

Annual report

June 30, 2018

Money Market

Short-Term

10% Equity

20% Equity / Conservative (formerly Conservative)

30% Equity

40% Equity / Moderately Conservative (formerly Moderately Conservative)

50% Equity

60% Equity / Moderate (formerly Moderate)

70% Equity

80% Equity / Moderately Aggressive (formerly Moderately Aggressive)

95% Equity / Aggressive (formerly Aggressive)

Short-Term (Index)

10% Equity (Index)

20% Equity (Index) / Conservative (Index) (formerly Conservative (Index))

30% Equity (Index)

40% Equity (Index) / Moderately Conservative (Index) (formerly Moderately Conservative (Index))

50% Equity (Index)

60% Equity (Index) / Moderate (Index) (formerly Moderate (Index))

70% Equity (Index)

80% Equity (Index) / Moderately Aggressive (Index) (formerly Moderately Aggressive (Index))

95% Equity (Index) / Aggressive (Index) (formerly Aggressive (Index))

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The Schwab 529 College Savings Plan is available through Charles Schwab & Co., Inc., and is managed by American Century Investment Management, Inc. The Plan was created by the Kansas State Legislature under the provisions of Section 529 of the Internal Revenue Code and is administered by the Kansas State Treasurer Jake LaTurner.

NOTICE: Accounts established under the Schwab 529 Plan and their earnings are neither insured nor guaranteed by the State of Kansas, the Kansas State Treasurer, American Century Investments® or Charles Schwab & Co., Inc. Accounts established under the Schwab 529 Plan are domiciled at American Century Investments and not Schwab.

This report and the financial statements contained herein are for the general information and use of the Kansas State Treasurer's Office and the Schwab 529 Plan account owners and beneficiaries. The report is not authorized for distribution to prospective account owners unless preceded or accompanied by the Schwab 529 Guide and Participation Agreement.

As with any investment, your withdrawal may be more or less than your original investment. If you are not a Kansas taxpayer, consider before investing whether your or the beneficiary's home state offers a 529 Plan that provides its taxpayers with state tax and other benefits not available through this plan.

Schedules of Investments

JUNE 30, 2018

Money Market

	Shares	Value
MUTUAL FUNDS — 99.9%		
Money Market Funds		
Schwab Retirement Government Money Fund (Cost \$106,340,027)	106,340,027	\$ 106,340,027
OTHER ASSETS AND LIABILITIES — 0.1%		64,991
TOTAL NET ASSETS — 100.0%		\$ 106,405,018

Short-Term

	Shares	Value
MUTUAL FUNDS — 99.8%		
Money Market Funds — 59.9%		
Schwab Retirement Government Money Fund	93,488,320	\$ 93,488,320
Domestic Fixed Income Funds — 34.9%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	461,555	4,684,784
Baird Core Plus Bond Fund Institutional Class	2,294,225	24,938,222
MetWest Total Return Bond Fund Class I	2,402,526	24,938,222
		54,561,228
International Fixed Income Funds — 5.0%		
American Century Investments International Bond Fund Investor Class	607,063	7,806,835
TOTAL INVESTMENT SECURITIES — 99.8% (Cost \$156,711,099)		155,856,383
OTHER ASSETS AND LIABILITIES — 0.2%		240,696
TOTAL NET ASSETS — 100.0%		\$ 156,097,079

See Notes to Financial Statements.

JUNE 30, 2018

10% Equity

	Shares	Value
MUTUAL FUNDS — 99.9%		
Money Market Funds — 44.9%		
Schwab Retirement Government Money Fund	10,028,684	\$ 10,028,684
Domestic Fixed Income Funds — 39.5%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	87,917	892,354
Baird Core Plus Bond Fund Institutional Class	364,089	3,957,651
MetWest Total Return Bond Fund Class I	381,434	3,959,282
		8,809,287
Domestic Equity Funds — 7.5%		
American Beacon Large Cap Value Fund Institutional Class	7,675	222,349
American Century Investments Equity Growth Fund Investor Class	8,366	279,076
American Century Investments Growth Fund Investor Class	15,810	560,788
American Century Investments Value Fund Investor Class	37,723	333,852
JPMorgan U.S. Research Enhanced Equity Fund Class L	9,760	278,839
		1,674,904
International Fixed Income Funds — 5.5%		
American Century Investments International Bond Fund Investor Class	95,874	1,232,941
International Equity Funds — 2.5%		
American Century Investments International Growth Fund Investor Class	16,600	222,940
Laudus International MarketMasters Fund Select Shares	6,429	167,033
Schwab Fundamental International Large Company Index Fund	17,975	166,812
		556,785
TOTAL INVESTMENT SECURITIES — 99.9% (Cost \$22,435,952)		22,302,601
OTHER ASSETS AND LIABILITIES — 0.1%		23,311
TOTAL NET ASSETS — 100.0%		\$ 22,325,912

See Notes to Financial Statements.

JUNE 30, 2018

20% Equity

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Fixed Income Funds — 44.1%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	627,399	\$ 6,368,102
Baird Core Plus Bond Fund Institutional Class	2,279,954	24,783,098
MetWest Total Return Bond Fund Class I	2,386,920	24,776,229
		55,927,429
Money Market Funds — 30.0%		
Schwab Retirement Government Money Fund	38,098,352	38,098,352
Domestic Equity Funds — 14.9%		
American Beacon Large Cap Value Fund Institutional Class	86,497	2,505,810
American Century Investments Equity Growth Fund Investor Class	93,870	3,131,495
American Century Investments Growth Fund Investor Class	177,844	6,308,118
American Century Investments Value Fund Investor Class	426,596	3,775,375
JPMorgan U.S. Research Enhanced Equity Fund Class L	109,586	3,130,869
		18,851,667
International Fixed Income Funds — 6.0%		
American Century Investments International Bond Fund Investor Class	594,319	7,642,936
International Equity Funds — 5.0%		
American Century Investments International Growth Fund Investor Class	187,601	2,519,477
Laudus International MarketMasters Fund Select Shares	72,359	1,879,877
Schwab Fundamental International Large Company Index Fund	203,914	1,892,325
		6,291,679
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$123,842,284)		126,812,063
OTHER ASSETS AND LIABILITIES†		3,417
TOTAL NET ASSETS — 100.0%		\$ 126,815,480

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

JUNE 30, 2018

30% Equity

	Shares	Value
MUTUAL FUNDS — 99.9%		
Domestic Fixed Income Funds — 44.1%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	729,748	\$ 7,406,946
Baird Core Plus Bond Fund Institutional Class	2,649,957	28,805,038
MetWest Total Return Bond Fund Class I	2,775,052	28,805,038
		65,017,022
Domestic Equity Funds — 22.3%		
American Beacon Large Cap Value Fund Institutional Class	126,415	3,662,236
American Century Investments Equity Growth Fund Investor Class	141,546	4,721,991
American Century Investments Growth Fund Investor Class	278,148	9,865,893
American Century Investments Small Company Fund Investor Class	223,445	3,613,113
American Century Investments Value Fund Investor Class	700,660	6,200,844
JPMorgan U.S. Research Enhanced Equity Fund Class L	166,077	4,744,832
		32,808,909
Money Market Funds — 20.1%		
Schwab Retirement Government Money Fund	29,539,868	29,539,868
International Equity Funds — 7.4%		
American Century Investments International Growth Fund Investor Class	297,987	4,001,959
Laudus International MarketMasters Fund Select Shares	125,699	3,265,660
Schwab Fundamental International Large Company Index Fund	392,686	3,644,122
		10,911,741
International Fixed Income Funds — 6.0%		
American Century Investments International Bond Fund Investor Class	689,919	8,872,356
TOTAL INVESTMENT SECURITIES — 99.9% (Cost \$147,114,925)		147,149,896
OTHER ASSETS AND LIABILITIES — 0.1%		89,392
TOTAL NET ASSETS — 100.0%		\$ 147,239,288

See Notes to Financial Statements.

