

SUPPLEMENT NO. 1 DATED May 1, 2018
TO THE LOUISIANA ABLE ACCOUNT PROGRAM
DISCLOSURE BOOKLET AND PARTICIPATION AGREEMENT
DATED April 25, 2017

This Supplement No. 1 (this “Supplement”) amends, updates and supersedes anything to the contrary contained in the April 25, 2017, Disclosure Booklet and Participation Agreement (the “Disclosure Booklet”). This Supplement does not update any information contained in the Disclosure Booklet except as specifically described herein. It should be read in conjunction with the Disclosure Booklet. Capitalized terms used in this Supplement and not otherwise defined will have the same meaning as used in the Disclosure Booklet.

I. *Amend the Section entitled Account Administrator on Page 1 of the Disclosure Booklet as follows:*

A LA ABLE Account must be opened by a person who has the legal capacity and authority to act on behalf of another. For purposes of a LA ABLE Account, this person is the Account Administrator. The Account Administrator may be the Eligible Individual with a disability, or it may be a third person who has the legal authority to act on behalf of the Eligible Individual.

For purposes of the LA ABLE Program, the Account Owner and the beneficiary of the LA ABLE Account is the same individual.

Only the Account Administrator has the authority to change contact information, to change investment options, to request disbursements from a LA ABLE Account, and to perform any other actions with respect to the LA ABLE Account.

References in this document to “you” and “your” refer to the Account Owner and to the Account Administrator, if different.

II. *Amend the Section entitled Who May Open a LA ABLE Account? on page 4 of the Disclosure Booklet as follows:*

Louisiana ABLE Accounts are available to eligible U.S. citizens and legal residents of the State of Louisiana with a valid Social Security number who:

- Developed the onset of his/her blindness or disability before the date on which he became 26 years old; and
- Is entitled to benefits such as Social Security Disability Insurance (SSDI) or Supplemental Security Income (SSI) based on blindness or disability under Title II or XVI of the Social Security Act or is the subject of a disability certification filed with the IRS for 2016 (calendar year).

A LA ABLÉ Account may be opened by or on behalf of an Eligible Individual who is a Louisiana citizen and meets the following citizenship requirements:

- Is a United States citizen; or
- Is a permanent resident of the United States as defined by the U.S. Citizenship and Immigration Services (USCIS) or its successor and provide copies of USCIS documentation with the submission of the owner's agreement; or
- Is lawfully residing in the United States and have a valid Social Security number.

If the Eligible Individual is not capable of handling his own affairs due to his age or other legal incapacity to contract, an Account Administrator may open an account on behalf of the Eligible Individual. The Account Administrator must be authorized by law or by authentic act to administer the account on behalf of the Eligible Individual.

An Account Administrator who is not the Eligible Individual will be required to provide documentation to LOSFA evidencing that person has the legal right to act on behalf of the Eligible Individual as follows:

- If a parent, a copy of the Eligible Individual's birth certificate;
 - If an adoptive parent, documentation evidencing the adoption of the Eligible Individual;
 - If a custodian, court documents evidencing the appointment of the custodian by a court of law;
 - If designated by the Eligible Individual to administer his affairs, documentation evidencing such designation.
 - If a juridical entity, documentation evidencing that the eligible individual, or a person authorized to act on his behalf, as indicated above, has designated the juridical entity to act on his behalf for purposes of a LA ABLÉ Account Program account.
- Signing the Account Application is your agreement to the terms and conditions of the Participation Agreement.

III. *Amend Section 3 of the Disclosure Booklet to read as follows:*

A LA ABLÉ Account may be opened by or on behalf of an Eligible Individual who is a Louisiana citizen and meets the following citizenship requirements:

- Is a United States citizen; or
- Is a permanent resident of the United States as defined by the U.S. Citizenship and Immigration Services (USCIS) or its successor and provide copies of USCIS documentation with the submission of the owner's agreement; or
- Is lawfully residing in the United States and have a valid Social Security number.

