



EdvestSM

**WISCONSIN'S COLLEGE
SAVINGS PLAN**

(A Fiduciary Fund of the State of Wisconsin)

Annual Report

June 30, 2022



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**WISCONSIN'S COLLEGE
SAVINGS PLAN**

(A Fiduciary Fund of the State of Wisconsin)

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Report of Independent Auditors

To the Wisconsin College Savings Program Board

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Edvest College Savings Plan, which comprise the statement of fiduciary net position as of June 30, 2022, and the related statement of changes in fiduciary net position for the year then ended, including the related notes, which collectively comprise the Edvest College Savings Plan's basic financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the fiduciary net position of the Edvest College Savings Plan as of June 30, 2022, and the changes in its fiduciary net position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Edvest College Savings Plan 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Edvest College Savings Plan'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.



Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 US 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 financial statements.

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

We are required to communicate with 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.

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the accompanying management's discussion and analysis on pages 4 through 7 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* who considers it 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 supplemental 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 because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Edvest College Savings Plan's basic financial statements. The supplemental information on pages 21 through 25 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplemental 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. The supplemental 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 supplemental information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 31, 2022 on our consideration of the Edvest College Savings Plan's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant 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 Edvest College Savings Plan's internal control over financial reporting and compliance.

PricewaterhouseCoopers LLP

Charlotte, NC
August 31, 2022



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WISCONSIN'S COLLEGE
SAVINGS PLAN

(A Fiduciary Fund of the State of Wisconsin)

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)
June 30, 2022**

As Plan Manager of the Edvest College Savings Plan (the Plan) offered by the state of Wisconsin (the State), TIAA-CREF Tuition Financing, Inc. (TFI) offers this discussion and analysis of the Plan's financial performance for the year ended June 30, 2022, with comparative information for the year ended June 30, 2021. Readers should consider the information presented in this section in conjunction with the Plan's financial statements and notes to the financial statements (collectively, "the basic financial statements"). Readers may also find useful the supplementary information on pages 21 through 30, which provides information about the activities and balances attributable to each investment portfolio offered to account owners.

This report consists of three parts: Management's Discussion and Analysis (this section), the basic financial statements, and supplementary schedules detailing balances and transactions attributable to each investment portfolio. The basic financial statements consist of a Statement of Fiduciary Net Position, a Statement of Changes in Fiduciary Net Position, and Notes to Financial Statements that explain some of the information in the financial statements and provide more detailed information.

Financial Highlights

The following table summarizes returns (net of fees) posted by each investment portfolio during the years ended June 30, 2022 and 2021:

	<u>Year Ended June 30, 2022</u>	<u>Year Ended June 30, 2021</u>		<u>Year Ended June 30, 2022</u>	<u>Year Ended June 30, 2021</u>
<u>Enrollment Year Investment Portfolios</u>			<u>Multi-Fund Investment Portfolios</u>		
2038/2039 Enrollment Portfolio	(13.50%)	0.00% ⁽²⁾	Index-Based Aggressive Portfolio	(13.82%)	32.33%
2036/2037 Enrollment Portfolio	(13.53%)	32.26%	Index-Based Moderate Portfolio	(11.91%)	20.82%
2034/2035 Enrollment Portfolio	(13.24%)	31.64%	Index-Based Conservative Portfolio	(6.36%)	9.01%
2032/2033 Enrollment Portfolio	(12.76%)	29.80%	Active-Based Aggressive Portfolio	(11.97%)	34.72%
2030/2031 Enrollment Portfolio	(12.24%)	27.48%	Active-Based Moderate Portfolio	(10.77%)	22.81%
2028/2029 Enrollment Portfolio	(11.47%)	24.17%	Active-Based Conservative Portfolio	(5.99%)	10.35%
2026/2027 Enrollment Portfolio	(10.27%)	20.89%	Balanced Portfolio	(12.64%)	27.46%
2024/2025 Enrollment Portfolio	(8.45%)	17.97%	International Equity Index Portfolio	(18.90%)	33.48%
2022/2023 Enrollment Portfolio	(6.11%)	13.14%			
2020/2021 Enrollment Portfolio	N/A	8.70% ⁽¹⁾	<u>Single Fund Investment Portfolios</u>		
In School Portfolio	(4.53%)	7.45%	Small-Cap Index Portfolio	(25.19%)	62.00%
			U.S. Equity Active Portfolio	(11.24%)	47.00%
<u>Stable Principal Investment Portfolios</u>			Large-Cap Stock Index Portfolio	(10.70%)	40.60%
Cash Equivalents and Bank CD Portfolio	0.04% ⁽³⁾	0.05%	Social Choice Portfolio	(14.51%)	43.49%
Principal Plus Interest Portfolio	1.15%	1.62%	Bond Index Portfolio	(10.52%)	(0.55%)

(Continued)

No assurance is provided on the information in management's discussion and analysis.



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MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2022

Financial Highlights (*Continued*)

- ⁽¹⁾ Effective June 11, 2021, the 2020/2021 Enrollment Portfolio was discontinued, and existing account owner balances were transferred to the already existing In School Portfolio. The returns for the 2020/2021 Enrollment Portfolio are for the period from July 1, 2020 through June 11, 2020 (see previous page).
- ⁽²⁾ Effective June 11, 2021, the 2038/2039 Enrollment Portfolio was added to the Plan as an additional Enrollment Year Investment Portfolio. The returns for the 2038/2039 Enrollment Portfolio are for the period from June 11, 2021 through June 30, 2021 (see previous page).
- ⁽³⁾ Effective May 13, 2022, the Cash Equivalents and Bank CD Portfolio was discontinued, and existing account owner balances were transferred to the already existing Principal Plus Interest Portfolio. The returns for the Cash Equivalents and Bank CD Portfolio are for the period from July 1, 2021 through May 13, 2022 (see previous page).

The Plan received \$94.3 million and \$123.2 million in net subscriptions during the years ended June 30, 2022 and 2021, respectively.

During the year ended June 30, 2022, the Plan experienced a net investment loss of a \$486.7 million, resulting from a \$611.9 million net decrease in the fair value of investments, which was somewhat offset by \$125.2 million in interest and dividends. During the year ended June 30, 2021, the Plan earned \$850.8 million in net investment income, resulting from \$83.5 million in interest and dividends and a \$767.3 million net increase in the fair value of investments.