JUNE 30, 2018

40% Equity

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Fixed Income Funds — 44.3%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	1,456,663	\$ 14,785,134
Baird Core Plus Bond Fund Institutional Class	5,319,654	57,824,638
MetWest Total Return Bond Fund Class I	5,565,887	57,773,903
		130,383,675
Domestic Equity Funds — 29.8%		
American Beacon Large Cap Value Fund Institutional Class	302,938	8,776,113
American Century Investments Equity Growth Fund Investor Class	350,700	11,699,344
American Century Investments Growth Fund Investor Class	701,745	24,890,898
American Century Investments Small Company Fund Investor Class	903,224	14,605,130
American Century Investments Value Fund Investor Class	1,824,264	16,144,732
JPMorgan U.S. Research Enhanced Equity Fund Class L	412,073	11,772,914
		87,889,131
Money Market Funds — 10.0%		
Schwab Retirement Government Money Fund	29,575,480	29,575,480
International Equity Funds — 9.9%		
American Century Investments International Growth Fund Investor Class	756,384	10,158,238
Laudus International MarketMasters Fund Select Shares	333,828	8,672,852
Schwab Fundamental International Large Company Index Fund	1,095,430	10,165,586
		28,996,676
International Fixed Income Funds — 6.0%		
American Century Investments International Bond Fund Investor Class	1,377,226	17,711,123
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$283,029,523)		294,556,085
OTHER ASSETS AND LIABILITIES†		(21,257)
TOTAL NET ASSETS — 100.0%		\$ 294,534,828

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

JUNE 30, 2018

50% Equity

	Shares	Value
MUTUAL FUNDS — 99.9%		
Domestic Fixed Income Funds — 37.7%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	1,314,108	\$ 13,338,194
Baird Core Plus Bond Fund Institutional Class	4,003,262	43,515,457
MetWest Total Return Bond Fund Class I	4,191,671	43,509,549
		100,363,200
Domestic Equity Funds — 37.4%		
American Beacon Large Cap Value Fund Institutional Class	300,569	8,707,478
American Century Investments Equity Growth Fund Investor Class	394,745	13,168,696
American Century Investments Growth Fund Investor Class	747,625	26,518,261
American Century Investments Small Company Fund Investor Class	1,216,249	19,666,748
American Century Investments Value Fund Investor Class	2,037,152	18,028,793
JPMorgan U.S. Research Enhanced Equity Fund Class L	468,226	13,377,207
		99,467,183
International Equity Funds — 12.3%		
American Century Investments International Growth Fund Investor Class	831,097	11,161,630
Laudus International MarketMasters Fund Select Shares	403,801	10,490,748
Schwab Fundamental International Large Company Index Fund	1,208,041	11,210,622
		32,863,000
Money Market Funds — 7.5%		
Schwab Retirement Government Money Fund	19,987,273	19,987,273
International Fixed Income Funds — 5.0%		
American Century Investments International Bond Fund Investor Class	1,034,533	13,304,090
TOTAL INVESTMENT SECURITIES — 99.9% (Cost \$262,950,060)		265,984,746
OTHER ASSETS AND LIABILITIES — 0.1%		137,628
TOTAL NET ASSETS — 100.0%		\$ 266,122,374

See Notes to Financial Statements.

JUNE 30, 2018

60% Equity

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Equity Funds — 45.3%		
American Beacon Large Cap Value Fund Institutional Class	698,920	\$ 20,247,701
American Century Investments Equity Growth Fund Investor Class	919,856	30,686,399
American Century Investments Growth Fund Investor Class	1,714,965	60,829,796
American Century Investments Small Company Fund Investor Class	3,096,477	50,070,027
American Century Investments Value Fund Investor Class	4,467,937	39,541,242
JPMorgan U.S. Research Enhanced Equity Fund Class L	1,033,175	29,517,820
		230,892,985
Domestic Fixed Income Funds — 31.1%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	2,489,079	25,264,156
Baird Core Plus Bond Fund Institutional Class	6,113,416	66,452,829
MetWest Total Return Bond Fund Class I	6,414,655	66,584,124
		158,301,109
International Equity Funds — 14.8%		
American Century Investments International Growth Fund Investor Class	1,861,822	25,004,264
Laudus International MarketMasters Fund Select Shares	963,389	25,028,842
Schwab Fundamental International Large Company Index Fund	2,701,517	25,070,077
		75,103,183
Money Market Funds — 4.9%		
Schwab Retirement Government Money Fund	25,150,678	25,150,678
International Fixed Income Funds — 3.9%		
American Century Investments International Bond Fund Investor Class	1,557,297	20,026,843
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$472,059,793)		509,474,798
OTHER ASSETS AND LIABILITIES†		194,343
TOTAL NET ASSETS — 100.0%		\$ 509,669,141

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

JUNE 30, 2018

70% Equity

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Equity Funds — 52.5%		
American Beacon Large Cap Value Fund Institutional Class	356,134	\$ 10,317,209
American Century Investments Equity Growth Fund Investor Class	460,613	15,366,044
American Century Investments Growth Fund Investor Class	854,707	30,316,467
American Century Investments Small Company Fund Investor Class	1,747,018	28,249,286
American Century Investments Value Fund Investor Class	2,332,897	20,646,136
JPMorgan U.S. Research Enhanced Equity Fund Class L	520,900	14,882,118
		119,777,260
Domestic Fixed Income Funds — 22.2%		
American Century Investments Short Duration Inflation Protection Bond Fund Investor Class	562,553	5,709,912
Baird Core Plus Bond Fund Institutional Class	2,065,389	22,450,782
MetWest Total Return Bond Fund Class I	2,161,008	22,431,266
		50,591,960
International Equity Funds — 17.3%		
American Century Investments International Growth Fund Investor Class	1,010,389	13,569,529
Laudus International MarketMasters Fund Select Shares	500,151	12,993,924
Schwab Fundamental International Large Company Index Fund	1,407,227	13,059,066
		39,622,519
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	11,441,975	11,441,975
International Fixed Income Funds — 3.0%		
American Century Investments International Bond Fund Investor Class	528,944	6,802,219
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$222,818,163)		228,235,933
OTHER ASSETS AND LIABILITIES†		89,801
TOTAL NET ASSETS — 100.0%		\$ 228,325,734

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

JUNE 30, 2018

80% Equity

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Equity Funds — 60.1%		
American Beacon Large Cap Value Fund Institutional Class	890,657	\$ 25,802,344
American Century Investments Equity Growth Fund Investor Class	1,148,812	38,324,372
American Century Investments Growth Fund Investor Class	2,174,399	77,125,939
American Century Investments Small Company Fund Investor Class	4,697,822	75,963,787
American Century Investments Value Fund Investor Class	5,838,174	51,667,840
JPMorgan U.S. Research Enhanced Equity Fund Class L	1,356,373	38,751,576
		307,635,858
International Equity Funds — 19.7%		
American Century Investments International Growth Fund Investor Class	2,626,541	35,274,449
Laudus International MarketMasters Fund Select Shares	1,260,666	32,752,098
Schwab Fundamental International Large Company Index Fund	3,551,870	32,961,350
		100,987,897
Domestic Fixed Income Funds — 13.2%		
Baird Core Plus Bond Fund Institutional Class	3,107,573	33,779,315
MetWest Total Return Bond Fund Class I	3,254,269	33,779,315
		67,558,630
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	25,876,644	25,876,644
International Fixed Income Funds — 2.0%		
American Century Investments International Bond Fund Investor Class	784,762	10,092,037
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$454,250,725)		512,151,066
OTHER ASSETS AND LIABILITIES†		28,590
TOTAL NET ASSETS — 100.0%		\$ 512,179,656

