

FEDERAL RETIREMENT
THRIFT INVESTMENT BOARD

805 Fifteenth Street, N.W.
Washington, D.C. 20005

Enclosure Registry

88-0452X

February 5, 1988

MEMORANDUM FOR HEADS OF DEPARTMENTS AND AGENCIES

FROM:  FRANCIS X. CAVANAUGH
EXECUTIVE DIRECTOR

SUBJECT: Agency Payments to Finance Insurance Costs of
the Federal Retirement Thrift Investment Board

I am pleased to advise you that, as a result of legislation enacted January 8, 1988 (PL 100-238), it will no longer be necessary for agencies to make payments to finance the fiduciary liability insurance costs of the Federal Retirement Thrift Investment Board (the Board). Such payments have been made in the form of assessments on the agencies equal to one percent of their employer contributions to the Thrift Savings Plan (TSP).

Public Law 100-238 amends the Federal Employees' Retirement System Act of 1986 (PL 99-335) to provide an alternative source of funding expenses connected with lawsuits against fiduciaries.

Technical instructions in TSP Bulletin form are currently being issued to agency payroll offices for the immediate discontinuation of the agency payments to the Board. These instructions will supplant the procedures for collecting the payments outlined in my December 24, 1986 memorandum and TSP Bulletin 87-12.

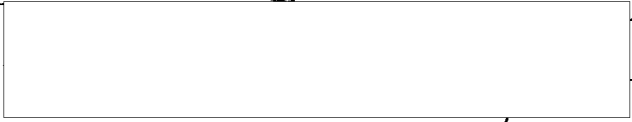
We are currently working with the insurance industry to assess our remaining insurance needs. Then we will determine the procedures and legislative changes necessary for disposing of excess insurance reserves.

We appreciate your continuing support of the Thrift Savings Plan.



Doris —

Could you draw me a map or how to get to STAT
or provide direction?
I have to drive over there on Friday morning,
Thank



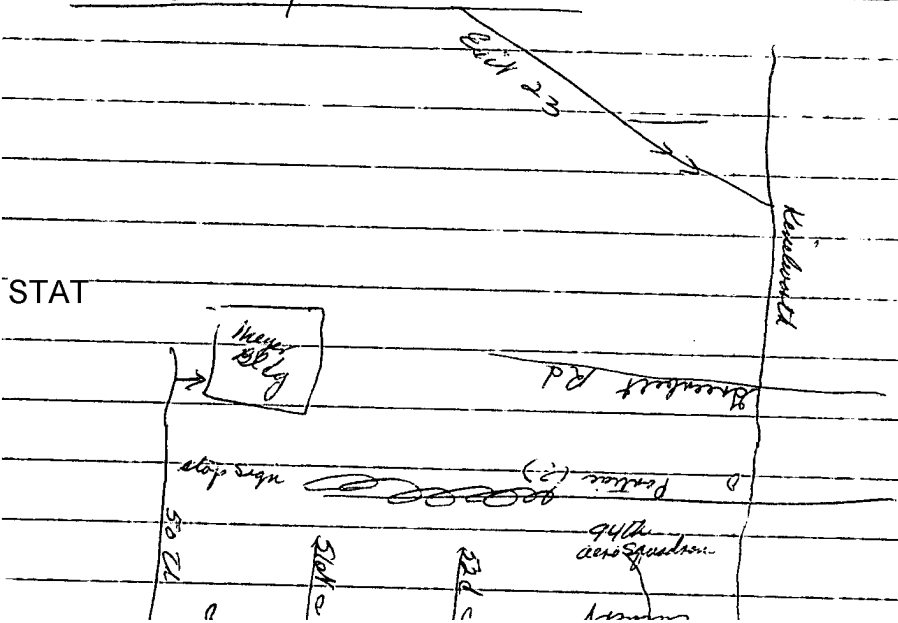
STAT-

Bob

Take the Beltway (over Cabin John Bridge) to Exit 23 - Kenilworth Ave (Route 201). On exit ramp bear right towards Greenbelt Rd & Bladensburg. Go under the underpass and follow Kenilworth Ave, South, to the 2nd light (Calvert Road). Turn right on Calvert and go thru 3 lights. Turn right on 50th Avenue (the first right after the 3rd light). Go to end of street and 505 is in the 4 story brick building (Trayan Bldg).

Beltway

Not drawn to scale
o = light



Page Denied