Plan Manager fees incurred during the years ended June 30, 2022 and 2021 totaled \$3.1 million and \$2.9 million, respectively. These fees are calculated on the average net position in each investment portfolio and are paid to the Plan Manager for performing administrative, marketing, and other services with respect to the Plan. The State is entitled to collect a State administrative fee; however, the Wisconsin College Savings Program Board (the Board) has waived the State administrative fee through October 29, 2023.

Overview of the Basic Financial Statements

The Plan is included in the financial reporting entity of the State as a fiduciary fund. Fiduciary fund reporting is used to account for resources held for the benefit of parties outside the governmental entity.

The Plan's basic financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) prescribed by the Governmental Accounting Standards Board (GASB), as applicable to fiduciary funds. Accordingly, the Plan's basic financial statements are prepared using the economic resources measurement focus and accrual basis of accounting.

No assurance is provided on the information in management's discussion and analysis.



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MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

June 30, 2022

Overview of the Basic Financial Statements (Continued)

The Statement of Fiduciary Net Position presents information on the Plan's assets and liabilities, with the difference between the two reported as fiduciary net position. The Statement of Changes in Fiduciary Net Position presents information showing how the Plan's fiduciary net position changed during the period presented. Changes in fiduciary net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal years.

The Plan's assets are invested in mutual funds and funding agreements issued by TIAA-CREF Life Insurance Company. Mutual funds are reported at fair value, and the funding agreements are reported at cost. All investment transactions are reported on a trade-date basis. Changes in the reported fair value of mutual funds resulting from realized and unrealized gains and losses are reported as "net increase (decrease) in the fair value of investments." Dividends and capital gain distributions are reported on the ex-dividend date. Contributions are recognized when received, provided enrollment in the Plan has been successfully completed, and withdrawals are recognized when the withdrawal request has been received and approved for payment. Plan fees accrue daily.

Financial Analysis

Fiduciary Net Position

The following are condensed Statements of Fiduciary Net Position as of June 30, 2022 and 2021:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Total Assets	\$ 4,276,372,808	\$ 4,672,435,282
Total Liabilities	<u>1,937,365</u>	<u>2,467,399</u>
Fiduciary Net Position	<u>\$ 4,274,435,443</u>	<u>\$ 4,669,967,883</u>

Fiduciary net position represents cumulative contributions since the Plan's inception, increased or decreased by net investment income or losses, and decreased by withdrawals and expenses.

The Plan's investments comprise over 99% of the Plan's total assets. Other assets typically consist of receivables from securities sold, accrued interest receivable, and cash resulting from contributions that have not yet been invested in accordance with account owners' instructions or withdrawal requests that have not yet been distributed as directed by account owners. Liabilities typically consist of payables for securities purchased, payables for withdrawals, income distribution payables, and accrued Plan Manager fees.

No assurance is provided on the information in management's discussion and analysis.



**MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)
June 30, 2022**

Financial Analysis (Continued)

Changes in Fiduciary Net Position

The following are condensed Statements of Changes in Fiduciary Net Position for the years ended June 30, 2022 and 2021:

	<u>Year Ended June 30, 2022</u>	<u>Year Ended June 30, 2021</u>
Additions		
Subscriptions ⁽¹⁾	\$ 787,086,856	\$ 800,066,045
Income reinvestments	32,783	49,822
Net investment (loss) income	<u>(486,724,546)</u>	<u>850,800,939</u>
Total Additions	<u>300,395,093</u>	<u>1,650,916,806</u>
Deductions		
Redemptions ⁽²⁾	(692,824,482)	(676,844,028)
Income distributions	(20,683)	(46,430)
Plan Manager fee	<u>(3,082,368)</u>	<u>(2,906,379)</u>
Total Deductions	<u>(695,927,533)</u>	<u>(679,796,837)</u>
(Decrease) Increase in Net Position	(395,532,440)	971,119,969
Fiduciary Net Position - Beginning of Year	<u>4,669,967,883</u>	<u>3,698,847,914</u>
Fiduciary Net Position - End of Year	<u>\$ 4,274,435,443</u>	<u>\$ 4,669,967,883</u>

⁽¹⁾ Subscriptions include contributions, exchanges between investment portfolios, and transfers of account balances from one account to another.

⁽²⁾ Redemptions include withdrawals, exchanges between investment portfolios, and transfers of account balances from one account to another.

Recent Developments

The market disruptions associated with current geopolitical events have had a global impact, and uncertainty exists as to their implications. Such disruptions can adversely affect assets and thus performance of the investment portfolios; at this time, an aggregate effect on assets and performance cannot be reasonably estimated. Management is continuing to monitor these developments and evaluate other impacts they may have on the investment portfolios.

No assurance is provided on the information in management's discussion and analysis.



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STATEMENT OF FIDUCIARY NET POSITION
June 30, 2022

ASSETS

Investments	\$	4,274,447,866
Cash		1,775,720
Receivables from securities sold		149,222
Total Assets		<u>4,276,372,808</u>

LIABILITIES

Accrued Plan Manager fee		235,254
Payables for securities purchased		644,360
Withdrawals payable		1,057,751
Total Liabilities		<u>1,937,365</u>

NET POSITION HELD IN TRUST FOR
ACCOUNT OWNERS AND BENEFICIARIES

\$ 4,274,435,443

See accompanying notes to financial statements.



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STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year Ended June 30, 2022

ADDITIONS

Subscriptions	\$ 787,086,856
Income reinvestments	32,783
Investment income (loss):	
Interest	7,747,986
Dividends	117,458,150
Net decrease in the fair value of investments	(611,930,682)
Total net investment loss	<u>(486,724,546)</u>
Total Additions	<u>300,395,093</u>

DEDUCTIONS

Redemptions	692,824,482
Income distributions	20,683
Plan Manager fees	3,082,368
Total Deductions	<u>695,927,533</u>

CHANGES IN NET POSITION

(395,532,440)

**NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND
BENEFICIARIES, BEGINNING OF YEAR**

4,669,967,883

**NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND
BENEFICIARIES, END OF YEAR**

\$ 4,274,435,443

See accompanying notes to financial statements.