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

JUNE 30, 2018

95% Equity

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Equity Funds — 70.2%		
American Beacon Large Cap Value Fund Institutional Class	837,598	\$ 24,265,215
American Century Investments Equity Growth Fund Investor Class	1,058,245	35,303,063
American Century Investments Growth Fund Investor Class	2,151,164	76,301,791
American Century Investments Small Company Fund Investor Class	5,464,624	88,362,965
American Century Investments Value Fund Investor Class	5,758,058	50,958,815
JPMorgan U.S. Research Enhanced Equity Fund Class L	1,247,632	35,644,849
		310,836,698
International Equity Funds — 24.8%		
American Century Investments International Growth Fund Investor Class	2,766,916	37,159,688
Laudus International MarketMasters Fund Select Shares	1,345,869	34,965,675
Schwab Fundamental International Large Company Index Fund	4,025,080	37,352,741
		109,478,104
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	22,207,067	22,207,067
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$385,140,085)		442,521,869
OTHER ASSETS AND LIABILITIES†		67,836
TOTAL NET ASSETS — 100.0%		\$ 442,589,705

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

Short-Term (Index)

	Shares	Value
MUTUAL FUNDS — 99.6%		
Money Market Funds — 59.8%		
Schwab Retirement Government Money Fund	34,643,540	\$ 34,643,540
Domestic Fixed Income Funds — 39.8%		
Schwab Treasury Inflation Protected Securities Index Fund	209,577	2,294,870
Vanguard Total Bond Market Index Fund Institutional Plus Shares	1,992,917	20,786,124
		23,080,994
TOTAL INVESTMENT SECURITIES — 99.6% (Cost \$58,262,785)		57,724,534
OTHER ASSETS AND LIABILITIES — 0.4%		252,053
TOTAL NET ASSETS — 100.0%		\$ 57,976,587

See Notes to Financial Statements.

JUNE 30, 2018

10% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.8%		
Money Market Funds — 44.9%		
Schwab Retirement Government Money Fund	8,731,432	\$ 8,731,432
Domestic Fixed Income Funds — 44.9%		
Schwab Treasury Inflation Protected Securities Index Fund	88,101	964,708
Vanguard Total Bond Market Index Fund Institutional Plus Shares	744,138	7,761,363
		8,726,071
Domestic Equity Funds — 7.5%		
Schwab S&P 500 Index Fund	34,468	1,456,952
International Equity Funds — 2.5%		
Schwab International Index Fund	23,816	484,885
TOTAL INVESTMENT SECURITIES — 99.8% (Cost \$19,476,891)		19,399,340
OTHER ASSETS AND LIABILITIES — 0.2%		32,907
TOTAL NET ASSETS — 100.0%		\$ 19,432,247

20% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.9%		
Domestic Fixed Income Funds — 49.9%		
Schwab Treasury Inflation Protected Securities Index Fund	474,828	\$ 5,199,366
Vanguard Total Bond Market Index Fund Institutional Plus Shares	3,672,371	38,302,828
		43,502,194
Money Market Funds — 30.0%		
Schwab Retirement Government Money Fund	26,093,763	26,093,763
Domestic Equity Funds — 15.0%		
Schwab S&P 500 Index Fund	309,325	13,075,153
International Equity Funds — 5.0%		
Schwab International Index Fund	213,987	4,356,775
TOTAL INVESTMENT SECURITIES — 99.9% (Cost \$84,405,395)		87,027,885
OTHER ASSETS AND LIABILITIES — 0.1%		105,375
TOTAL NET ASSETS — 100.0%		\$ 87,133,260

See Notes to Financial Statements.

30% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.8%		
Domestic Fixed Income Funds — 50.0%		
Schwab Treasury Inflation Protected Securities Index Fund	293,277	\$ 3,211,388
Vanguard Total Bond Market Index Fund Institutional Plus Shares	2,270,343	23,679,679
		26,891,067
Domestic Equity Funds — 22.4%		
Schwab S&P 500 Index Fund	253,760	10,726,439
Schwab Small-Cap Index Fund	40,024	1,320,796
		12,047,235
Money Market Funds — 19.9%		
Schwab Retirement Government Money Fund	10,734,136	10,734,136
International Equity Funds — 7.5%		
Schwab International Index Fund	198,072	4,032,749
TOTAL INVESTMENT SECURITIES — 99.8% (Cost \$53,322,883)		53,705,187
OTHER ASSETS AND LIABILITIES — 0.2%		130,242
TOTAL NET ASSETS — 100.0%		\$ 53,835,429

40% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.7%		
Domestic Fixed Income Funds — 50.1%		
Schwab Treasury Inflation Protected Securities Index Fund	761,752	\$ 8,341,187
Vanguard Total Bond Market Index Fund Institutional Plus Shares	5,906,277	61,602,469
		69,943,656
Domestic Equity Funds — 29.7%		
Schwab S&P 500 Index Fund	818,710	34,606,873
Schwab Small-Cap Index Fund	209,490	6,913,185
		41,520,058
Money Market Funds — 10.0%		
Schwab Retirement Government Money Fund	13,934,208	13,934,208
International Equity Funds — 9.9%		
Schwab International Index Fund	678,766	13,819,675
TOTAL INVESTMENT SECURITIES — 99.7% (Cost \$130,522,424)		139,217,597
OTHER ASSETS AND LIABILITIES — 0.3%		436,254
TOTAL NET ASSETS — 100.0%		\$ 139,653,851

See Notes to Financial Statements.

JUNE 30, 2018

50% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.8%		
Domestic Fixed Income Funds — 42.6%		
Schwab Treasury Inflation Protected Securities Index Fund	466,082	\$ 5,103,600
Vanguard Total Bond Market Index Fund Institutional Plus Shares	3,007,720	31,370,522
		36,474,122
Domestic Equity Funds — 37.3%		
Schwab S&P 500 Index Fund	603,382	25,504,965
Schwab Small-Cap Index Fund	193,634	6,389,938
		31,894,903
International Equity Funds — 12.4%		
Schwab International Index Fund	523,682	10,662,171
Money Market Funds — 7.5%		
Schwab Retirement Government Money Fund	6,399,431	6,399,431
TOTAL INVESTMENT SECURITIES — 99.8% (Cost \$83,344,884)		85,430,627
OTHER ASSETS AND LIABILITIES — 0.2%		149,168
TOTAL NET ASSETS — 100.0%		\$ 85,579,795

60% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.8%		
Domestic Equity Funds — 44.7%		
Schwab S&P 500 Index Fund	1,920,993	\$ 81,200,394
Schwab Small-Cap Index Fund	706,617	23,318,353
		104,518,747
Domestic Fixed Income Funds — 35.2%		
Schwab Treasury Inflation Protected Securities Index Fund	1,276,205	13,974,442
Vanguard Total Bond Market Index Fund Institutional Plus Shares	6,547,860	68,294,180
		82,268,622
International Equity Funds — 14.9%		
Schwab International Index Fund	1,707,470	34,764,083
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	11,673,883	11,673,883
TOTAL INVESTMENT SECURITIES — 99.8% (Cost \$210,322,163)		233,225,335
OTHER ASSETS AND LIABILITIES — 0.2%		396,281
TOTAL NET ASSETS — 100.0%		\$ 233,621,616

See Notes to Financial Statements.

