

# TAKE STOCK PLAN



RETIREMENT SYSTEM  
**TVA**  
KNOXVILLE, TENNESSEE

## Payroll Deductions for Retirement and TAKE STOCK Plans

### Retirement plan

Payroll deductions for the retirement plan (variable annuity, fixed annuity, or both) are expressed as a percentage rate of your salary:

- The STANDARD rate is 6% of salary.
- The MINIMUM rate is 6% of salary reduced by 3% on salary up to the current Social Security base (now \$7,800).
- The MAXIMUM rate is different for each individual member; the Retirement System will figure it for you on request.

### TAKE STOCK plan

Participation in the Voluntary Retirement Savings and Investment (TAKE STOCK) Plan is optional. It lets a member acquire an equity in mutual fund shares through payroll deductions.

If a member of the Retirement System is regularly buying U. S. Savings Bonds through payroll deductions, he is eligible to TAKE STOCK in the Fidelity Trend Fund, which seeks capital growth, or the Puritan Fund, which primarily emphasizes investment income; or he can save in both funds.

Payroll deductions for the TAKE STOCK plan are expressed in whole dollars:

- The minimum is \$5 if you invest in only one mutual fund; or \$10 if you put money in both Fidelity Trend and Puritan funds.
- The maximum depends on how much you contribute for your annuity in the retirement plan. You can have total deductions — in both the retirement and TAKE STOCK plans — of no more than 16% of salary.

### Form RS-132, TAKE STOCK Deductions and Retirement Contributions

Use this form

- to put money in either one of the mutual funds or both of them

- to continue your present retirement percentage or change it.

Discuss it with your family and decide how much you want to invest in the TAKE STOCK plan. Then fill out form RS-132 (or first send a note to the Retirement System if you need help about your retirement percentage before you decide).

- Insert the number of dollars you want to put in one or both funds.
- Check any change you want to make in your present retirement percentage.
- Sign form RS-132, enter the date and your home address, and send the form to the TVA Retirement System through interoffice mail.

Your payroll deductions will start as soon as possible after your form RS-132 is received. You can stop the TAKE STOCK deductions or change the amount at any time. You'll get a quarterly statement showing the dollars you've put in and your equity expressed in mutual fund shares credited to your account.

You'll also get quarterly reports from both funds if you authorize deductions in either fund.

If you decide not to save through the TAKE STOCK plan right now, hold the form for possible use later.

### Beneficiary

The beneficiary you have named to receive your retirement plan contributions will be the beneficiary for your TAKE STOCK plan equity unless you designate another one. If you want to designate a different beneficiary for your TAKE STOCK plan equity, check the last box under TAKE STOCK plan on form RS-132; the Retirement System will send you form RS-2B, Beneficiary Designation for Voluntary Retirement Savings and Investment Plan.

NEWTON B. DICKS  
Executive Secretary

June 1968



Approved For Release 2002/03/20 : CIA-RDP78-03089R000100030001-1

### INVESTMENT IN FIDELITY TREND FUND FOR PERIOD June 16, 1958\* - July 31, 1966

INVESTMENT PER PAY PERIOD	DOLLARS PUT IN	VALUE JULY 31, 1966
\$ 5	\$ 1,061.00	\$ 3,700.00
10	2,124.00	7,403.00
25	5,309.00	18,509.00
50	10,617.00	37,015.00

\*Date fund was started.

### ILLUSTRATIONS OF ASSUMED INVESTMENTS IN THE **TAKESTOCK PLAN**

### INVESTMENT IN PURITAN FUND FOR PERIOD January 1, 1956 - July 31, 1966

INVESTMENT PER PAY PERIOD	DOLLARS PUT IN	VALUE JULY 31, 1966
\$ 5	\$ 1,375.00	\$ 2,672.00
10	2,752.00	5,345.00
25	6,879.00	13,363.00
50	13,758.00	26,724.00

**BASED ON 1% SALES CHARGES**  
All dividends reinvested and capital  
gains accepted in shares.

Period covered by above studies was one of generally rising common stock prices. The illustrations above do not assume a profit or protect against depreciation in declining markets.



Approved For Release 2002/03/20 : CIA-RDP78-03089R000100030001-1

**FIDELITY TREND FUND, INC. ILLUSTRATION OF AN ASSUMED TAKE-STOCK PLAN**

Approved For Release 2002/03/20 : CIA-RDP78-03089R000100030001-1

in terms of continuous investments of \$5 each bi-weekly pay period with Dividends Reinvested and Capital Gains Distributions Accepted in Shares. Based on 1% Sales Charge.