(A Fiduciary Fund of the State of Wisconsin)

NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 1: ORGANIZATION AND NATURE OF OPERATIONS

The Edvest College Savings Plan (the Plan) is one of two education savings plans offered under the Wisconsin College Savings Program (the Program), which provides a tax-advantaged way to help people save for the costs of education. The Program is administered by the State of Wisconsin (the State). The Wisconsin Department of Financial Institutions (the Department) and the Wisconsin College Savings Program Board (the Board), which is attached to the Department, provide oversight for the Program. Assets of the Plan are held in the Wisconsin Savings Program Trust (the Trust). The Plan is intended to meet the requirements of a qualified tuition program under Section 529 of the Internal Revenue Code (the Code).

Wisconsin law permits the Department to contract for services necessary for the administration of the Plan. TIAA-CREF Tuition Financing, Inc. (TFI), a wholly owned, direct subsidiary of Teachers Insurance and Annuity Association of America (TIAA), and the Department have entered into a management agreement under which TFI serves as Plan Manager (Plan Manager), providing certain services to the Plan. TIAA-CREF Individual & Institutional Services, LLC (Services), a wholly owned, direct subsidiary of TIAA, serves as the primary distributor and underwriter for the Plan and provides certain services in furtherance of TFI's marketing effort for the Plan. Services is registered as a broker-dealer under the Securities Exchange Act of 1934 and is a member of the Financial Industry Regulatory Authority.

Account owners may invest their contributions in one or more investment portfolios. The Plan offers eight Multi-Fund Investment Portfolios, five Single Fund Investment Portfolios, and prior to May 13, 2022, two Stable Principal Investment Portfolios. Effective May 13, 2022, assets in the Cash Equivalents and Bank CD Portfolio were liquidated into the already existing Principal Plus Interest Portfolio. These investment portfolios allow account owners to choose their own investment strategy based on their risk tolerance and time horizon. The Plan also offers ten Enrollment Year Investment Portfolios based on the anticipated year of enrollment of the beneficiary in an eligible educational institution. The Enrollment Year Investment Portfolios seek to match their respective risk levels to investment time horizons with asset allocations becoming increasingly more conservative as the beneficiary enrollment year approaches. Each investment portfolio, along with underlying asset allocations and fees, as approved by the Board, are described in the current Edvest College Savings Plan Description and Participation Agreement (the Plan Description).



(A Fiduciary Fund of the State of Wisconsin)

NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 1: ORGANIZATION AND NATURE OF OPERATIONS (Continued)

Each investment portfolio invests in one or more open-end mutual funds and funding agreements based on an asset allocation strategy approved by the Board. The funding agreements are issued by TIAA-CREF Life Insurance Company (TIAA Life), which is an affiliate of TFI, to the Trust as policyholder on behalf of the Plan. The funding agreements provide a minimum guaranteed rate of return and allow for the possibility that additional interest may be credited periodically by TIAA Life. Together, the mutual funds and the funding agreements are referred to as “the Underlying Funds.”

The Plan is included in the reporting entity of the State as a fiduciary fund. Assets are held in trust for account owners and beneficiaries and cannot be used to support other governmental programs. These basic financial statements present only the balances and transactions attributable to the Plan, and do not include any balances or transactions attributable to the other education savings plans offered under the Program. As such, these basic financial statements are not intended to, and do not, present fairly the financial position or changes in financial position of the Program, the Trust, or any other fiduciary funds of the State.

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 Plan’s basic financial statements are prepared using the flow of economic resources measurement focus and accrual basis of accounting. U.S. GAAP requires the use of estimates made by management and the evaluation of subsequent events. Actual results may differ from those estimates.

(b) Investment Valuation

Accounting standards categorize fair value measurements according to a hierarchy that is based on valuation inputs 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 prices that are observable for an asset, either directly or indirectly. Level 3 inputs are unobservable and may include subjective assumptions in determining the fair value of investments.



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NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

(b) Investment Valuation (Continued)

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The mutual funds in which the Plan invests are reported at fair value, based on the net asset value per share at the close of the New York Stock Exchange (NYSE). These mutual funds are categorized in Level 1 of the fair value hierarchy.

The funding agreements are non-participating, interest-earning investment contracts and are accounted for at cost. Because the funding agreements are valued at cost, they are not categorized according to the fair value hierarchy.

(c) Investment Transactions

Investment transactions are accounted for as of the trade date for financial reporting purposes. Interest income is recorded as earned. Dividend income and capital gain distributions from mutual funds are recorded on the ex-dividend date. Net realized and unrealized gains (losses) are included in "net increase (decrease) in the fair value of investments."

(d) Cash

Cash includes contributions received that have not yet been invested in Underlying Funds and/or redemption proceeds from Underlying Funds for withdrawals that have not yet been distributed in accordance with account owners' instructions. Cash deposits are covered up to applicable limits of insurance available through the Federal Deposit Insurance Corporation (FDIC). Deposits in excess of FDIC limits are not collateralized or subject to supplemental insurance.



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NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Subscriptions

Subscriptions include contributions to the Plan, as well as exchanges between investment portfolios and transfers between one beneficiary to another or from one account owner to another that result in a reinvestment of assets. Subscriptions result in the issuance of units to account owners. These units are municipal fund securities and are not a direct investment in any mutual fund or the funding agreements. In addition, these units are not insured by the FDIC, the State, the Department, or the Board, nor have they been registered with the Securities and Exchange Commission or any commission of the State.

(f) Redemptions

Redemptions include withdrawals from the Plan directed by account owners, as well as exchanges between investment portfolios and transfers from one beneficiary to another or from one account owner to another that result in a redemption and subsequent reinvestment of assets.

(g) Unit Value

The beneficial interests attributable to each account owner in the investment portfolios are represented by Plan units. Subscriptions and redemptions are recorded upon receipt of account owners' instructions in good order, based on the next determined net asset value per unit (Unit Value), as defined in the current Plan Description. Unit Values for each investment portfolio are determined at the close of business of the NYSE. The Unit Value of each investment portfolio is computed by dividing the investment portfolio's assets minus its liabilities by the number of outstanding units of such investment portfolio. There are no distributions of interest, dividends, or net investment income or losses directly to account owners or beneficiaries, except as disclosed in Note 2(h) regarding account owners that were invested in the Cash Equivalents and Bank CD Portfolio. Interest, dividends, and net investment income (losses) resulting from the Underlying Funds are reflected as increases (decreases) in the Unit Value.