JUNE 30, 2018

70% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.9%		
Domestic Equity Funds — 52.3%		
Schwab S&P 500 Index Fund	824,987	\$ 34,872,182
Schwab Small-Cap Index Fund	331,463	10,938,280
		45,810,462
Domestic Fixed Income Funds — 25.2%		
Schwab Treasury Inflation Protected Securities Index Fund	239,010	2,617,162
Vanguard Total Bond Market Index Fund Institutional Plus Shares	1,871,015	19,514,690
		22,131,852
International Equity Funds — 17.4%		
Schwab International Index Fund	749,670	15,263,272
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	4,379,951	4,379,951
TOTAL INVESTMENT SECURITIES — 99.9% (Cost \$83,995,688)		87,585,537
OTHER ASSETS AND LIABILITIES — 0.1%		94,170
TOTAL NET ASSETS — 100.0%		\$ 87,679,707

80% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 100.0%		
Domestic Equity Funds — 59.8%		
Schwab S&P 500 Index Fund	3,207,993	\$ 135,601,853
Schwab Small-Cap Index Fund	1,365,775	45,070,584
		180,672,437
International Equity Funds — 20.0%		
Schwab International Index Fund	2,969,864	60,466,440
Domestic Fixed Income Funds — 15.2%		
Vanguard Total Bond Market Index Fund Institutional Plus Shares	4,399,722	45,889,099
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	15,093,900	15,093,900
TOTAL INVESTMENT SECURITIES — 100.0% (Cost \$257,640,912)		302,121,876
OTHER ASSETS AND LIABILITIES†		(48,155)
TOTAL NET ASSETS — 100.0%		\$ 302,073,721

NOTES TO SCHEDULE OF INVESTMENTS

† Category is less than 0.05% of total net assets.

See Notes to Financial Statements.

JUNE 30, 2018

95% Equity (Index)

	Shares	Value
MUTUAL FUNDS — 99.9%		
Domestic Equity Funds — 69.8%		
Schwab S&P 500 Index Fund	4,064,498	\$ 171,806,316
Schwab Small-Cap Index Fund	2,071,082	68,345,719
		240,152,035
International Equity Funds — 25.1%		
Schwab International Index Fund	4,236,212	86,249,281
Money Market Funds — 5.0%		
Schwab Retirement Government Money Fund	17,233,660	17,233,660
TOTAL INVESTMENT SECURITIES — 99.9% (Cost \$289,103,538)		343,634,976
OTHER ASSETS AND LIABILITIES — 0.1%		374,409
TOTAL NET ASSETS — 100.0%		\$ 344,009,385

See Notes to Financial Statements.

Statements of Assets and Liabilities

JUNE 30, 2018

	Money Market	Short-Term	10% Equity	20% Equity	30% Equity	40% Equity
Assets						
Investment securities, at cost	\$ 106,340,027	\$ 156,711,099	\$ 22,435,952	\$ 123,842,284	\$ 147,114,925	\$ 283,029,523
Investment securities, at value	\$ 106,340,027	\$ 155,856,383	\$ 22,302,601	\$ 126,812,063	\$ 147,149,896	\$ 294,556,085
Cash	304,094	—	3,469	95,123	—	75,929
Receivable for investments sold	—	65,838	—	—	147,210	—
Receivable for capital units sold	30,586	206,636	30,315	—	33,707	20,610
Distributions receivable	69,015	122,323	16,071	85,104	89,572	160,242
	106,743,722	156,251,180	22,352,456	126,992,290	147,420,385	294,812,866
Liabilities						
Disbursements in excess of demand deposit cash	—	41,845	—	—	124,581	—
Payable for investments purchased	288,045	—	—	75,749	—	30,531
Payable for capital units redeemed	32,863	86,555	22,926	80,298	32,276	198,884
Accrued program management fees	17,796	25,701	3,618	20,763	24,240	48,623
	338,704	154,101	26,544	176,810	181,097	278,038
Net Assets	\$ 106,405,018	\$ 156,097,079	\$ 22,325,912	\$ 126,815,480	\$ 147,239,288	\$ 294,534,828
Capital Units						
Outstanding (unlimited number of units authorized)	106,405,018	11,140,622	2,200,206	6,819,128	14,224,765	12,834,214
Net asset value per unit	\$1.00	\$14.01	\$10.15	\$18.60	\$10.35	\$22.95

See Notes to Financial Statements.

JUNE 30, 2018

	50% Equity	60% Equity	70% Equity	80% Equity	95% Equity	Short-Term (Index)
Assets						
Investment securities, at cost	\$ 262,950,060	\$ 472,059,793	\$ 222,818,163	\$ 454,250,725	\$ 385,140,085	\$ 58,262,785
Investment securities, at value	\$ 265,984,746	\$ 509,474,798	\$ 228,235,933	\$ 512,151,066	\$ 442,521,869	\$ 57,724,534
Cash	71,226	—	65,662	—	95,992	—
Receivable for investments sold	—	199,662	—	195,863	—	191,179
Receivable for capital units sold	81,033	110,508	33,785	53,204	84,197	176,644
Distributions receivable	119,488	178,500	62,324	99,563	14,525	88,584
	266,256,493	509,963,468	228,397,704	512,499,696	442,716,583	58,180,941
Liabilities						
Disbursements in excess of demand deposit cash	—	120,720	—	115,944	—	183,805
Payable for investments purchased	30,042	—	30,195	—	26,977	—
Payable for capital units redeemed	59,981	89,090	3,811	118,574	26,048	12,646
Accrued program management fees	44,096	84,517	37,964	85,522	73,853	7,903
	134,119	294,327	71,970	320,040	126,878	204,354
Net Assets	\$ 266,122,374	\$ 509,669,141	\$ 228,325,734	\$ 512,179,656	\$ 442,589,705	\$ 57,976,587
Capital Units						
Outstanding (unlimited number of units authorized)	25,201,533	19,287,712	21,167,486	17,327,017	13,935,536	5,566,271
Net asset value per unit	\$10.56	\$26.42	\$10.79	\$29.56	\$31.76	\$10.42

See Notes to Financial Statements.

JUNE 30, 2018

	10% Equity (Index)	20% Equity (Index)	30% Equity (Index)	40% Equity (Index)	50% Equity (Index)	60% Equity (Index)
Assets						
Investment securities, at cost	\$ 19,476,891	\$ 84,405,395	\$ 53,322,883	\$ 130,522,424	\$ 83,344,884	\$ 210,322,163
Investment securities, at value	\$ 19,399,340	\$ 87,027,885	\$ 53,705,187	\$ 139,217,597	\$ 85,430,627	\$ 233,225,335
Cash	—	—	54,041	36,965	72,642	61,637
Receivable for investments sold	15,046	55,899	—	—	—	—
Receivable for capital units sold	4,528	—	61,835	237,193	74,920	145,890
Distributions receivable	30,707	145,400	86,503	215,188	115,801	271,004
	19,449,621	87,229,184	53,907,566	139,706,943	85,693,990	233,703,866
Liabilities						
Disbursements in excess of demand deposit cash	12,268	41,552	—	—	—	—
Payable for investments purchased	—	—	44,516	10,587	56,140	16,011
Payable for capital units redeemed	2,124	38,993	17,412	14,236	40,379	17,370
Accrued program management fees	2,982	15,379	10,209	28,269	17,676	48,869
	17,374	95,924	72,137	53,092	114,195	82,250
Net Assets	\$ 19,432,247	\$ 87,133,260	\$ 53,835,429	\$ 139,653,851	\$ 85,579,795	\$ 233,621,616
Capital Units						
Outstanding (unlimited number of units authorized)	1,918,794	7,431,997	5,218,780	10,794,603	8,125,328	16,508,031
Net asset value per unit	\$10.13	\$11.72	\$10.32	\$12.94	\$10.53	\$14.15

See Notes to Financial Statements.