If the Eligible Individual is not capable of handling his own affairs due to his age or legal incapacity to contract, an Account Administrator may open an account on behalf of the Eligible Individual. The Account Administrator must be authorized by law or by authentic act to administer the account on behalf of the Account Administrator.

An Account Administrator who is not the Eligible Individual will be required to provide documentation to LOSFA evidencing that person has the legal right to act on behalf of the Eligible Individual as follows:

- If a parent, a copy of the Eligible Individual's birth certificate;
- If an adoptive parent, documentation evidencing the adoption of the Eligible Individual;
- If a custodian, court documents evidencing the appointment of the custodian by a court of law;
- If designated by the Eligible Individual to administer his affairs, documentation evidencing such designation;
- If a juridical entity, documentation evidencing that the eligible individual, or a person authorized to act on his behalf, as indicated above, has designated the juridical entity to act on his behalf for purposes of a LA ABLÉ Account Program account.

IV. *Amend Section 19 of the Disclosure Booklet to read as follows:*

19. An account owner can save up to \$15,000 per year or with help from family and friends. You may not deposit more than this in a LA ABLÉ Account Program account in any calendar year, unless funds are rolled over into the account from another qualified ABLÉ plan. If funds are rolled over into a LA ABLÉ Account from an eligible 529 college savings plan account, the \$15,000 annual contribution limit applies.

V. *Amend Section 102 of the Disclosure Booklet to read as follows*

102. You can make Deposits to a LA ABLÉ Account Program account by transferring funds from another state's 529a Qualified ABLÉ Program or from a 529 Qualified College Savings Plan. This transaction is known as a "Rollover." Not more than once every twelve (12) months, you may rollover assets from an account in another state's IRC 529a Qualified ABLÉ Program to a LA ABLÉ Account for the same Eligible Individual, without penalty or federal income tax consequences. You may also rollover funds from an account in another state's IRC 529a Qualified ABLÉ Program to a LA ABLÉ Account at any time without penalty or federal income tax consequences when you change Beneficiaries, provided that the new Eligible Individual is a Member of the Family of the previous Eligible Individual. The transfer of funds from another state's IRC 529a Qualified ABLÉ Program to a LA ABLÉ Account that does not meet these criteria may not qualify as a Rollover under IRC Section 529a, and may be subject to federal income tax, a Federal Additional Tax of ten percent (10%) of earnings, and possibly state tax. Please consult your tax or investment adviser for more information.

If the account from which the funds are rolled over is from another qualified ABLÉ program, the rollover amount should be the entire balance of that ABLÉ account since an account owner cannot have more than one ABLÉ account. If the account from which the funds are rolled over is a qualified 529 college savings plan, the rollover amount combined with any other deposits made during the calendar year of the rollover must not exceed the annual \$15,000 contribution limit. If such a rollover does exceed the \$15,000 annual contribution limit, the account owner may be subject to federal income tax, a federal tax penalty of ten percent (10%) of earnings, and possibly state tax. Please consult your tax or investment adviser for more information.

VI. *Amend Section 103 of the Disclosure Booklet to read as follows:*

103. Incoming Rollovers can be direct or indirect. Direct Rollovers involve the transfer of money from one 529a Qualified ABLE Program or from a 529 Qualified College Savings Plan directly to an ABLE plan. Indirect Rollovers involve the transfer of money from an account in another state's 529a Qualified ABLE Program or from a 529 Qualified College Savings Plan to the Account Administrator, who then contributes the money to a LA ABLE Account. To avoid penalties and federal income tax consequences, money received by an Account Administrator from an indirect Rollover must be Deposited in a 529a Qualified ABLE Program account within sixty (60) days of the Refund. You should be aware that not all states permit direct Rollovers of funds from 529a Qualified ABLE Programs. Additionally, there may be state income tax consequences (and in some cases state-imposed penalties or fees) resulting from a rollover out of another state's 529a Qualified ABLE Program.