(h) Income Reinvestments and Distributions

During the period from July 1, 2021 through May 13, 2022, interest and dividends earned on certificates of deposits and the money market mutual fund that comprised the Cash Equivalents and Bank CD Portfolio were allocated to account owners through distributions of income that resulted in the issuance of additional units to those account owners. Effective May 13, 2022, the Cash Equivalents and Bank CD Portfolio closed and liquidated into the Principal Plus Interest Portfolio.



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NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

(i) Income Taxes

The Plan is designed to constitute a qualified tuition program under Section 529 of the Code and is exempt from federal and state income tax. The Plan has not engaged in any activities that would subject the Plan to unrelated business income tax.

(j) Guarantees and Indemnifications

Under the Plan's organizational documents, each officer, employee, or other agent of the Plan (including TFI) is indemnified against certain liabilities that may arise out of performance of their duties to the Plan. Additionally, in the normal course of business, the Plan enters into contracts that contain a variety of indemnification clauses. The Plan's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Plan that have not yet occurred. However, the Plan has not had prior claims or losses pursuant to these contracts, and management of the Plan expects the risk of loss to be remote.

NOTE 3: INVESTMENTS

(a) Investments by Type

At June 30, 2022, the Plan's investments consist of the following:

	<u>Units</u>	<u>Cost</u>	<u>Value</u>
Mutual Funds (at fair value):			
TIAA-CREF Equity Index Fund	38,145,886	\$ 857,837,924	\$ 1,029,557,476
TIAA-CREF International Equity Index Fund	18,094,781	336,625,321	335,296,283
TIAA-CREF Emerging Markets Equity Index Fund	8,360,880	91,845,014	87,454,801
TIAA-CREF Real Estate Securities Fund	451,032	8,055,176	8,186,230
TIAA-CREF Bond Index Fund	72,925,049	840,447,227	721,228,730
TIAA-CREF Inflation-Linked Bond Fund	945,597	11,292,251	10,562,323
TIAA-CREF High-Yield Fund	918,145	8,608,035	7,436,973
T. Rowe Price Institutional Floating Rate Fund	9,521,542	91,489,558	86,455,604
DFA U.S. Core Equity 1 Portfolio	3,869,042	96,202,681	113,827,201
DFA Large Cap International Portfolio	1,288,339	28,170,013	28,665,534
DFA Emerging Markets Core Equity Portfolio	343,977	6,966,172	7,240,719
Metropolitan West Total Return Bond Fund	3,216,306	33,927,274	28,785,940

(Continued)



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WISCONSIN'S COLLEGE
SAVINGS PLAN

(A Fiduciary Fund of the State of Wisconsin)

NOTES TO FINANCIAL STATEMENTS
June 30, 2022

NOTE 3: INVESTMENTS (Continued)

(a) Investments by Type (Continued)

	<u>Units</u>	<u>Cost</u>	<u>Value</u>
TIAA-CREF Small-Cap Blend Index Fund	4,806,235	\$ 93,716,815	\$ 94,394,459
TIAA-CREF S&P 500 Index Fund	12,330,505	417,929,710	514,182,069
TIAA-CREF Social Choice Equity Fund	941,800	20,942,776	20,973,890
Vanguard Real Estate Index Fund	4,543,775	96,415,013	90,739,177
Vanguard Short-Term Inflation-Protected Securities Index Fund	8,100,192	205,361,742	200,965,762
Vanguard High-Yield Corporate Fund	28,717,397	152,757,144	146,171,549
Total Mutual Funds		<u>3,398,589,846</u>	<u>3,532,124,720</u>
Funding Agreements (at cost):			
TIAA-CREF Life Funding Agreements	N/A	<u>742,323,146</u>	<u>742,323,146</u>
Total Investments		<u>\$ 4,140,912,992</u>	<u>\$ 4,274,447,866</u>

(b) Funding Agreements

Assets of certain investment portfolios are invested in funding agreements issued by TIAA Life. While account owners may withdraw their funds from the investment portfolios at any time, there are certain restrictions on withdrawals that may be made from the funding agreements.

As policyholder, the Trust may withdraw interest quarterly, provided that notice of intent to withdraw is given not more than 10 days nor less than 5 days prior to the end of the quarter.

In the event that the funding agreements are terminated, the Trust is limited on the amount of withdrawals that may be requested at any one point in time. Withdrawal requests initiated by the Trust totaling more than \$1 million over a 30-day period that are not intended to satisfy account owner withdrawal requests will be paid out over a five-year period, as follows: 20% of the remaining balance will be paid 30 days after the written request is received by TIAA Life, and 25%, 33%, 50%, and 100% of the remaining balance, including accumulated interest, will be paid on each of the four anniversaries of the date the request was received.

The crediting rate on the funding agreements from July 1, 2021 through December 31, 2021 is 1.20%, and the crediting rate from January 1, 2022 through June 30, 2022 is 1.10%.



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NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 3: INVESTMENTS (Continued)

(c) Investment Risk

The mutual funds in which the Plan 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 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 account owner balances and the amounts reported in the Plan's basic financial statements.

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

Investment Policy

The Plan does not have specific investment policies that address credit, interest rate, foreign currency, or custodial credit risk. The Plan's investment portfolios are managed based on specific investment objectives and strategies, which are disclosed in the current Plan Description and related supplements.

Custodial Credit Risk

Custodial credit risk represents the risk that the Plan may not be able to recover the value of investments held by an outside party. Open-end mutual funds are not exposed to custodial credit risk because ownership is not evidenced by a transferable financial instrument.

Credit Risk

Credit risk refers to the ability of the issuer to make timely payments of interest and principal. The mutual funds investing primarily in fixed income securities are subject to credit risk. The mutual funds in which the Plan invests are not rated as to credit quality by a nationally recognized statistical rating organization. The funding agreements are a guaranteed insurance product issued by TIAA Life. While the funding agreements themselves are not rated by a nationally recognized statistical rating organization, TIAA Life has a Standard & Poor's credit rating of AA+ at June 30, 2022.