JUNE 30, 2018

	70% Equity (Index)	80% Equity (Index)	95% Equity (Index)
Assets			
Investment securities, at cost	\$ 83,995,688	\$ 257,640,912	\$ 289,103,538
Investment securities, at value	\$ 87,585,537	\$ 302,121,876	\$ 343,634,976
Cash	54,342	277,155	126,764
Receivable for capital units sold	37,380	132,813	380,177
Distributions receivable	68,026	118,568	11,265
	87,745,285	302,650,412	344,153,182
Liabilities			
Payable for investments purchased	37,264	218,143	60,428
Payable for capital units redeemed	10,021	295,360	12,333
Accrued program management fees	18,293	63,188	71,036
	65,578	576,691	143,797
Net Assets	\$ 87,679,707	\$ 302,073,721	\$ 344,009,385
Capital Units			
Outstanding (unlimited number of units authorized)	8,147,839	19,736,675	21,209,442
Net asset value per unit	\$10.76	\$15.31	\$16.22

See Notes to Financial Statements.

Statements of Operations

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	Money Market	Short-Term	10% Equity ⁽¹⁾	20% Equity	30% Equity ⁽¹⁾	40% Equity
Investment Income (Loss)						
Income:						
Income distributions from underlying funds	\$ 1,118,215	\$ 2,705,651	\$ 252,643	\$ 2,032,692	\$ 2,458,186	\$ 5,581,617
Expenses:						
Program management fees	193,228	348,324	27,432	221,580	244,523	555,435
Net investment income (loss)	924,987	2,357,327	225,211	1,811,112	2,213,663	5,026,182
Realized and Unrealized Gain (Loss)						
Net realized gain (loss) on:						
Sale of investments in underlying funds	—	32,489	(11,296)	2,059,135	(9,325)	233,361
Capital gain distributions received from underlying funds	—	31,057	65,885	966,115	1,725,296	5,126,515
	—	63,546	54,589	3,025,250	1,715,971	5,359,876
Change in net unrealized appreciation (depreciation) on investments in underlying funds	—	(1,306,397)	(133,351)	(1,593,655)	34,971	3,440,863
Net realized and unrealized gain (loss)	—	(1,242,851)	(78,762)	1,431,595	1,750,942	8,800,739
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 924,987	\$ 1,114,476	\$ 146,449	\$ 3,242,707	\$ 3,964,605	\$ 13,826,921

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	50% Equity ⁽¹⁾	60% Equity	70% Equity ⁽¹⁾	80% Equity	95% Equity	Short-Term (Index)
Investment Income (Loss)						
Income:						
Income distributions from underlying funds	\$ 5,066,270	\$ 9,673,639	\$ 4,247,657	\$ 9,380,804	\$ 7,257,729	\$ 971,774
Expenses:						
Program management fees	498,333	998,322	433,623	1,048,912	868,901	91,986
Net investment income (loss)	4,567,937	8,675,317	3,814,034	8,331,892	6,388,828	879,788
Realized and Unrealized Gain (Loss)						
Net realized gain (loss) on:						
Sale of investments in underlying funds	388,575	2,770,497	546,887	20,610,765	12,260,595	(103,402)
Capital gain distributions received from underlying funds	5,882,631	13,596,990	7,141,805	18,324,314	17,882,410	13,883
	6,271,206	16,367,487	7,688,692	38,935,079	30,143,005	(89,519)
Change in net unrealized appreciation (depreciation) on investments in underlying funds	3,034,686	12,853,699	5,417,770	7,998,032	15,427,613	(527,990)
Net realized and unrealized gain (loss)	9,305,892	29,221,186	13,106,462	46,933,111	45,570,618	(617,509)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 13,873,829	\$ 37,896,503	\$ 16,920,496	\$ 55,265,003	\$ 51,959,446	\$ 262,279

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	10% Equity (Index) ⁽¹⁾	20% Equity (Index)	30% Equity (Index) ⁽¹⁾	40% Equity (Index)	50% Equity (Index) ⁽¹⁾	60% Equity (Index)
Investment Income (Loss)						
Income:						
Income distributions from underlying funds	\$ 227,940	\$ 1,557,701	\$ 911,168	\$ 2,688,397	\$ 1,667,978	\$ 4,532,911
Expenses:						
Program management fees	21,625	157,412	91,995	283,046	173,294	487,758
Net investment income (loss)	206,315	1,400,289	819,173	2,405,351	1,494,684	4,045,153
Realized and Unrealized Gain (Loss)						
Net realized gain (loss) on:						
Sale of investments in underlying funds	(10,427)	380,538	(17,788)	6,156	10,025	39,326
Capital gain distributions received from underlying funds	3,414	23,488	49,023	235,319	212,751	737,296
	(7,013)	404,026	31,235	241,475	222,776	776,622
Change in net unrealized appreciation (depreciation) on investments in underlying funds	(77,551)	(33,323)	382,304	2,769,484	2,085,743	9,397,607
Net realized and unrealized gain (loss)	(84,564)	370,703	413,539	3,010,959	2,308,519	10,174,229
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 121,751	\$ 1,770,992	\$ 1,232,712	\$ 5,416,310	\$ 3,803,203	\$ 14,219,382

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	70% Equity (Index) ⁽¹⁾	80% Equity (Index)	95% Equity (Index)
Investment Income (Loss)			
Income:			
Income distributions from underlying funds	\$ 1,606,874	\$ 5,295,449	\$ 5,534,602
Expenses:			
Program management fees	172,966	615,793	657,383
Net investment income (loss)	1,433,908	4,679,656	4,877,219
Realized and Unrealized Gain (Loss)			
Net realized gain (loss) on:			
Sale of investments in underlying funds	(799)	3,005,990	1,542,753
Capital gain distributions received from underlying funds	332,696	1,315,629	1,886,645
	331,897	4,321,619	3,429,398
Change in net unrealized appreciation (depreciation) on investments in underlying funds	3,589,849	15,266,728	22,962,701
Net realized and unrealized gain (loss)	3,921,746	19,588,347	26,392,099
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 5,355,654	\$ 24,268,003	\$ 31,269,318

