

## **Distributions from a 529 College Savings Plan**

Form 1099-Q reports distributions made from your 529 College Savings Plan. If you received more than one type of distribution from a 529 College Savings Plan in 2021, you will receive a Form 1099-Q showing the amount for each distribution.

Form 1099-Q also contains boxes for reporting the earnings (or loss) on the distribution, as well as the basis of the shares sold. We suggest that you review IRS Publication 970, Tax Benefits for Education for more information regarding qualified tuition programs.

**Please consult with your tax advisor for additional guidance on reporting this information to the IRS.**

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SAMPLE 2021 TAX FORM 1099-Q

**A** ACME 529 COLLEGE PLAN  
P.O. BOX 9999  
HOMETOWN ST 99999-9999

CORRECTED (if checked)

For additional information, please call:  
1-800-999-9999

**B** Recipient's Name and Address:  
00001 BLK001  
ACME 529 COLLEGE PLAN  
JOHN Q PUBLIC  
FBO MARY Q PUBLIC  
99 STREET NAME  
HOMETOWN ST 99999-9999

**2021 FORM 1099-Q**  
Payments from Qualified Education  
Programs (Under Sections 529 and 530)  
Copy B for Recipient

RECIPIENT'S TIN  
\*\*\*-\*\*-9999 **C**

Payer's Name ACME EQUITY INVESTOR SHRS		Payer's TIN 01-9999999	Account / Reference Number 0473 - 1111111111 <b>F</b>	
<b>1.</b> Gross Distribution	<b>2.</b> Earnings (*)	<b>3.</b> Basis	<b>4.</b> Trustee-to-Trustee Transfer	
\$9,999.99 <b>G</b>	\$999.99 <b>H</b>	\$9,000.00 <b>I</b>	<input type="checkbox"/> <b>J</b>	
<b>5.</b> Plan Type 529 State Plan <b>K</b>	<b>6.</b> If this box is checked, the recipient is not the designated beneficiary <input checked="" type="checkbox"/> <b>L</b>	<b>M</b> Distribution Code 1		

- A** The Fund's mailing address
- B** Account registration and address
- C** Your Taxpayer Identification Number; this information will be masked
- D** The Fund's name
- E** The Fund's Federal Taxpayer Identification Number
- F** Your account number. This information may be masked
- G** Total dollar amount of the distribution(s) from your 529 College Savings Plan in 2021
- H** Total amount of earnings from your distribution in 2021
- I** Total amount of basis from your distribution in 2021
- J** An "x" here indicates the distribution was made directly to another 529 College Savings Plan
- K** Type of plan
- L** An "x" in this box indicates the recipient is not the designated beneficiary
- M** Distribution code used to identify the type of distribution(s) you received in 2021

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**FREQUENTLY ASKED QUESTIONS – IRS FORM 1099-Q**

*Q. In whose name and social security number will the 1099-Q be issued?*

*A.* If the distribution was made directly to the beneficiary or to the school on behalf of the beneficiary, the 1099-Q will be generated in the name of the beneficiary identified on the account. Otherwise, the account owner will be listed as the recipient of the distribution.

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*Q. What type of events are excluded from having to report distributions as income?*

*A.* Generally, amounts distributed are included in income unless they are used to pay for qualified education expenses, transferred between trustees, or rolled over to another qualified education program within 60 days. However, this amount is included in income if there has been more than one transfer or rollover within any 12-month period with respect to the same beneficiary, or a change in the designated beneficiary where the new designated beneficiary is not a family member. It is important to note, an additional 10% tax may apply to all or part of the amount included in income.

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*Q. What are qualified education expenses?*

*A.* Qualified education expenses include tuition, fees, books, supplies, and equipment required for enrollment or attendance at an eligible college, university, or other educational institution. For details, please review the IRS Publication 970, available at [www.IRS.gov](http://www.IRS.gov).

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*Q. If my distributions were used for qualified education expenses, why are they being reported on the Form 1099-Q?*

*A.* Distributions made for qualified education expenses are tax-free, however as the trustee or custodian of your account, we are required to report this information to the IRS. We must also provide the IRS with the principle and earnings breakdown on all reportable distributions.

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*Q. Does Virtus have a tax advisor or anyone who can help me fill out my return?*

*A.* Our telephone representatives will be happy to help you with any questions and information about your accounts; however, neither Virtus Mutual Funds, nor any of its representatives may give tax or legal advice. We suggest you consult a professional tax advisor to determine how the information contained in this guide may apply to your specific tax situation. For more information, please refer to the Internal Revenue Service (IRS) Publication 970, available at [www.IRS.gov](http://www.IRS.gov).

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