TRUMP ACCOUNTS:
WHAT FAMILIES NEED TO KNOW

Trump Accounts are a new type of individual retirement account for children under age 18. **The idea is simple: give children an early start on long-term investing and retirement savings.** They are not designed to replace a 529 plan or another education-focused account.

WHO IS ELIGIBLE?

A Trump Account can be established for a child who:

- Has not turned 18 by the end of the election year
- Has a valid Social Security number

> ***Important distinction**: Children do not need to be born between 2025 and 2028 to have an account. That window applies only to the $1,000 contribution.*

WHO OWNS THE ACCOUNT?

The account is opened in the child's name, and the **child is the owner from day one.**

A parent, guardian, or other authorized individual manages the account while the child is a minor.

HOW MUCH CAN BE CONTRIBUTED?

A Trump Account may receive up to **$5,000 per year, per child** during the growth period.

Contributions made by individuals are not tax-deductible.

> ***In other words:** you can contribute toward the child's future, but you do not received a current-year tax deduction for doing do.*

HOW IS THE MONEY INVESTED?

Trump Accounts are not fully self-directed during the growth period.

The money must be held in eligible index-based investments, including qualifying EFTs or mutual funds.

> *Families will have investment choices, but **not unlimited control** over how the account is invested.*

CAN THE MONEY BE WITHDRAWN BEFORE AGE 18?

Generally, no.

Withdrawals are restricted during the growth period, which ends on December 31 of the year before the child turns 18.

WHAT HAPPENS AFTER THE GROWTH PERIOD?

After the growth period ends, the special Trump Account restrictions no longer apply.

At that point, the account follows traditional IRA rules.

Withdrawals are taxable and may also be subject to penalties, depending on the child's age and how the money is used.

TRUMP ACCOUNTS:
PLANNING CONSIDERATIONS

WHO QUALIFIES FOR WHAT?	
TRUMP ACCOUNT	**$1,000 CONTRIBUTION**
• Child under age 18 • Valid Social Security number • Election submitted	• Born 2025–2028 • Valid Social Security number • Election submitted • U.S. Citizen • Child is a tax dependent of the person submitting the request

COULD A ROTH CONVERSION MAKE SENSE LATER?

Possibly. (Of course "it depends.")

After the growth period, converting some or all of the account to a Roth IRA is worth evaluating, especially during a year when the child is in a lower tax bracket.

> ***Future planning consideration:*** *The amount converted is taxable that year. Timing matters.*

CAN TANNERY DO THIS FOR CLIENTS?

No. Tannery Company cannot establish or custody a Trump Account.

Election is handled through the IRS and activation is done through the official app.

TANNERY PERSPECTIVE: WHERE THIS FITS

Trump Accounts are one piece of a broader family plan.

They may **work alongside** education savings, annual gifting, and the family's own retirement strategy, but they should **not be treated as a replacement** for those priorities.

Our team can help you consider how the account fits (or not) into your larger picture.

Accurate as of August 1, 2026. Trump Account rules and procedures are subject to change.