

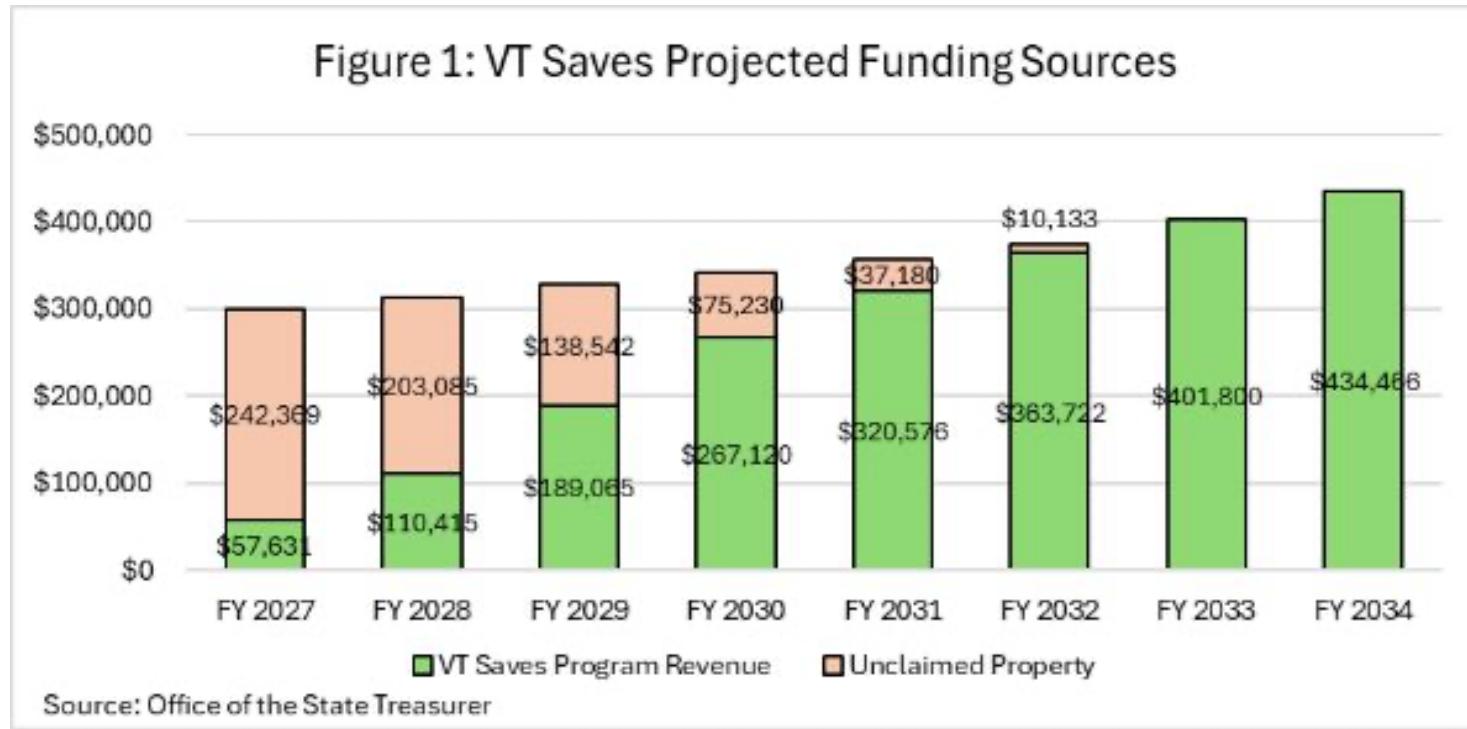
Proposed UP Transfer Changes

- **Inclusion of unclaimed property that is more than 10 years old and less than \$150**
 - (property <\$100 was previously included in sweep to HEETF)
- **\$300,000 cap on total annual transfer**
 - Although previous revenue has not risen to this level the increased threshold for sweep eligibility raises the revenue potential. This cap smooths the transfers
- **Transfer of annually decreasing amount to support VT Saves Program**

Funding the VT Saves Program to Self Sufficiency

- This change to existing funding mechanisms will fund the VT Saves program until it reaches self-sufficiency
 - VT Saves requires additional revenue but will have decreasing needs until it is self sufficient in FY 2033
- The projections show that under this proposal there would soon be more revenue flowing towards the Higher Education Endowment Trust Fund than there would under current law

