

104<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

# S. 1080

To amend chapter 84 of title 5, United States Code, to provide additional investment funds for the Thrift Savings Plan.

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## IN THE SENATE OF THE UNITED STATES

JULY 27 (legislative day, JULY 10), 1995

Mr. STEVENS (for himself, Mr. PRYOR, and Mr. ROTH) introduced the following bill; which was read twice and referred to the Committee on Governmental Affairs

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## A BILL

To amend chapter 84 of title 5, United States Code, to provide additional investment funds for the Thrift Savings Plan.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Thrift Savings Invest-  
5 ment Funds Act of 1995”.

6 **SEC. 2. ADDITIONAL INVESTMENT FUNDS FOR THE THRIFT**  
7 **SAVINGS PLAN.**

8 Section 8438 of title 5, United States Code, is  
9 amended—

1 (1) in subsection (a)—

2 (A) by redesignating paragraphs (5)  
3 through (8) as paragraphs (6) through (9), re-  
4 spectively;

5 (B) by inserting after paragraph (4) the  
6 following new paragraph:

7 “(5) the term ‘International Stock Index Invest-  
8 ment Fund’ means the International Stock Index In-  
9 vestment Fund established under subsection  
10 (b)(1)(E);”;

11 (C) in paragraph (8) (as redesignated by  
12 subparagraph (A) of this paragraph) by strik-  
13 ing out “and” at the end thereof;

14 (D) in paragraph (9) (as redesignated by  
15 subparagraph (A) of this paragraph)—

16 (i) by striking out “paragraph  
17 (7)(D)” in each place it appears and in-  
18 serting in each such place “paragraph  
19 (8)(D)”; and

20 (ii) by striking out the period and in-  
21 serting in lieu thereof a semicolon and  
22 “and”; and

23 (E) by adding at the end thereof the fol-  
24 lowing new paragraph:

1           “(10) the term ‘Small Capitalization Stock  
2           Index Investment Fund’ means the Small Capitaliza-  
3           tion Stock Index Investment Fund established under  
4           subsection (b)(1)(D).”; and

5           (2) in subsection (b)—

6           (A) in paragraph (1)—

7           (i) in subparagraph (B) by striking  
8           out “and” at the end thereof;

9           (ii) in subparagraph (C) by striking  
10           out the period and inserting in lieu thereof  
11           a semicolon; and

12           (iii) by adding at the end thereof the  
13           following new subparagraphs:

14           “(D) a Small Capitalization Stock Index  
15           Investment Fund as provided in paragraph (3);  
16           and

17           “(E) an International Stock Index Invest-  
18           ment Fund as provided in paragraph (4).”; and

19           (B) by adding at the end thereof the fol-  
20           lowing new paragraphs:

21           “(3)(A) The Board shall select an index which  
22           is a commonly recognized index comprised of com-  
23           mon stock the aggregate market value of which rep-  
24           resents the United States equity markets excluding

1 the common stocks included in the Common Stock  
2 Index Investment Fund.

3 “(B) The Small Capitalization Stock Index In-  
4 vestment Fund shall be invested in a portfolio de-  
5 signed to replicate the performance of the index in  
6 subparagraph (A). The portfolio shall be designed  
7 such that, to the extent practicable, the percentage  
8 of the Small Capitalization Stock Index Investment  
9 Fund that is invested in each stock is the same as  
10 the percentage determined by dividing the aggregate  
11 market value of all shares of that stock by the ag-  
12 gregate market value of all shares of all stocks in-  
13 cluded in such index.

14 “(4)(A) The Board shall select an index which  
15 is a commonly recognized index comprised of stock  
16 the aggregate market value of which is a reasonably  
17 complete representation of the international equity  
18 markets excluding the United States equity markets.

19 “(B) The International Stock Index Investment  
20 Fund shall be invested in a portfolio designed to rep-  
21 licate the performance of the index in subparagraph  
22 (A). The portfolio shall be designed such that, to the  
23 extent practicable, the percentage of the Inter-  
24 national Stock Index Investment Fund that is in-  
25 vested in each stock is the same as the percentage

1 determined by dividing the aggregate market value  
2 of all shares of that stock by the aggregate market  
3 value of all shares of all stocks included in such  
4 index.”.

5 **SEC. 3. ACKNOWLEDGEMENT OF INVESTMENT RISK.**

6 Section 8439(d) of title 5, United States Code, is  
7 amended by striking out “Each employee, Member, former  
8 employee, or former Member who elects to invest in the  
9 Common Stock Index Investment Fund or the Fixed In-  
10 come Investment Fund described in paragraphs (1) and  
11 (3),” and inserting in lieu thereof “Each employee, Mem-  
12 ber, former employee, or former Member who elects to in-  
13 vest in the Common Stock Index Investment Fund, the  
14 Fixed Income Investment Fund, the International Stock  
15 Index Investment Fund, or the Small Capitalization Stock  
16 Index Investment Fund, defined in paragraphs (1), (3),  
17 (5), and (10),”.

18 **SEC. 4. EFFECTIVE DATE.**

19 This Act shall take effect on the date of enactment  
20 of this Act, and the Funds established under this Act shall  
21 be offered for investment at the earliest practicable elec-  
22 tion period (described in section 8432(b) of title 5, United  
23 States Code) as determined by the Executive Director in  
24 regulations.

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