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June 30, 2022

NOTE 3: INVESTMENTS (Continued)

(c) Investment Risk (Continued)

Interest Rate Risk

Interest rate risk represents the risk that changes in interest rates will adversely affect the fair value of an investment. Mutual funds that invest in fixed income securities indirectly expose the Plan to interest rate risk. As of June 30, 2022, the fair values and the weighted average maturities for the bond funds in which the Plan invests are as follows:

	<u>Fair Value</u>	<u>Weighted Average Maturity</u>
TIAA-CREF Bond Index Fund	\$ 721,228,730	8.7 years
TIAA-CREF Inflation-Linked Bond Fund	\$ 10,562,323	4.8 years
TIAA-CREF High-Yield Fund	\$ 7,436,973	6.3 years
T. Rowe Price Institutional Floating Rate Fund	\$ 86,455,604	4.9 years
Metropolitan West Total Return Bond Fund	\$ 28,785,940	9.2 years
Vanguard Short-Term Inflation-Protected Securities Index Fund	\$ 200,965,762	2.5 years
Vanguard High-Yield Corporate Fund	\$ 146,171,549	6.1 years

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Plan does not have any direct investment in foreign securities; however, certain investment portfolios invest in mutual funds that are exposed to foreign currency risk.

At June 30, 2022, the fair values of investments in mutual funds that invest significantly in foreign securities are as follows:

	<u>Fair Value</u>
TIAA-CREF International Equity Index Fund	\$ 335,296,283
TIAA-CREF Emerging Markets Equity Index Fund	\$ 87,454,801
DFA Large Cap International Portfolio	\$ 113,827,201
DFA Emerging Markets Core Equity Portfolio	\$ 7,240,719



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June 30, 2022

NOTE 4: SUBSCRIPTIONS AND REDEMPTIONS

As explained in Note 2(e) and Note 2(f), subscriptions and redemptions include contributions to the Plan and withdrawals from the Plan as directed by account owners, respectively, as well as exchanges between investment portfolios and transfers from one beneficiary to another or from one account owner to another that result in a reinvestment of assets. Total subscriptions and redemptions during the year ended June 30, 2022 are as follows:

Contributions	\$ 439,567,043
Exchanges and transfers in	<u>347,519,813</u>
Total subscriptions	<u><u>\$ 787,086,856</u></u>
Withdrawals	\$ 345,304,669
Exchanges and transfers out	<u>347,519,813</u>
Total redemptions	<u><u>\$ 692,824,482</u></u>

NOTE 5: PLAN FEES AND UNDERLYING FUND EXPENSES

(a) Plan Fees

Each investment portfolio (with the exception of the Principal Plus Interest Portfolio, which is not charged a fee, and the Cash Equivalents and Bank CD Portfolio, for which the fee was waived until the portfolio closed effective May 13, 2022, and totaled approximately \$47,400) pays to the Plan Manager a fee equal to 0.07% of the average daily net position held in each respective investment portfolio for performing duties specified in the management agreement. The Plan Manager fee will be reduced to 0.06% effective on the first day of the month following the date the Plan assets reach or exceed \$5.0 billion. These Plan Manager fees are reflected in expenses on the Statement of Changes in Fiduciary Net Position.

The State administrative fee is a fee that the Board may collect for its services to the Plan. The Board has waived the State administrative fee through October 29, 2023. If the waiver was no longer in effect, the State administrative fee would be up to 0.10% of the average daily net position held in each investment portfolio (with the exception of the Principal Plus Interest Portfolio, which is not charged a fee). For the year ended June 30, 2022, the State administrative fee waiver totaled \$4,471,944.

The Board reserves the right to change the fees and/or to impose additional fees in the future.



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NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 5: PLAN FEES AND UNDERLYING FUND EXPENSES (Continued)

(b) Underlying Fund Expenses

Expenses related to management of the Underlying Funds reduce the amount of income available for distribution to the Plan. These Underlying Funds expenses are not direct expenses paid from the Plan's assets, and therefore, are not reflected in expenses on the Statement of Changes in Fiduciary Net Position.

NOTE 6: MARKET UNCERTAINTIES

The COVID-19 pandemic continues to impact both domestic and global financial markets. Management of the Plan is unable to accurately predict how the COVID-19 pandemic will continue to impact the Plan, account owner savings behavior, or the volume of withdrawals due to uncertainties surrounding the severity of the disease and the duration of its outbreak.

The market disruptions associated with current geopolitical events have had a global impact, and uncertainty exists as to their implications. Such disruptions can adversely affect assets and thus performance of the investment portfolios; at this time, an aggregate effect on assets and performance cannot be reasonably estimated. Management is continuing to monitor these developments and evaluate other impacts they may have on the investment options.

NOTE 7: SUBSEQUENT EVENTS

Effective July, 22, 2022, the Plan Manager fee was reduced to 0.06% as part of an agreement between the State and Plan Manager. Additionally, the Plan Manager fee will be reduced to 0.05% and 0.04% on the first day of the month following the date when Plan assets reach or exceed \$6.0 billion and \$7.0 billion, respectively.

Supplementary Information

The following supplementary information, which summarizes balances and transactions related to each investment portfolio, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Edvest College Savings Plan.



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STATEMENTS OF FIDUCIARY NET POSITION
June 30, 2022

	Enrollment Year Investment Portfolios				
	2038/2039	2036/2037	2034/2035	2032/2033	2030/2031
	Enrollment	Enrollment	Enrollment	Enrollment	Enrollment
	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
ASSETS					
Investments	\$ 21,904,064	\$ 111,367,857	\$ 125,237,731	\$ 160,937,612	\$ 196,078,777
Cash (cash overdraft)	52,948	76,080	56,949	120,025	111,334
Receivables from securities sold	-	-	-	-	-
Total Assets	<u>21,957,012</u>	<u>111,443,937</u>	<u>125,294,680</u>	<u>161,057,637</u>	<u>196,190,111</u>
LIABILITIES					
Accrued Plan Manager fee	1,249	6,501	7,349	9,442	11,488
Payables for securities purchased	52,692	94,079	55,355	37,455	62,248
Withdrawals payable	-	-	730	13,747	13,830
Total Liabilities	<u>53,941</u>	<u>100,580</u>	<u>63,434</u>	<u>60,644</u>	<u>87,566</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES					
	<u>\$ 21,903,071</u>	<u>\$ 111,343,357</u>	<u>\$ 125,231,246</u>	<u>\$ 160,996,993</u>	<u>\$ 196,102,545</u>
UNITS OUTSTANDING ⁽¹⁾					
	<u>2,532,147</u>	<u>9,516,526</u>	<u>10,740,244</u>	<u>13,939,134</u>	<u>17,201,978</u>
NET ASSET VALUE PER UNIT ⁽²⁾					
	<u>\$ 8.65</u>	<u>\$ 11.70</u>	<u>\$ 11.66</u>	<u>\$ 11.55</u>	<u>\$ 11.40</u>

⁽¹⁾ Rounded to the nearest whole unit.

