

SECTION 1. Matched-Savings Opportunity Act.

SEC. 2. Findings.

- (a) Opportunity Accounts can assist low- and moderate-income children in accumulating wealth for education, homeownership, retirement, or entrepreneurship.
- (b) The addition of matched funds promotes savings, encourages personal responsibility, and assists economic mobility.
- (c) Private-sector administration with proper guardrails can effectively manage these accounts without increasing entitlement programs.
- (d) The program can end generational poverty, close racial wealth disparities, and provide a foundation for economic mobility for every child.

SEC. 3. Opportunity Accounts.

Government Code Sections 4100–4105 are amended to read:

4100. Establishment.

- (a) The state shall establish a program to open a federally matched Opportunity Account for every child born in California.

4101. Eligible Use of Funds.

- (a) Funds may be expended only upon:
  - (1) Post-secondary education expenses.
  - (2) First-time homebuying.
  - (3) Retirement savings.
  - (4) Entrepreneurial enterprise.

4102. Matching Contributions.

- (a) Low-income families will see federal contributions matched to achieve maximum equity and opportunity.
- (b) The state will collaborate with federal agencies and private financial institutions to provide contributions and investments.

4103. Management of Accounts.

- (a) Accounts will be professionally managed by state-regulated private-sector financial institutions.
- (b) Non-permitted uses for wealth building purposes withdrawals will not be permitted.

4104. Reporting.

- (a) The administering agency will annually report to the Legislature on participation, account balances, and success of the program, including economic mobility indicators.