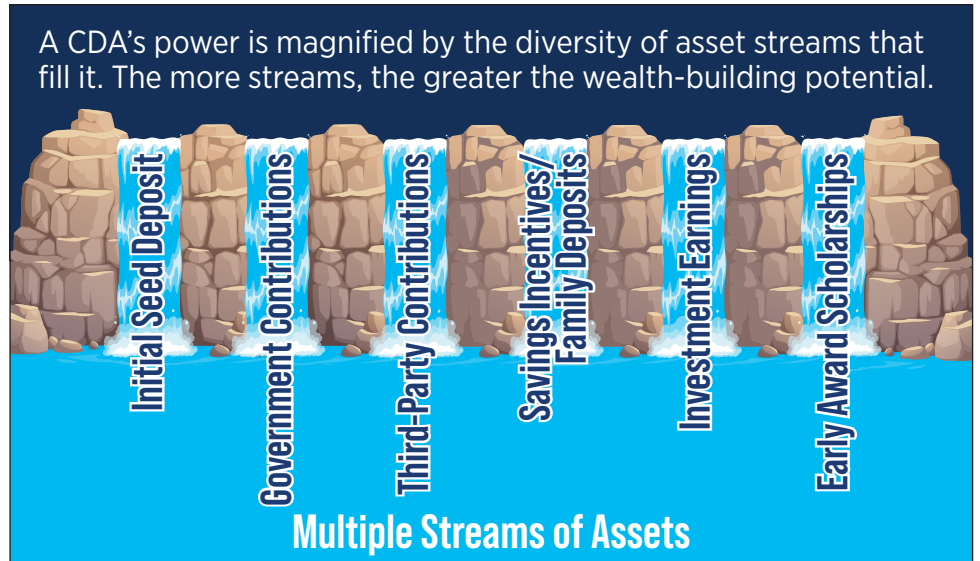


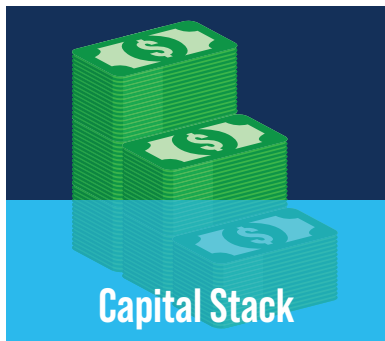
Child Development Accounts (CDAs): A Reservoir for Building Wealth



CDAs act like a reservoir, collecting and storing resources to maximize a child's opportunity for asset building.



A CDA's power is magnified by the diversity of asset streams that fill it. The more streams, the greater the wealth-building potential.



Asset streams combine and grow, one on top of another, raising the "level" of wealth in the CDA, rather than being split among multiple small accounts.

Why This Matters



EFFICIENT GROWTH
Fewer outflows, more growth.

REDUCED INEQUALITY
Stronger foundation for all children.

COMMUNITY RESPONSIBILITY
Wealth-building becomes a shared, not individual burden.



Key Concepts

Reservoir

Central account collecting various assets.

Streams


Diverse, ongoing inflows (not just family savings).

Stack

Cumulative effect of assets building value together.



Policy Implications



Combining streams into a single CDA maximizes growth, equity, and simplicity. Fragmented systems lose power and efficiency.

Acknowledgment:

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