⁽²⁾ Rounded to the nearest hundredth.

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	Enrollment Year Investment Portfolios				
	2028/2029 Enrollment Portfolio	2026/2027 Enrollment Portfolio	2024/2025 Enrollment Portfolio	2022/2023 Enrollment Portfolio	In School Portfolio
ASSETS					
Investments	\$ 225,049,948	\$ 254,743,393	\$ 291,241,314	\$ 308,811,503	\$ 447,254,922
Cash (cash overdraft)	93,833	151,667	75,496	36,856	396,940
Receivables from securities sold	-	-	-	-	87,565
Total Assets	<u>225,143,781</u>	<u>254,895,060</u>	<u>291,316,810</u>	<u>308,848,359</u>	<u>447,739,427</u>
LIABILITIES					
Accrued Plan Manager fee	13,161	14,869	16,954	17,921	26,024
Payables for securities purchased	73,598	57,680	34,244	28,751	-
Withdrawals payable	2,000	25	50,691	90,142	341,525
Total Liabilities	<u>88,759</u>	<u>72,574</u>	<u>101,889</u>	<u>136,814</u>	<u>367,549</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES	<u>\$ 225,055,022</u>	<u>\$ 254,822,486</u>	<u>\$ 291,214,921</u>	<u>\$ 308,711,545</u>	<u>\$ 447,371,878</u>
UNITS OUTSTANDING ⁽¹⁾	<u>20,112,156</u>	<u>23,144,640</u>	<u>26,619,280</u>	<u>28,717,353</u>	<u>43,308,023</u>
NET ASSET VALUE PER UNIT ⁽²⁾	<u>\$ 11.19</u>	<u>\$ 11.01</u>	<u>\$ 10.94</u>	<u>\$ 10.75</u>	<u>\$ 10.33</u>

⁽¹⁾ Rounded to the nearest whole unit.

⁽²⁾ Rounded to the nearest hundredth.

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June 30, 2022

	Multi-Fund Investment Portfolios				
	Index-Based Aggressive Portfolio	Index-Based Moderate Portfolio	Index-Based Conservative Portfolio	Active-Based Aggressive Portfolio	Active-Based Moderate Portfolio
ASSETS					
Investments	\$ 469,751,761	\$ 108,192,052	\$ 58,315,120	\$ 126,263,597	\$ 33,978,823
Cash (cash overdraft)	49,688	(23,727)	10,048	48,652	4,239
Receivables from securities sold	29,064	19,265	-	-	-
Total Assets	<u>469,830,513</u>	<u>108,187,590</u>	<u>58,325,168</u>	<u>126,312,249</u>	<u>33,983,062</u>
LIABILITIES					
Accrued Plan Manager fee	27,717	6,351	3,381	7,473	2,000
Payables for securities purchased	-	-	4,867	52,025	2,336
Withdrawals payable	113,046	16,548	2,378	20,198	1,942
Total Liabilities	<u>140,763</u>	<u>22,899</u>	<u>10,626</u>	<u>79,696</u>	<u>6,278</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES	<u>\$ 469,689,750</u>	<u>\$ 108,164,691</u>	<u>\$ 58,314,542</u>	<u>\$ 126,232,553</u>	<u>\$ 33,976,784</u>
UNITS OUTSTANDING ⁽¹⁾	<u>\$ 21,034,024</u>	<u>\$ 6,223,515</u>	<u>\$ 4,083,651</u>	<u>\$ 5,607,843</u>	<u>\$ 1,942,641</u>
NET ASSET VALUE PER UNIT ⁽²⁾	<u>\$ 22.33</u>	<u>\$ 17.38</u>	<u>\$ 14.28</u>	<u>\$ 22.51</u>	<u>\$ 17.49</u>

⁽¹⁾ Rounded to the nearest whole unit.

⁽²⁾ Rounded to the nearest hundredth.

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STATEMENTS OF FIDUCIARY NET POSITION

June 30, 2022

	Multi-Fund Investment Portfolios			Single Fund Investment Portfolios	
	Active-Based Conservative Portfolio	Balanced Portfolio	International Equity Index Portfolio	Small-Cap Index Portfolio	U.S. Equity Active Portfolio
ASSETS					
Investments	\$ 18,656,394	\$ 326,412,030	\$ 29,495,294	\$ 94,394,459	\$ 38,146,485
Cash (cash overdraft)	(397)	40,623	14,236	32,041	8,546
Receivables from securities sold	85	-	-	-	-
Total Assets	<u>18,656,082</u>	<u>326,452,653</u>	<u>29,509,530</u>	<u>94,426,500</u>	<u>38,155,031</u>
LIABILITIES					
Accrued Plan Manager fee	1,080	19,187	1,750	5,633	2,266
Payables for securities purchased	-	20,675	9,084	11,074	3,527
Withdrawals payable	1,602	52,848	5,833	21,397	7,605
Total Liabilities	<u>2,682</u>	<u>92,710</u>	<u>16,667</u>	<u>38,104</u>	<u>13,398</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES	<u>\$ 18,653,400</u>	<u>\$ 326,359,943</u>	<u>\$ 29,492,863</u>	<u>\$ 94,388,396</u>	<u>\$ 38,141,633</u>
UNITS OUTSTANDING ⁽¹⁾	<u>1,292,682</u>	<u>14,661,273</u>	<u>1,936,498</u>	<u>3,919,784</u>	<u>1,254,659</u>
NET ASSET VALUE PER UNIT ⁽²⁾	<u>\$ 14.43</u>	<u>\$ 22.26</u>	<u>\$ 15.23</u>	<u>\$ 24.08</u>	<u>\$ 30.40</u>

⁽¹⁾ Rounded to the nearest whole unit.

