

Critical Issues

- 1) TVA plan permits an individual ^{upon retirement} to transfer his take stock to the regular TVA retirement annuity fund and to receive an enhanced annuity. Question: is this tie in essential to IRS.
- 2) Can plan start with a Lump sum? If not can 7% of salary be high enough so individual can liquidate savings in other form & quickly build up his takestock base.

Note: Present TVA 1670 Limit is very generous
 Deducting 6.5 or 7% Civil Service or CIARS would leave ~~13~~ ^{9-9.5} ~~10.5~~ %
 Very few CIA employees would save more than this.

3) TVA was not satisfied with performance of 1st Nat City on the Variable Annuity Fund. Contracted with Fidelity to manage for $\frac{1}{3}$ of 1% of net asset value including expenses.

4) TVA not satisfied with Fidelity trend. thinks Fidelity is too large. Fidelity Fund is thinking of setting up a new fund Trustees Equity Fund.

5) Read The Money Game

6) Johnson Invest Co Charts - Library of Congress 53-34817
 Weinberger Services "Mutual Fund Mgt Resul ts" ^{30 Jul 68}
 Pension & Welfare News

7) Average takestock investment is \$17.00 per pay period
 2536 participants = \$53,100 per pay period

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		<u>\$53,573</u>