If the account from which the funds are rolled over is from another qualified ABLE program, the rollover amount should be the entire balance of that ABLE account since an account owner cannot have more than one ABLE account. If the account from which the funds are rolled over is a qualified 529 college savings plan, the rollover amount combined with any other deposits made during the calendar year of the rollover must not exceed the annual \$15,000 contribution limit. If such a rollover does exceed the \$15,000 annual contribution limit, the account owner may be subject to federal income tax, a federal tax penalty of ten percent (10%) of earnings, and possibly state tax. Please consult your tax or investment adviser for more information.

VII. *Amend the definition of Account Administrator in Appendix B of the Disclosure Booklet to read as follows:*

Account Administrator or **you** refers to the person(s) who completes the LA ABLE Account Program Account Application, whether on his own behalf or on behalf of an Eligible Individual.

VIII. *Amend the definition of Person in Appendix B of the Disclosure Booklet to read as follows:*

Person is a human being or a juridical entity.

IX. *Amend the definition of Rollover in Appendix B of The Disclosure Booklet to read as follows:*

Rollover refers to any transfer of funds that involves a change in Eligible Individual and is (i) between LA ABLE Accounts, (ii) from an account established in another state's Qualified ABLE Program to a LA ABLE Account, (iii) from a LA ABLE Account to an account in another state's Qualified ABLE Program, or (iv) from a Qualified College Savings Program Account to a Qualified ABLE Program account; provided that, in the case of a Rollover involving an account in another state's Qualified ABLE Program, as described in (ii) and (iii) above, the Rollover need not involve a change in Eligible Individual, as long as the Rollover does not occur within twelve (12) months from the date of a previous Rollover from any Qualified ABLE Program to any other Qualified ABLE Program for the same Eligible Individual. If the Rollover involves a change in Eligible Individual, the new Eligible Individual must be a Member of the Family of the replaced Eligible Individual.

X. *Replace Appendix A, Appendix D, and Appendix E in their entirety with the following:*

APPENDIX A: PARTICIPATION AGREEMENT

In return for a LA ABLE Account, I agree, represent and warrant to the Louisiana Tuition Trust Authority (“**LATTA**”) as set forth below. Each capitalized term used but not defined in this Participation Agreement has the meaning that term has in the Disclosure Booklet.

A. General:

1. I understand and agree that this Participation Agreement is subject to and incorporates by reference the Disclosure Booklet, the LA ABLE Account Program statutes, and LATTA rules implementing the statutes, as modified from time to time.
2. I understand that the Louisiana Office of Student Financial Assistance (“**LOSFA**”) manages the program on a day-to-day basis under the direction of LATTA.
3. I have received, read and understand the LA ABLE Account Program Disclosure Booklet. I understand that this Participation Agreement shall become effective upon the opening of my LA ABLE Account on the records of LOSFA.
4. I certify that I am opening a LA ABLE Account to provide funds for the Qualified Disability Expenses of an Eligible Individual.
5. I understand that pursuant to federal and Louisiana law, any Deposit, or portion of a Deposit, made by me for an Eligible Individual will be rejected and returned to the extent that the amount of the Deposit would cause the total LA ABLE Account balance to exceed the Maximum Allowable Account Balance.
6. I recognize that the investment of Deposits and of investment returns in a LA ABLE Account involves certain risks and I have taken into consideration and understand the risk factors related to these investments.
7. I understand that neither I nor the Eligible Individual is, or will be, permitted to exercise any investment direction over my LA ABLE Account other than my allocation of the moneys to a fund or funds selected by the State Treasurer, as provided in the Disclosure Booklet.
8. I understand and acknowledge that neither Deposits nor investment returns allocated to my LA ABLE Account are guaranteed or insured by any person or entity, including but not limited to, the State of Louisiana, LATTA, LOSFA, the Louisiana State Treasurer, The Vanguard Group and its subcontractors and affiliates, any vendors, contractors, investment advisors, or investment managers selected or approved by LATTA or any agents, representatives or successors of the foregoing.
9. I understand and acknowledge that with respect to each investment fund there is no guarantee or commitment whatsoever from the State of Louisiana, LATTA, LOSFA, the Louisiana State Treasurer or any other person or entity that the Deposits and investment returns in a LA ABLE Account will be sufficient to cover the Qualified Disability Expenses of the Eligible Individual.
10. I understand that the Louisiana State Treasurer may change the Investment Funds offered by the LA ABLE Account Program from time to time.
11. (The following sentence is applicable to persons executing this Participation Agreement in a representative capacity.) I have full power and authority to enter into and perform this Participation Agreement on behalf of the individual named above as Account Owner.
12. I understand and acknowledge that I have not been advised by the State of Louisiana, LATTA, LOSFA or any other person or entity to invest, or to refrain from investing, in a particular fund.
13. I understand that I may cancel this Participation Agreement at any time. I understand that this may be accomplished by:

- a. Requesting a Disbursement of all the funds in the LA ABLÉ Account, if the amount requested does not exceed the total Qualified Disability Expenses of the Eligible Individual; or
 - b. Submitting a written request for termination of the LA ABLÉ Account and a Refund (Non-Qualified Distribution), in which case the penalties referenced in paragraph B of this Participation Agreement may apply.
- B. Penalties and Fees. I understand and agree that a Refund from my LA ABLÉ Account will be subject to:
1. the Federal Additional Tax of ten percent (10%) of the earnings portion of a Non-Qualified Distribution that is payable through the Account Owner's federal income tax return to the United States Treasury, unless the Refund was made on account of the death of the Eligible Individual if paid to the Eligible Individual's estate;
 2. federal income tax on earnings;
 3. Louisiana income tax on earnings; and
 4. loss of interest earned, if my LA ABLÉ Account is terminated within one (1) year of the date it was opened.
- C. I acknowledge that the rate of the Federal Additional Tax and the State tax consequences for Refunds may change.
- D. I acknowledge and agree that the LA ABLÉ Account may be subject to other fees, charges or penalties in the future, if imposed by LATTA.
- E. Necessity of Qualification. I understand that the LA ABLÉ Account Program is intended to be a Qualified ABLÉ Program under IRC Section 529a and to achieve favorable State tax treatment under Louisiana law. I agree that LATTA may make changes to the LA ABLÉ Account Program and this Participation Agreement at any time if it is determined that such changes are necessary for the continuation of the federal income tax treatment provided by IRC Section 529a or the favorable State tax treatment provided by Louisiana law, or any similar successor legislation.
- F. Rules and Regulations. The LA ABLÉ Account and this Participation Agreement are subject to future changes to the Disclosure Booklet and to such rules and regulations as LATTA may promulgate in accordance with State law.
- G. Indemnity. I understand that the establishment of a LA ABLÉ Account will be based upon my agreements, representations and warranties set forth in this Participation Agreement. I, or if it is determined I am not an authorized agent of the Account Owner and the Account Owner does not ratify my actions, agree to indemnify and hold harmless the State of Louisiana, LATTA, LOSFA, The Vanguard Group and its subcontractors and affiliates, any vendors, contractors, investment advisors or investment managers selected or approved by LATTA, and any agents, representatives, or successors of any of the foregoing, from and against any and all loss, damage, liability or expense, including reasonable attorney's fees, that any of them may incur by reason of, or in connection with, any misstatement or misrepresentation made by me on the Account Application or otherwise with respect to a LA ABLÉ Account, and any breach by me of any of the agreements, representations or warranties contained in this Participation Agreement. All of my agreements, representations and warranties shall survive the termination of this Participation Agreement.
- H. Binding Nature; Third-Party Beneficiaries. This Participation Agreement shall survive my death and shall be binding upon a successor Account Administrator, my personal representatives, heirs, successors and assigns. The Program Managers are third-party beneficiaries of my agreements, representations and warranties in this Participation Agreement.
- I. Amendment and Termination. At any time, and from time to time, LATTA may amend this

Participation Agreement or the Disclosure Booklet, or the LA ABLÉ Account Program may be suspended or terminated, but except as permissible under applicable law, the LA ABLÉ Account may not thereby be diverted from the exclusive benefit of the Eligible Individual or from my control.