The table below covers the period from June 16, 1958 to July 31, 1966, a period of generally rising common stock prices. The results shown should not be considered as a representation of the dividend income or capital gain or loss which may be realized from an investment made in the Fund today. A program of the type illustrated does not assure a profit or protect against depreciation in declining markets.

**COST OF SHARES PURCHASED**

**VALUE OF SHARES**

YEAR ENDED DEC. 31	AMOUNT OF DIVIDENDS REINVESTED ANNUALLY	CUMULATIVE DIVIDENDS REINVESTED	TOTAL OF INITIAL AND PERIODIC INVESTMENTS	TOTAL COST INCLUDING REINVESTED DIVIDENDS
1958*	\$ —	\$ —	\$ 76	\$ 76
1959	1	1	206	207
1960	4	5	336	341
1961	5	10	466	476
1962	15	25	596	621
1963	19	44	726	770
1964	27	71	856	927
1965	32	103	986	1,089
1966**	—	103	1,061	1,164

FROM INITIAL AND PERIODIC INVESTMENTS	ACCEPTED AS CAPITAL GAINS	SUB-TOTAL	FROM DIVIDENDS REINVESTED	TOTAL VALUE OF INVESTMENT
\$ 94	\$ —	\$ 94	\$ —	\$ 94
292	16	308	2	310
535	42	577	7	584
1,030	80	1,110	18	1,128
944	64	1,008	29	1,037
1,522	92	1,614	61	1,675
1,859	104	1,963	96	2,059
2,960	271	3,231	176	3,407
3,086	435	3,521	179	3,700

\*June 16 to December 31 only. \*\*January 1 to July 31 only.

Dollar amounts of capital gains distributions accepted in shares were: 1958—none; 1959—\$15; 1960—\$18; 1961—\$7; 1962—none; 1963—none; 1964—none; 1965—\$74; 1966—\$150; Total — \$264.

**PURITAN FUND, INC. / ILLUSTRATION OF AN ASSUMED TAKE-STOCK PLAN**

in terms of continuous investments of \$5 each bi-weekly pay period with Dividends Reinvested and Capital Gains Distributions Accepted in Shares. Based on 1% Sales Charge.

The table below covers the period from January 1, 1956 to July 31, 1966, a period of generally rising common stock prices. The results shown should not be considered as a representation of the dividend income or capital gain or loss which may be realized from an investment made in the Fund today. A program of the type illustrated does not assure a profit or protect against depreciation in declining markets.

**COST OF SHARES PURCHASED**

**VALUE OF SHARES**

YEAR ENDED DEC. 31	AMOUNT OF DIVIDENDS REINVESTED ANNUALLY	CUMULATIVE DIVIDENDS REINVESTED	TOTAL OF INITIAL AND PERIODIC INVESTMENTS	TOTAL COST INCLUDING REINVESTED DIVIDENDS
1956	\$ 3	\$ 3	\$ 130	\$ 133
1957	12	15	260	275
1958	20	35	390	425
1959	27	62	520	582
1960	36	98	650	748
1961	44	142	780	922
1962	53	195	910	1,105
1963	62	257	1,040	1,297
1964	76	333	1,170	1,503
1965	86	419	1,300	1,719
1966*	78	497	1,375	1,872

FROM INITIAL AND PERIODIC INVESTMENTS	ACCEPTED AS CAPITAL GAINS	SUB-TOTAL	FROM DIVIDENDS REINVESTED	TOTAL VALUE OF INVESTMENT
\$ 128	\$ 1	\$ 129	\$ 3	\$ 132
213	3	216	13	229
455	4	459	42	501
632	13	645	74	719
712	34	746	104	850
937	68	1,005	163	1,168
978	88	1,066	201	1,267
1,245	131	1,376	293	1,669
1,482	207	1,689	394	2,083
1,884	289	2,173	558	2,731
1,817	268	2,085	587	2,672

Approved For Release 2002/03/20 : CIA-RDP78-03089R000100030001-1

\*January 1 to July 31 only.

Dollar amounts of capital gains distributions accepted in shares were: 1956—\$1; 1957—\$2; 1958—none; 1959—\$9; 1960—\$21; 1961—\$29; 1962—\$24; 1963—\$30; 1964—\$63; 1965—\$39; 1966—none; Total — \$218.