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

Statements of Changes in Net Assets

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	Money Market	Short-Term	10% Equity ⁽¹⁾	20% Equity	30% Equity ⁽¹⁾	40% Equity
Increase (Decrease) in Net Assets						
Operations						
Net investment income (loss)	\$ 924,987	\$ 2,357,327	\$ 225,211	\$ 1,811,112	\$ 2,213,663	\$ 5,026,182
Net realized gain (loss)	—	63,546	54,589	3,025,250	1,715,971	5,359,876
Change in net unrealized appreciation (depreciation)	—	(1,306,397)	(133,351)	(1,593,655)	34,971	3,440,863
Net increase (decrease) in net assets resulting from operations	924,987	1,114,476	146,449	3,242,707	3,964,605	13,826,921
Distributions to Shareholders						
From net investment income	(924,987)	—	—	—	—	—
Capital Unit Transactions						
Proceeds from units sold	55,136,423	30,572,367	27,324,981	78,174,656	201,221,462	227,652,109
Proceeds from reinvestment of distributions	924,987	—	—	—	—	—
Payments for units redeemed	(43,865,075)	(76,350,369)	(5,145,518)	(178,883,900)	(57,946,779)	(189,857,131)
Net increase (decrease) in net assets from capital unit transactions	12,196,335	(45,778,002)	22,179,463	(100,709,244)	143,274,683	37,794,978
Net increase (decrease) in net assets	12,196,335	(44,663,526)	22,325,912	(97,466,537)	147,239,288	51,621,899
Net Assets						
Beginning of period	94,208,683	200,760,605	—	224,282,017	—	242,912,929
End of period	\$ 106,405,018	\$ 156,097,079	\$ 22,325,912	\$ 126,815,480	\$ 147,239,288	\$ 294,534,828
Transactions in Units of the Portfolios						
Sold	55,136,423	2,186,255	2,708,067	4,229,226	19,861,598	10,168,786
Issued in reinvestment of distributions	924,987	—	—	—	—	—
Redeemed	(43,865,075)	(5,450,611)	(507,861)	(9,820,280)	(5,636,833)	(8,479,988)
Net increase (decrease) in units of the portfolios	12,196,335	(3,264,356)	2,200,206	(5,591,054)	14,224,765	1,688,798

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	50% Equity ⁽¹⁾	60% Equity	70% Equity ⁽¹⁾	80% Equity	95% Equity	Short-Term (Index)
Increase (Decrease) in Net Assets						
Operations						
Net investment income (loss)	\$ 4,567,937	\$ 8,675,317	\$ 3,814,034	\$ 8,331,892	\$ 6,388,828	\$ 879,788
Net realized gain (loss)	6,271,206	16,367,487	7,688,692	38,935,079	30,143,005	(89,519)
Change in net unrealized appreciation (depreciation)	3,034,686	12,853,699	5,417,770	7,998,032	15,427,613	(527,990)
Net increase (decrease) in net assets resulting from operations	13,873,829	37,896,503	16,920,496	55,265,003	51,959,446	262,279
Capital Unit Transactions						
Proceeds from units sold	357,279,962	315,875,945	301,970,966	188,796,959	63,797,682	26,733,720
Payments for units redeemed	(105,031,417)	(345,870,129)	(90,565,728)	(516,705,941)	(226,977,716)	(26,345,991)
Net increase (decrease) in net assets from capital unit transactions	252,248,545	(29,994,184)	211,405,238	(327,908,982)	(163,180,034)	387,729
Net increase (decrease) in net assets	266,122,374	7,902,319	228,325,734	(272,643,979)	(111,220,588)	650,008
Net Assets						
Beginning of period	—	501,766,822	—	784,823,635	553,810,293	57,326,579
End of period	\$ 266,122,374	\$ 509,669,141	\$ 228,325,734	\$ 512,179,656	\$ 442,589,705	\$ 57,976,587
Transactions in Units of the Portfolios						
Sold	35,280,289	12,518,455	29,758,076	6,793,339	2,071,194	2,570,718
Redeemed	(10,078,756)	(13,729,153)	(8,590,590)	(18,828,814)	(7,767,890)	(2,531,939)
Net increase (decrease) in units of the portfolios	25,201,533	(1,210,698)	21,167,486	(12,035,475)	(5,696,696)	38,779

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	10% Equity (Index) ⁽¹⁾	20% Equity (Index)	30% Equity (Index) ⁽¹⁾	40% Equity (Index)	50% Equity (Index) ⁽¹⁾	60% Equity (Index)
Increase (Decrease) in Net Assets						
Operations						
Net investment income (loss)	\$ 206,315	\$ 1,400,289	\$ 819,173	\$ 2,405,351	\$ 1,494,684	\$ 4,045,153
Net realized gain (loss)	(7,013)	404,026	31,235	241,475	222,776	776,622
Change in net unrealized appreciation (depreciation)	(77,551)	(33,323)	382,304	2,769,484	2,085,743	9,397,607
Net increase (decrease) in net assets resulting from operations	121,751	1,770,992	1,232,712	5,416,310	3,803,203	14,219,382
Capital Unit Transactions						
Proceeds from units sold	24,802,840	56,834,386	72,928,397	101,405,990	114,941,382	145,926,468
Payments for units redeemed	(5,492,344)	(69,598,633)	(20,325,680)	(75,312,557)	(33,164,790)	(107,142,116)
Net increase (decrease) in net assets from capital unit transactions	19,310,496	(12,764,247)	52,602,717	26,093,433	81,776,592	38,784,352
Net increase (decrease) in net assets	19,432,247	(10,993,255)	53,835,429	31,509,743	85,579,795	53,003,734
Net Assets						
Beginning of period	—	98,126,515	—	108,144,108	—	180,617,882
End of period	\$ 19,432,247	\$ 87,133,260	\$ 53,835,429	\$ 139,653,851	\$ 85,579,795	\$ 233,621,616
Transactions in Units of the Portfolios						
Sold	2,462,224	4,878,064	7,202,806	7,985,684	11,312,617	10,677,208
Redeemed	(543,430)	(6,025,283)	(1,984,026)	(5,952,612)	(3,187,289)	(7,883,785)
Net increase (decrease) in units of the portfolios	1,918,794	(1,147,219)	5,218,780	2,033,072	8,125,328	2,793,423

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

YEAR ENDED JUNE 30, 2018 (EXCEPT AS NOTED)

	70% Equity (Index) ⁽¹⁾	80% Equity (Index)	95% Equity (Index)
Increase (Decrease) in Net Assets			
Operations			
Net investment income (loss)	\$ 1,433,908	\$ 4,679,656	\$ 4,877,219
Net realized gain (loss)	331,897	4,321,619	3,429,398
Change in net unrealized appreciation (depreciation)	3,589,849	15,266,728	22,962,701
Net increase (decrease) in net assets resulting from operations	5,355,654	24,268,003	31,269,318
Capital Unit Transactions			
Proceeds from units sold	110,284,191	149,587,015	120,955,692
Payments for units redeemed	(27,960,138)	(164,060,475)	(88,412,728)
Net increase (decrease) in net assets from capital unit transactions	82,324,053	(14,473,460)	32,542,964
Net increase (decrease) in net assets	87,679,707	9,794,543	63,812,282
Net Assets			
Beginning of period	—	292,279,178	280,197,103
End of period	\$ 87,679,707	\$ 302,073,721	\$ 344,009,385
Transactions in Units of the Portfolios			
Sold	10,798,506	10,181,449	7,699,143
Redeemed	(2,650,667)	(11,457,307)	(5,856,424)
Net increase (decrease) in units of the portfolios	8,147,839	(1,275,858)	1,842,719

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

See Notes to Financial Statements.

Notes to Financial Statements

JUNE 30, 2018

1. Organization

The Kansas Postsecondary Education Savings Program (the program) was created to authorize the establishment of family postsecondary education savings accounts — the Schwab 529 College Savings Plan (the plan) — and to provide guidelines for the maintenance of such accounts. The objective of the plan is to enable residents of the state of Kansas and other states to benefit from the tax incentive provided for qualified state tuition programs as defined in Section 529 of the Internal Revenue Code of 1986, as amended. The Kansas State Treasurer is the Administrator of the program. The plan is available through Charles Schwab & Co., Inc., is managed by American Century Investment Management, Inc. (ACIM) (the program manager) and is distributed by American Century Investment Services, Inc. The plan is comprised of twenty one portfolios (the portfolios), each of which may invest in a mix of domestic equity, domestic fixed income, international equity, international fixed income, and/or money market funds (the underlying funds) managed by multiple investment companies: American Century Investments®, Schwab Funds®, Laudus Funds™, American Beacon® Funds, MetWest Funds, Vanguard®, Baird Funds and J.P. Morgan Funds.