- J. Governing Law and Venue for Disputes. This Participation Agreement is governed by Louisiana law and any action arising under this Agreement shall be brought in the Parish of East Baton Rouge, State of Louisiana.

APPENDIX D: PROGRAM FEE DISCLOSURE

(As of April 2, 2018 - Fees/costs are subject to change at any time.)

TABLE 1 - FEES

Investment	Ticker Symbol	Investment Distribution ¹	Annual Asset-Based Fees						Additional Investor Expenses	
			Underlying Fund Expenses ²	Program Manager Fee	State Fee	Misc. Fees	Annual Distribution Fee	Total Annual Asset-Based Fees	Maximum Initial Sales Charge	Annual Account Maintenance Fee
Short Term Liquidity										
Vanguard Federal Money Market Fund Investor Shares	VMFXX	100%	0.11% 12/22/17	0%	0%	0%	0%	0.11%	\$0.00	\$0.00
Short to Intermediate Term Income										
Vanguard Short-Term Bond Index Fund Admiral Shares	VBIRX	100%	0.07% (4/26/17)	0%	0%	0%	0%	0.07%	\$0.00	\$0.00
Vanguard Intermediate-Term Bond Index Fund Admiral Shares	VBILX	100%	0.07% (4/26/17)	0%	0%	0%	0%	0.07%	\$0.00	\$0.00
Long Term Investment										
Vanguard LifeStrategy Growth Fund Investor Shares	VASGX	100%	0.14% (2/22/18)	0%	0%	0%	0%	0.14%	\$0.00	\$0.00
Vanguard LifeStrategy Moderate Growth Fund Investor Shares	VSMGX	100%	0.13% (2/22/18)	0%	0%	0%	0%	0.13%	\$0.00	\$0.00
Vanguard LifeStrategy Conservative Growth Fund Investor Shares	VSCGX	100%	0.12% (2/22/18)	0%	0%	0%	0%	0.12%	\$0.00	\$0.00
Vanguard LifeStrategy Income Fund, Investor Shares	VASIX	100%	0.11% (2/22/18)	0%	0%	0%	0%	0.11%	\$0.00	\$0.00

- 1 The account owner selects a fund or funds from the above list and specifies the amount of their deposit to be invested in the selected fund(s), with 100% of the designated funding invested in the fund(s) as specified.
- 2 The "Underlying Fund Expenses" are not charged directly to ABLE Accounts; however, the fee is deducted from the total funds invested in this equity investment and reduces the value of the ABLE Program units owned by the Account Owner.

Approximate Cost of \$10,000 Investment:

The ABLE Program does not charge an Account Owner any fees for opening or maintaining an ABLE Account. The State of Louisiana and LOSFA, through funds generated by administering the federal student loan program for Louisiana, pay most of the costs of the ABLE Program; however, the investment management fees charged by The Vanguard Group for the program's investments in Vanguard mutual funds are deducted from the total funds invested in a specific mutual fund thereby reducing the total funds invested in that mutual fund and reducing the value of the ABLE Program units owned by the Account Owner.

Table 2, below, compares the approximate cost of investment management fees to the ABLE Program over different periods of time. The actual cost may be higher or lower. The table is based on the following assumptions:

- A \$10,000 investment for the time periods shown.
- A 5% annually compounded rate of return on the amount invested throughout the period.
- The investment management fee is prorated by 365 days and deducted on a daily basis based on the value of the total amount invested in the fund. (Example: The investment management fee for the Vanguard Federal Money Market Index Fund is 0.11% that is prorated by 365 days to be 0.0003014% per day).
- All units are disbursed at the end of the period shown for payment of qualified expenses. (The table does not consider the impact of any potential state or federal taxes on a partial or total redemption of the amount invested.)
- Total annual asset-based fees remain the same as those shown in Table 1.
- There is no annual maintenance fee.

