



Appleby Advisor Guide

Key Definitions for Trump Accounts

1. Account beneficiary

The eligible individual for whom the Trump account is established.

2. Aggregate annual contribution limit

The annual limit on contributions (excluding exempt contributions such as pilot program contributions, qualified general contributions, and rollover contributions), generally \$5,000 during the growth period (indexed after 2027).

3. Authorized individual

An individual who may elect to establish a Trump account for an eligible individual and represents that they are authorized to do so.

4. Coordination with IRA rules

After the growth period, Trump accounts are generally subject to the rules applicable to traditional IRAs under section 408.

5. Distribution (during growth period)

No distributions are permitted during the growth period except:

- qualified rollover contributions
- qualified ABLE rollover contributions
- distributions of excess contributions
- distributions upon death

Election (to establish account or receive pilot contribution)

The formal action taken (for example, on IRS Form 4547 or via an approved system) to:

- establish a Trump account, or
- receive a pilot program contribution

6. Eligible child (for pilot program)

A qualifying child (as defined in section 152(c)):

- born after December 31, 2024, and before January 1, 2029
- who is a U.S. citizen
- for whom no prior pilot program election has been made

7. Eligible individual

An individual:

- for whom an election is made to establish a Trump account
- who has not attained age 18 before the close of the calendar year of the election
- who has a Social Security number issued before the election

8. Eligible investment

Generally, a mutual fund or ETF that:

- tracks an index of primarily U.S. companies
- does not use leverage
- has fees not exceeding 0.1 percent of the balance

9. Eligible investment requirement

The rule that limits investments during the growth period to eligible investments, which generally must:

- track an index of primarily U.S. companies

Trump Account Definitions



- not use leverage
- satisfy applicable fee limitations
- meet requirements established by the Secretary

10. Growth period

The period that ends before January 1 of the calendar year in which the account beneficiary attains age 18.

11. Initial Trump account

The Trump account created or organized by the Secretary for an eligible individual.

12. Other contributions

Contributions from any other source, including:

- the account beneficiary
- parents
- any other person

13. Pilot program (Trump accounts contribution pilot program)

The program under section 6434 under which the Secretary contributes \$1,000 to a Trump account of an eligible child upon a valid election.

14. Pilot program contribution

A \$1,000 contribution made by the Secretary to a Trump account for an eligible child under the pilot program.

15. Post-growth period (informal term)

This term is not defined in the guidance.

Trump Account Definitions



It is commonly used to describe the period after the growth period, during which standard IRA rules generally apply.

16. Qualified ABLE rollover contribution

A transfer from a Trump account to an ABLE account that is permitted under section 530A(d)(4), subject to applicable requirements.

17. Qualified general contribution

A contribution made by the Secretary and funded by a general funding contribution from a state, the United States, a political subdivision, the District of Columbia, an Indian tribal government, or a section 501(c)(3) organization for a qualified class of account beneficiaries.

18. Qualified rollover contribution

A trustee-to-trustee transfer of the entire balance from one Trump account to another Trump account for the same account beneficiary.

19. Reporting requirements under section 530A(i)

Reporting rules applicable during the growth period, which replace IRA reporting under section 408(i) and require additional information, including contribution source and basis.

20. Responsible party

The individual who made the election to establish the Trump account and who, while the account beneficiary lacks legal capacity, has authority over certain account actions (such as investments and rollovers), subject to applicable law and the account agreement.

Trump Account Definitions



21. Rollover Trump account

A Trump account:

- established during the growth period, and
- funded by a qualified rollover contribution from an existing Trump account

22. Section 128 employer contributions

Employer contributions made to a Trump account of an employee or a dependent of an employee that are not includible in gross income under section 128 and must be made under a section 128(c) program (subject to applicable limits).

23. Trustee

A bank or IRS-approved nonbank trustee authorized to hold a Trump account.

24. Trump account

A type of traditional individual retirement account under section 408(a) that is established for the exclusive benefit of an eligible individual and designated as a Trump account at establishment.

25. Written governing instrument

The document establishing the Trump account that must satisfy:

- IRA requirements under section 408(a), and
- additional Trump account requirements under section 530A

Trump Account Definitions

