# Trump Accounts:
## Should Your Family Open One?

Trump Accounts offer a new way to save for a child's future. Children born from 2025 through 2028 may qualify for a one-time $1,000 federal contribution, with planning choices depending on a number of factors.



**$1,000**
Federal contribution for children born 2025-2028

**$5,000**
Annual contribution limit per child

**$2,500**
Employer contribution limit per child

### How It Works

You make the election through IRS Form 4547 or online at trumpaccounts.gov.

### Why Open One?

- Eligible children may receive federal seed money
- No earned income required
- Parents, relatives, employers, and others may contribute
- Investments grow tax deferred
- Families can still use 529s, Roth IRAs, and other savings tools
- Qualifying donor contributions may fall under a gift tax safe harbor

### Important Tradeoffs

- A 529 plan may work better for education savings
- A Roth IRA may work better when the child has earned income
- Contributions are not tax deductible
- Limited to qualifying U.S. stock index funds
- Withdrawals are generally restricted before age 18
- Earnings and some contributions may be taxable

### Setup Guide

1. Visit TrumpAccounts.gov starting July 4, 2026
2. Complete the required election through IRS Form 4547 or the IRS online account process
3. Watch for activation instructions via email from U.S. Treasury
4. Confirm the account has been activated before making contributions
5. Keep records of everything

### Scam Reminder

The U.S. Treasury will not contact families by phone, text, or mail to activate a Trump Account.

### Bottom Line

For many families with a child born between 2025-2028, opening a Trump Account may make sense simply to capture the federal $1k contribution. The right mix may include a Trump Account, 529 plan, Roth IRA, or other planning tools.

### Planning Note

Qualifying donor contributions may qualify for an IRS gift tax safe harbor, eliminating the need to file gift tax returns.

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