

Coverdell Education Account (ESA)

An ESA is a savings account designed to help save for *qualified education expenses* for your child, grandchild or any other youth. Anybody who meets the income requirements can open and contribute to a child's Coverdell ESA. The account is opened in the name of the beneficiary or youth. There is no minimum contribution that must be made per year but there is a maximum amount that cannot be exceeded. Contributions can be made until the child turns 18. However, there are exceptions for special needs individuals (see Additional Contribution Exceptions below).

Quick Reference

- Maximum contribution limits per year, per beneficiary.
- Income limits exist.
- Two deposit/contribution options: Share (accumulative) and Certificates.
- Separate application required. This is not available online but can be mailed to you.
- Please consult your tax advisor for complete details.