independent Auditor's Report.

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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, 2019, 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, 2019.

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) to determine the 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.

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 determination of financial statement amounts. 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.

Landmark PLLC
Certified Public Accountants

September 17, 2019
Little Rock, Arkansas