

A Trump account: Overview

Characteristic	Details
What is a Trump Account	A tax-advantaged savings/investment account for minors under 18.
Eligible children	Born between Jan 1, 2025 and Dec 31, 2028 for \$1,000 seed deposit.
Government contribution	\$1,000 one-time deposit for eligible children.
Annual contribution limit	Up to \$5,000/year total (parents + employers; employer max \$2,500).
Investment mechanism	Invested in low-cost U.S. equity index funds.
Tax treatment	Tax-deferred growth; contributions not tax-deductible.
Account opening date	Accounts can be opened starting July 4, 2026.
Contribution period	Until end of the year in which the child turns 18.
Withdrawal rules	Accessible beginning Jan 1 of the year the child turns 18; IRA-like rules.
Intended uses	Education, home purchase, business startup, retirement, etc.
Countries with similar policies	United Kingdom (Child Trust Fund); Hungary (Baby Bond/Start Account); Singapore (Child Development Account); South Korea (Didim Seed CDA); Connecticut, USA (State-level Baby Bonds)