TABLE 2 - PURCHASE AND INVESTMENT MANAGEMENT FEES BASED ON A \$10,000 INVESTMENT

Investment Funds	Ticker Symbol	Investment Distribution ¹	One Time Purchase Fee	One Year	Three Years	Five Years	Ten Years
Short Term Liquidity							
Vanguard Federal Money Market Fund Investor Shares	VMFXX	100%	\$0	\$11.28	\$35.60	\$62.48	\$142.71
Short to Intermediate Term Income							
Vanguard Short-Term Bond Index Fund Admiral Shares	VBIRX	100%	\$0	\$7.18	\$22.66	\$39.76	\$90.81
Vanguard Intermediate-Term Bond Index Fund Admiral Shares	VBILX	100%	\$0	\$7.18	\$22.66	\$39.76	\$90.81
Long Term Investment							
Vanguard LifeStrategy Growth Fund Investor Shares	VASGX	100%	\$0	\$14.35	\$45.31	\$79.52	\$181.63
Vanguard LifeStrategy Moderate Growth Fund Investor Shares	VSMGX	100%	\$0	\$13.33	\$42.07	\$73.84	\$168.65
Vanguard LifeStrategy Conservative Growth Fund Investor Shares	VSCGX	100%	\$0	\$12.30	\$38.84	\$68.16	\$155.68
Vanguard LifeStrategy Income Fund Investor Shares	VASIX	100%	\$0	\$11.28	\$35.60	\$62.48	\$142.71

¹ The account owner selects a fund or funds from the above list and specifies the amount of their deposit to be invested in the selected fund(s), with 100% of the designated funding invested in the fund(s) as specified.

TABLE 3 - SALES CHARGES:

START Savings Program Amount Invested	Up-Front Sales Charge Percent	B Units sold within Year	Deferred Sales Charge
Any Amount	0%	Any Number	0%

There are no deferred sales charges on ABLÉ Accounts.

TABLE 4 - POSSIBLE ADDITIONAL FEES:

	Percent	Dollars
Application Fee	0%	\$0
Cancellation Fee	0%	\$0
Change in Beneficiary	0%	\$0
Change in Investments	0%	\$0
Other Charges	0%	\$0

There are no additional fees or expenses deducted from each ABLÉ Account or paid directly by the investor

APPENDIX E: PERFORMANCE CHARTS

TABLE 5 - AVERAGE ANNUAL RETURNS

As of March 31, 2018^{1, 2}

Vanguard Funds ^{1,2}	1 Year	3 Year	5 Year	10 Year	Since Inception (Inception Date)	Annual Total Return 2017
Vanguard LifeStrategy Income Fund (VASIX)	4.25%	2.97%	3.85%	4.21%	6.21% (9-30-1994)	6.98%
Vanguard LifeStrategy Conservative Growth Fund (VSCGX)	6.91%	4.53%	5.64%	5.11%	6.92% (9-30-1994)	10.92%
Vanguard LifeStrategy Moderate Growth Fund (VSMGX)	9.60%	6.03%	7.38%	6.01%	7.68% (9-30-1994)	15.04%
Vanguard LifeStrategy Growth Fund (VASGX)	12.28%	7.44%	9.07%	6.60%	8.16% (9-30-1994)	19.21%
Vanguard Federal Money Market Fund (VMFXX)	1.02%	0.49%	0.30%	0.35%	4.23% (7-13-1981)	0.81%
Vanguard Short-Term Bond Index Fund, Admiral Shares (VBIRX)	0.17%	0.69%	0.86%	2.03%	2.83% (11-12-2001)	1.18%
Vanguard Intermediate-Term Bond Index Fund, Admiral Shares (VBILX)	0.51%	1.14%	1.76%	4.45%	4.89% (11-12-2001)	3.85%

¹ Updated performance information is available online at www.able.osfa.la.gov.

² The performance data shown represents past performance. Past performance is not a guarantee of future results. Investment returns and principal value will fluctuate, so that investors' units (shares), when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data cited.