⁽²⁾ Rounded to the nearest hundredth.

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STATEMENTS OF FIDUCIARY NET POSITION June 30, 2022

	Single Fund Investment Portfolios			Principal Plus Interest Portfolio	Plan Total
	Large-Cap Stock Index Portfolio	Social Choice Portfolio	Bond Index Portfolio		
ASSETS					
Investments	\$ 514,182,066	\$ 20,973,890	\$ 30,017,817	\$ 263,040,957	\$ 4,274,447,866
Cash (cash overdraft)	218,875	5,834	16,820	178,114	1,775,720
Receivables from securities sold	-	-	-	13,243	149,222
Total Assets	<u>514,400,941</u>	<u>20,979,724</u>	<u>30,034,637</u>	<u>263,232,314</u>	<u>4,276,372,808</u>
LIABILITIES					
Accrued Plan Manager fee	30,485	1,245	1,728	-	235,254
Payables for securities purchased	42,311	843	1,516	-	644,360
Withdrawals payable	96,474	1,859	7,385	195,946	1,057,751
Total Liabilities	<u>169,270</u>	<u>3,947</u>	<u>10,629</u>	<u>195,946</u>	<u>1,937,365</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES	<u>\$ 514,231,671</u>	<u>\$ 20,975,777</u>	<u>\$ 30,024,008</u>	<u>\$ 263,036,368</u>	<u>\$ 4,274,435,443</u>
UNITS OUTSTANDING ⁽¹⁾	<u>16,079,790</u>	<u>706,255</u>	<u>2,673,554</u>	<u>23,093,623</u>	
NET ASSET VALUE PER UNIT ⁽²⁾	<u>\$ 31.98</u>	<u>\$ 29.70</u>	<u>\$ 11.23</u>	<u>\$ 11.39</u>	

⁽¹⁾ Rounded to the nearest whole unit.

⁽²⁾ Rounded to the nearest hundredth.

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Year Ended June 30, 2022

	Enrollment Year Investment Portfolios				
	2038/2039 Enrollment Portfolio	2036/2037 Enrollment Portfolio	2034/2035 Enrollment Portfolio	2032/2033 Enrollment Portfolio	2030/2031 Enrollment Portfolio
ADDITIONS					
Subscriptions	\$ 25,298,056	\$ 41,230,112	\$ 28,413,259	\$ 29,418,772	\$ 31,885,417
Income reinvestments	-	-	-	-	-
Net investment income (loss)	(3,170,920)	(17,149,264)	(18,946,573)	(23,418,038)	(27,265,975)
Total Additions	<u>22,127,136</u>	<u>24,080,848</u>	<u>9,466,686</u>	<u>6,000,734</u>	<u>4,619,442</u>
DEDUCTIONS					
Redemptions	745,770	4,906,233	3,117,166	4,592,262	5,812,936
Income distributions	-	-	-	-	-
Plan Manager fee	7,500	76,010	90,748	118,916	146,117
Total Deductions	<u>753,270</u>	<u>4,982,243</u>	<u>3,207,914</u>	<u>4,711,178</u>	<u>5,959,053</u>
INVESTMENT PORTFOLIO CONVERSION IN (OUT)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	21,373,866	19,098,605	6,258,772	1,289,556	(1,339,611)
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR	<u>529,205</u>	<u>92,244,752</u>	<u>118,972,474</u>	<u>159,707,437</u>	<u>197,442,156</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR	<u>\$ 21,903,071</u>	<u>\$ 111,343,357</u>	<u>\$ 125,231,246</u>	<u>\$ 160,996,993</u>	<u>\$ 196,102,545</u>

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Year Ended June 30, 2022

	Enrollment Year Investment Portfolios				
	2028/2029 Enrollment Portfolio	2026/2027 Enrollment Portfolio	2024/2025 Enrollment Portfolio	2022/2023 Enrollment Portfolio	In School Portfolio
ADDITIONS					
Subscriptions	\$ 34,033,214	\$ 36,057,223	\$ 42,655,647	\$ 40,791,583	\$ 63,981,679
Income reinvestments	-	-	-	-	-
Net investment income (loss)	(28,854,022)	(29,045,788)	(26,561,506)	(19,878,357)	(20,638,219)
Total Additions	<u>5,179,192</u>	<u>7,011,435</u>	<u>16,094,141</u>	<u>20,913,226</u>	<u>43,343,460</u>
DEDUCTIONS					
Redemptions	6,051,565	9,317,181	14,047,984	19,291,282	183,369,483
Income distributions	-	-	-	-	-
Plan Manager fee	166,269	187,931	210,882	221,746	359,098
Total Deductions	<u>6,217,834</u>	<u>9,505,112</u>	<u>14,258,866</u>	<u>19,513,028</u>	<u>183,728,581</u>
INVESTMENT PORTFOLIO CONVERSION IN (OUT)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	(1,038,642)	(2,493,677)	1,835,275	1,400,198	(140,385,121)
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR	<u>226,093,664</u>	<u>257,316,163</u>	<u>289,379,646</u>	<u>307,311,347</u>	<u>587,756,999</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR	<u>\$ 225,055,022</u>	<u>\$ 254,822,486</u>	<u>\$ 291,214,921</u>	<u>\$ 308,711,545</u>	<u>\$ 447,371,878</u>