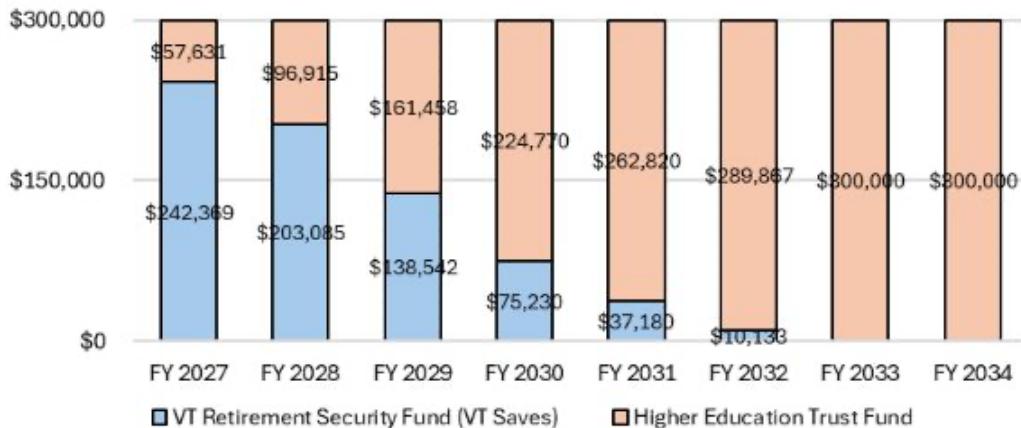
Funding the VT Saves Program to Self Sufficiency



Overall Impacts to the HEETF

- Initial decrease in the amount being transferred to the HEETF
- Subsequent increase in transfer as a result of increased threshold for sweep

Figure 2: Projected Allocation of Unclaimed Property Funds as Proposed

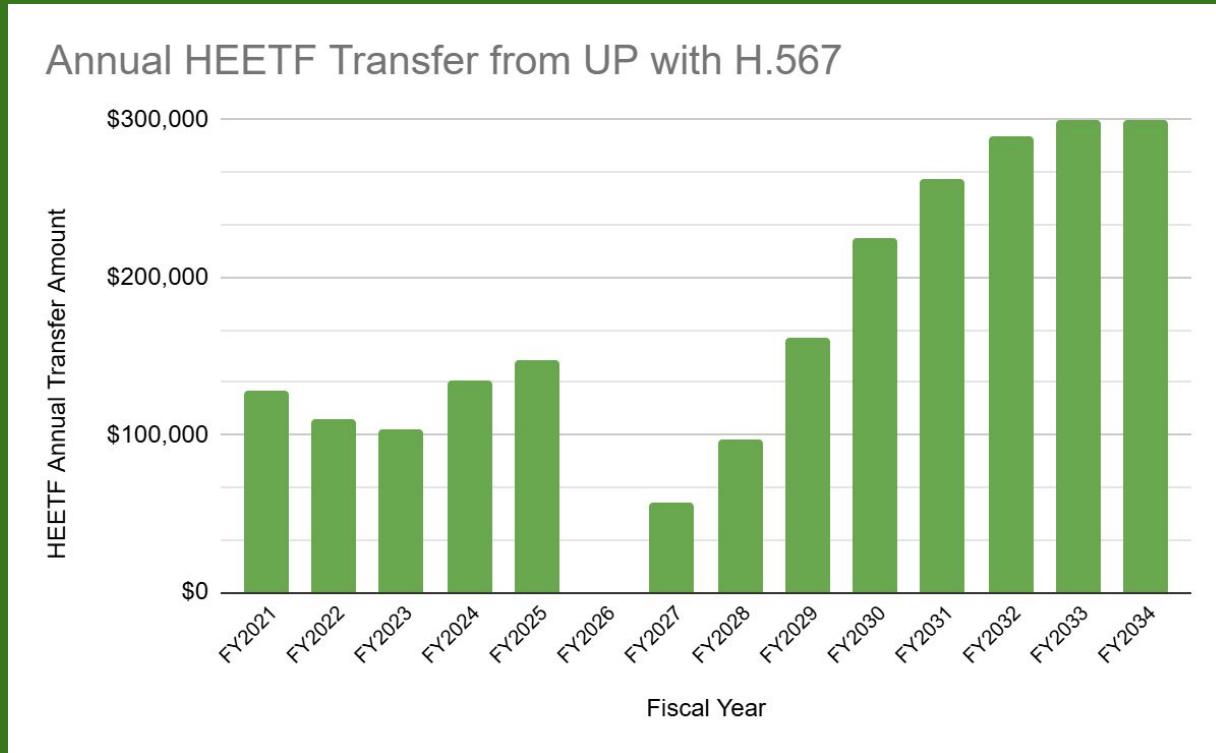


Source: Office of the State Treasurer

Table 1: Unclaimed Property Revenues Available to Higher Education Trust Fund

| Fiscal Year | Unclaimed Property Funds to Higher Education Trust Fund Under Status Quo (\$100) | Unclaimed Property Funds Available to Higher Education Trust Fund if Threshold Was \$150 |
|-------------|--|--|
| 2021 | \$ 128,343 | \$ 295,488 |
| 2022 | \$ 109,960 | \$ 270,511 |
| 2023 | \$ 103,353 | \$ 301,753 |
| 2024 | \$ 134,747 | \$ 317,864 |
| 2025 | \$ 147,582 | \$ 342,458 |

Impact on HEETF



**With this change,
shortly after
implementation
there will be more
money
transferred from
Unclaimed
Property to
HEETF**