Each account owner's beneficial interest in the net assets of the portfolios is represented by units. Purchases into and withdrawals from the portfolios are subject to the terms and limitations defined by the plan and the Administrator. Purchases and withdrawals are recorded upon receipt of the account owner's instructions at the next determined daily net asset value per unit.

10% Equity, 30% Equity, 50% Equity, 70% Equity, 10% Equity (Index), 30% Equity (Index), 50% Equity (Index) and 70% Equity (Index) commenced sale on July 14, 2017, the portfolios' inception date.

2. Significant Accounting Policies

The following is a summary of significant accounting policies consistently followed by the portfolios in preparation of their financial statements. The portfolios are investment companies and follow accounting and reporting guidance in accordance with accounting principles generally accepted in the United States of America. This may require management to make certain estimates and assumptions at the date of the financial statements. Actual results could differ from these estimates.

Investment Valuations — The portfolios determine the fair value of their investments and compute their net asset value per unit as of the close of regular trading (usually 4 p.m. Eastern time) on the New York Stock Exchange (NYSE) on each day the NYSE is open. Investments in the underlying funds are valued at their reported net asset value.

Security Transactions — Security transactions are accounted for as of the trade date. Net realized gains and losses are determined on the identified cost basis.

Investment Income — Income and capital gain distributions, if any, from the underlying funds are recorded as of the ex-dividend date. Long-term capital gain distributions, if any, from the underlying funds are a component of net realized gain (loss).

Expenses — Expenses of the program can be directly attributed to a portfolio. The expenses included in the accompanying financial statements reflect the expenses of each portfolio and do not include any expenses associated with the underlying funds. See Note 3 for more information on fees and expenses of the portfolios.

Distributions — For all portfolios except Money Market, there are no distributions of net investment income or net realized gains to the account owners or beneficiaries of the plan in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. For Money Market, distributions of net investment income and short-term capital gains, if any, are accrued daily and paid monthly.

Withdrawals — The earnings portions of nonqualified and penalty-free withdrawals are taxable to the account owner or the beneficiary. Earnings portions of nonqualified withdrawals also may be subject to a federal penalty tax. For Kansas taxpayers, the earnings portion of a nonqualified withdrawal as well as the contribution portion that was previously deducted will be subject to Kansas state taxes.

Indemnifications — Under the program's organizational documents, the Kansas State Treasurer, the State of Kansas, Charles Schwab & Co., Inc., the program manager, their officers, employees or other agents of the program are indemnified against certain liabilities arising out of the performance of their duties to the portfolios. In addition, in the normal course of business, the portfolios enter into contracts that provide general indemnifications. The maximum exposure under these arrangements is unknown as this would involve future claims that may be made against a portfolio. The risk of material loss from such claims is considered by management to be remote.

3. Fees

Program Management Fee — The Kansas State Treasurer has entered into a management and administrative services agreement with ACIM to provide administrative, record keeping, marketing, consulting, and investment management services to the plan, in exchange for a single program management fee. The fee is computed and accrued daily based on each portfolio's daily net assets and paid monthly in arrears. The annual program management fee is 0.20% for each portfolio, except Short Term Index, 10% Equity Index, 20% Equity Index, 30% Equity Index, 40% Equity Index, 50% Equity Index, 60% Equity Index, 70% Equity Index, 80% Equity Index and 95% Equity Index (the Index portfolios). The Index portfolios are subject to an annual all-inclusive fee of 0.30%, which consists of the underlying fund expenses and a program management fee. Effective July 13, 2018, the annual all-inclusive fee was lowered from 0.30% to 0.25%.

Underlying Fund Expenses — Each portfolio will indirectly realize its pro rata share of the fees and expenses of the underlying funds in which it invests. These fees and expenses are already reflected in the valuation of the underlying funds.

4. Investment Transactions

Investment transactions for the period ended June 30, 2018 were as follows:

	Money Market	Short-Term	10% Equity ⁽¹⁾	20% Equity	30% Equity ⁽¹⁾	40% Equity	50% Equity ⁽¹⁾
Purchases	\$28,809,711	\$12,707,280	\$23,591,957	\$47,599,741	\$153,062,276	\$61,879,597	\$275,804,979
Sales	\$16,704,021	\$56,297,199	\$1,144,709	\$145,425,215	\$5,938,026	\$13,814,368	\$13,243,494

	60% Equity	70% Equity ⁽¹⁾	80% Equity	95% Equity	Short-Term (Index)	10% Equity (Index) ⁽¹⁾	20% Equity (Index)
Purchases	\$44,425,013	\$246,039,957	\$46,474,163	\$53,639,125	\$14,875,972	\$21,029,203	\$31,385,993
Sales	\$52,155,349	\$23,768,681	\$347,574,097	\$192,581,706	\$13,756,514	\$1,541,885	\$42,695,276

	30% Equity (Index) ⁽¹⁾	40% Equity (Index)	50% Equity (Index) ⁽¹⁾	60% Equity (Index)	70% Equity (Index) ⁽¹⁾	80% Equity (Index)	95% Equity (Index)
Purchases	\$56,027,579	\$38,963,339	\$86,634,261	\$53,402,078	\$87,058,238	\$75,733,702	\$97,668,200
Sales	\$2,686,908	\$10,228,072	\$3,299,402	\$10,180,485	\$3,061,751	\$84,333,758	\$57,761,758

(1) July 14, 2017 (portfolio inception) through June 30, 2018.

5. Fair Value Measurements

The portfolios' investments valuation process is based on several considerations and may use multiple inputs to determine the fair value of the investments held by the portfolios. In conformity with accounting principles generally accepted in the United States of America, the inputs used to determine a valuation are classified into three broad levels.

- Level 1 valuation inputs consist of unadjusted quoted prices in an active market for identical investments.
- Level 2 valuation inputs consist of direct or indirect observable market data (including quoted prices for comparable investments, evaluations of subsequent market events, interest rates, prepayment speeds, credit risk, etc.).
- Level 3 valuation inputs consist of unobservable data (including a portfolio's own assumptions).

The level classification is based on the lowest level input that is significant to the fair valuation measurement. The valuation inputs are not necessarily an indication of the risks associated with investing in these securities or other financial instruments. There were no significant transfers between levels during the period.

As of period end, the portfolios' investment securities were classified as Level 1. The Schedules of Investments provide additional information on the portfolios' holdings.

6. Other Information

The portfolios do not invest in the underlying funds for the purpose of exercising management or control; however, investments by the portfolios within their investment strategies may represent a significant portion of the underlying funds' net assets.

7. Subsequent Events

Management has evaluated events or transactions that may have occurred since June 30, 2018, that would merit recognition or disclosure in the financial statements. This evaluation was completed through August 24, 2018, the date the financial statements were available to be issued.

Financial Highlights

For a Unit Outstanding Throughout the Year Ended June 30, 2018

Per-Unit Data					Ratios and Supplemental Data		
Net Asset Value, Beginning of Period	Income From Investment Operations: Net Investment Income (Loss) ⁽¹⁾	Distributions From Net Investment Income	Net Asset Value, End of Period	Total Return ⁽²⁾	Ratio to Average Net Assets of:		
					Operating Expenses ⁽³⁾	Net Investment Income (Loss)	Net Assets, End of Period (in thousands)
Money Market							
\$1.00	0.01	(0.01)	\$1.00	0.95%	0.20%	0.96%	\$106,405

Notes to Financial Highlights

- (1) Computed using average units outstanding throughout the period.
- (2) Total returns are calculated based on the net asset value of the last business day.
- (3) Ratio of operating expenses to average net assets does not include any fees and expenses of the underlying funds.

