

Trump Accounts: What You Need to Know!

The new tax law passed in 2025 created a new child savings account called a Trump Account, also known as a 530A account. It is designed to encourage children to build long-term savings early in life. Trump Accounts can start receiving contributions on July 4, 2026.



Who can contribute to a child's Trump Account?

- The U.S. government will provide \$1,000 to every U.S. citizen child born after December 31, 2024.
- State and local governments, as well as charities.
- Businesses via tax-free fringe benefit plans.
- Any other individuals, including family and friends.

When can you withdraw from a Trump Account?

- Distributions are generally not allowed from a Trump Account until the year in which the child turns 18.
- Trump Accounts are a special type of Individual Retirement Account (IRA), so distributions are taxable and subject to a 10% penalty unless an exception applies (such as attaining age 59.5).



You should strongly consider opening a Trump Account in 2026 if:

- Your child is a U.S. citizen born after December 31, 2024.
 - Your child will turn 18 during 2027.
 - Your employer plans to offer tax-free Trump account contributions.
 - You want to help your child save for long term goals beyond college.
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We can assist with opening your child's Trump Account and provide tax planning strategies to optimize its use.