



2025-2026 General Assembly

HOUSE BILL 696: Medicaid & HHS Adjustment/Other Critical Needs, Sec. 2.2: Conform Eligible Expenses for NC 529 Plan to Federal Law

Analysis of: S.L. 2026-1, Sec. 2.2

Date: August 25, 2026

Prepared by: Legislative Analysis
Division Staff

Section 2.2 of S.L. 2026-1 (House Bill 696) permits NC 529 accounts to be used for additional qualifying educational expenses added to the Internal Revenue Code by the federal One Big Beautiful Bill Act in 2025.

This section became effective April 30, 2026.

Kara McCraw
Director



* H 6 9 6 - S M B E - 7 9 S L - V - 6 *

Legislative Analysis
Division
919-733-2578