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	Multi-Fund Investment Portfolios				
	Index-Based Aggressive Portfolio	Index-Based Moderate Portfolio	Index-Based Conservative Portfolio	Active-Based Aggressive Portfolio	Active-Based Moderate Portfolio
ADDITIONS					
Subscriptions	\$ 76,427,590	\$ 25,716,447	\$ 14,649,516	\$ 24,080,017	\$ 8,592,812
Income reinvestments	-	-	-	-	-
Net investment income (loss)	(74,737,692)	(14,580,052)	(3,920,688)	(17,018,390)	(4,078,248)
Total Additions	<u>1,689,898</u>	<u>11,136,395</u>	<u>10,728,828</u>	<u>7,061,627</u>	<u>4,514,564</u>
DEDUCTIONS					
Redemptions	75,560,509	26,456,818	17,937,649	16,428,291	5,762,529
Income distributions	-	-	-	-	-
Plan Manager fee	376,003	85,040	44,326	97,140	25,527
Total Deductions	<u>75,936,512</u>	<u>26,541,858</u>	<u>17,981,975</u>	<u>16,525,431</u>	<u>5,788,056</u>
INVESTMENT PORTFOLIO CONVERSION IN (OUT)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	(74,246,614)	(15,405,463)	(7,253,147)	(9,463,804)	(1,273,492)
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR	<u>543,936,364</u>	<u>123,570,154</u>	<u>65,567,689</u>	<u>135,696,357</u>	<u>35,250,276</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR	<u>\$ 469,689,750</u>	<u>\$ 108,164,691</u>	<u>\$ 58,314,542</u>	<u>\$ 126,232,553</u>	<u>\$ 33,976,784</u>

(Continued)

See Report of Independent Auditors.



EdvestSM

WISCONSIN'S COLLEGE
SAVINGS PLAN

(A Fiduciary Fund of the State of Wisconsin)

STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
Year Ended June 30, 2022

	Multi-Fund Investment Portfolios			Single Fund Investment Portfolios	
	Active-Based Conservative Portfolio	Balanced Portfolio	International Equity Index Portfolio	Small-Cap Index Portfolio	U.S. Equity Active Portfolio
ADDITIONS					
Subscriptions	\$ 6,079,687	\$ 38,272,962	\$ 8,312,496	\$ 19,355,991	\$ 10,756,486
Income reinvestments	-	-	-	-	-
Net investment income (loss)	(1,137,721)	(46,706,370)	(6,764,760)	(31,785,125)	(4,970,789)
Total Additions	<u>4,941,966</u>	<u>(8,433,408)</u>	<u>1,547,736</u>	<u>(12,429,134)</u>	<u>5,785,697</u>
DEDUCTIONS					
Redemptions	5,053,938	65,303,803	6,374,475	22,052,674	6,118,049
Income distributions	-	-	-	-	-
Plan Manager fee	13,224	268,865	23,395	81,269	28,936
Total Deductions	<u>5,067,162</u>	<u>65,572,668</u>	<u>6,397,870</u>	<u>22,133,943</u>	<u>6,146,985</u>
INVESTMENT PORTFOLIO CONVERSION IN (OUT)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	(125,196)	(74,006,076)	(4,850,134)	(34,563,077)	(361,288)
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR	<u>18,778,596</u>	<u>400,366,019</u>	<u>34,342,997</u>	<u>128,951,473</u>	<u>38,502,921</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR	<u>\$ 18,653,400</u>	<u>\$ 326,359,943</u>	<u>\$ 29,492,863</u>	<u>\$ 94,388,396</u>	<u>\$ 38,141,633</u>

(Continued)

See Report of Independent Auditors.



EdvestSM

WISCONSIN'S COLLEGE
SAVINGS PLAN

(A Fiduciary Fund of the State of Wisconsin)

STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION Year Ended June 30, 2022

	Single Fund Investment Portfolios			Stable Principal Investment Portfolios		Plan Total
	Large-Cap Stock Index Portfolio	Social Choice Portfolio	Bond Index Portfolio	Cash Equivalents and Bank CD Portfolio	Principal Plus Interest Portfolio	
ADDITIONS						
Subscriptions	\$ 82,988,502	\$ 6,082,177	\$ 8,082,581	\$ 22,445,420	\$ 61,479,210	\$ 787,086,856
Income reinvestments	-	-	-	32,783	-	32,783
Net investment income (loss)	(61,120,641)	(3,655,929)	(3,560,793)	32,841	2,208,473	(486,724,546)
Total Additions	<u>21,867,861</u>	<u>2,426,248</u>	<u>4,521,788</u>	<u>22,511,044</u>	<u>63,687,683</u>	<u>300,395,093</u>
DEDUCTIONS						
Redemptions	82,994,353	4,183,346	11,712,736	27,112,760	68,520,690	692,824,482
Income distributions	-	-	-	20,683	-	20,683
Plan Manager fee	412,804	16,863	23,759	-	-	3,082,368
Total Deductions	<u>83,407,157</u>	<u>4,200,209</u>	<u>11,736,495</u>	<u>27,133,443</u>	<u>68,520,690</u>	<u>695,927,533</u>
INVESTMENT PORTFOLIO CONVERSION IN (OUT)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(79,509,324)</u>	<u>79,509,324</u>	<u>-</u>
CHANGE IN NET POSITION	<u>(61,539,296)</u>	<u>(1,773,961)</u>	<u>(7,214,707)</u>	<u>(84,131,723)</u>	<u>74,676,317</u>	<u>(395,532,440)</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, BEGINNING OF YEAR	<u>575,770,967</u>	<u>22,749,738</u>	<u>37,238,715</u>	<u>84,131,723</u>	<u>188,360,051</u>	<u>4,669,967,883</u>
NET POSITION HELD IN TRUST FOR ACCOUNT OWNERS AND BENEFICIARIES, END OF YEAR	<u>\$ 514,231,671</u>	<u>\$ 20,975,777</u>	<u>\$ 30,024,008</u>	<u>\$ -</u>	<u>\$ 263,036,368</u>	<u>\$ 4,274,435,443</u>

See Report of Independent Auditors.



Report of Independent Auditors 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

To the Wisconsin College Savings Program Board

We have audited, 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, the financial statements of the Edvest College Savings Plan, which comprise the statement of fiduciary net position as of June 30, 2022, and the related statement of changes in fiduciary net position for the year then ended, including the related notes (collectively referred to as the “basic financial statements”), and have issued our report thereon dated August 31, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Edvest College Savings Plan’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 financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Edvest College Savings Plan’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Edvest College Savings Plan’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 Edvest College Savings Plan’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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 Edvest College Savings Plan'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 Edvest College Savings Plan's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

PricewaterhouseCoopers LLP

Charlotte, NC
August 31, 2022