See Notes to Financial Statements.

For a Unit Outstanding Throughout the Year Ended June 30, 2018 (except as noted)

Per-Unit Data				Ratios and Supplemental Data				
Net Asset Value, Beginning of Period	Income From Investment Operations:			Net Asset Value, End of Period	Total Return ⁽²⁾	Ratio to Average Net Assets of:		Net Assets, End of Period (in thousands)
	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total From Investment Operations			Operating Expenses ⁽³⁾	Net Investment Income (Loss)	
Short-Term								
\$13.94	0.19	(0.12)	0.07	\$14.01	0.50%	0.20%	1.35%	\$156,097
10% Equity⁽⁴⁾								
\$10.00	0.16	(0.01)	0.15	\$10.15	1.50%	0.20% ⁽⁵⁾	1.64% ⁽⁵⁾	\$22,326
20% Equity								
\$18.07	0.30	0.23	0.53	\$18.60	2.93%	0.20%	1.63%	\$126,815
30% Equity⁽⁴⁾								
\$10.00	0.18	0.17	0.35	\$10.35	3.50%	0.20% ⁽⁵⁾	1.81% ⁽⁵⁾	\$147,239
40% Equity								
\$21.79	0.41	0.75	1.16	\$22.95	5.32%	0.20%	1.81%	\$294,535
50% Equity⁽⁴⁾								
\$10.00	0.18	0.38	0.56	\$10.56	5.60%	0.20% ⁽⁵⁾	1.83% ⁽⁵⁾	\$266,122
60% Equity								
\$24.48	0.45	1.49	1.94	\$26.42	7.92%	0.20%	1.74%	\$509,669
70% Equity⁽⁴⁾								
\$10.00	0.18	0.61	0.79	\$10.79	7.90%	0.20% ⁽⁵⁾	1.76% ⁽⁵⁾	\$228,326
80% Equity								
\$26.73	0.45	2.38	2.83	\$29.56	10.59%	0.20%	1.59%	\$512,180
95% Equity								
\$28.21	0.45	3.10	3.55	\$31.76	12.58%	0.20%	1.47%	\$442,590
Short-Term (Index)								
\$10.37	0.16	(0.11)	0.05	\$10.42	0.48%	0.16%	1.57%	\$57,977
10% Equity (Index)⁽⁴⁾								
\$10.00	0.17	(0.04)	0.13	\$10.13	1.30%	0.19% ⁽⁵⁾	1.78% ⁽⁵⁾	\$19,432
20% Equity (Index)								
\$11.44	0.21	0.07	0.28	\$11.72	2.45%	0.21%	1.84%	\$87,133
30% Equity (Index)⁽⁴⁾								
\$10.00	0.19	0.13	0.32	\$10.32	3.20%	0.22% ⁽⁵⁾	1.97% ⁽⁵⁾	\$53,835
40% Equity (Index)								
\$12.34	0.25	0.35	0.60	\$12.94	4.86%	0.23%	1.98%	\$139,654

For a Unit Outstanding Throughout the Year Ended June 30, 2018 (except as noted)

Per-Unit Data				Ratios and Supplemental Data				
Net Asset Value, Beginning of Period	Income From Investment Operations:			Net Asset Value, End of Period	Total Return ⁽²⁾	Ratio to Average Net Assets of:		Net Assets, End of Period (in thousands)
	Net Investment Income (Loss) ⁽¹⁾	Net Realized and Unrealized Gain (Loss)	Total From Investment Operations			Operating Expenses ⁽³⁾	Net Investment Income (Loss)	
50% Equity (Index)⁽⁴⁾								
\$10.00	0.20	0.33	0.53	\$10.53	5.30%	0.23% ⁽⁵⁾	2.02% ⁽⁵⁾	\$85,580
60% Equity (Index)								
\$13.17	0.27	0.71	0.98	\$14.15	7.44%	0.23%	1.93%	\$233,622
70% Equity (Index)⁽⁴⁾								
\$10.00	0.19	0.57	0.76	\$10.76	7.60%	0.23% ⁽⁵⁾	1.93% ⁽⁵⁾	\$87,680
80% Equity (Index)								
\$13.91	0.26	1.14	1.40	\$15.31	10.06%	0.23%	1.75%	\$302,074
95% Equity (Index)								
\$14.47	0.26	1.49	1.75	\$16.22	12.09%	0.22%	1.66%	\$344,009

Notes to Financial Highlights

- (1) Computed using average units outstanding throughout the period.
- (2) Total returns are calculated based on the net asset value of the last business day. Total returns for periods less than one year are not annualized.
- (3) Ratio of operating expenses to average net assets does not include any fees and expenses of the underlying funds.
- (4) July 14, 2017 (portfolio inception) through June 30, 2018.
- (5) Annualized.

See Notes to Financial Statements.

Report of Independent Auditors

To the Program Manager of the Kansas Postsecondary Education Savings Program:

We have audited the accompanying financial statements of each of the portfolios listed in the table below (twenty-one portfolios constituting the Schwab 529 College Savings Plan, hereafter referred to as the "Portfolios"), which comprise the statements of assets and liabilities, including the schedules of investments, as of June 30, 2018 and the related statements of operations and of changes in net assets and the financial highlights for the periods indicated in the table below. These financial statements and financial highlights are hereafter collectively referred to as "financial statements."

Schwab 529 College Savings Plan	
Money Market Portfolio ⁽¹⁾	Short-Term (Index) Portfolio ⁽¹⁾
Short-Term Portfolio ⁽¹⁾	10% Equity (Index) Portfolio ⁽²⁾
10% Equity Portfolio ⁽²⁾	20% Equity (Index)/Conservative (Index) Portfolio ⁽¹⁾
20% Equity/Conservative Portfolio ⁽¹⁾	30% Equity (Index) Portfolio ⁽²⁾
30% Equity Portfolio ⁽²⁾	40% Equity (Index)/Moderately Conservative (Index) Portfolio ⁽¹⁾
40% Equity/Moderately Conservative Portfolio ⁽¹⁾	50% Equity (Index) Portfolio ⁽²⁾
50% Equity Portfolio ⁽²⁾	60% Equity (Index)/Moderate (Index) Portfolio ⁽¹⁾
60% Equity/Moderate Portfolio ⁽¹⁾	70% Equity (Index) Portfolio ⁽²⁾
70% Equity Portfolio ⁽²⁾	80% Equity (Index)/Moderately Aggressive (Index) Portfolio ⁽¹⁾
80% Equity/Moderately Aggressive Portfolio ⁽¹⁾	95% Equity (Index)/Aggressive (Index) Portfolio ⁽¹⁾
95% Equity/Aggressive Portfolio ⁽¹⁾	

(1) For the period July 1, 2017 to June 30, 2018

(2) For the period July 14, 2017 (portfolio inception) through June 30, 2018

Management's Responsibility 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; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Portfolios' preparation and fair presentation of the financial statements 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 Portfolios' internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of each of the Portfolios listed in the table above as of June 30, 2018, and the results of each of their operations, the changes in each of their net assets and each of the financial highlights for the periods indicated in the table above, in accordance with accounting principles generally accepted in the United States of America.

/s/ PricewaterhouseCoopers LLP
 Kansas City, Missouri
 August 24, 2018

charles SCHWAB

P.O. Box 2906
Shawnee Mission, KS 66201-2906
1-888-903-3863
www.schwab.com/529

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