



FEDERAL RETIREMENT THRIFT INVESTMENT BOARD
1250 H Street, NW Washington, DC 20005

March 9, 2007

MEMORANDUM FOR BOARD MEMBERS SAUL, FINK, WHITING,
SANCHEZ AND DUFFY

From: Greg Long, Director of Product Development

A handwritten signature in black ink, appearing to be "GL", written over the "From:" line.

cc: Thomas Emswiler, Executive Director (Acting)

Re: Dormant Accounts

This is a follow-up to the memorandum dated November 9, 2006, where we reviewed dormant and abandoned accounts. Board members requested that we look at the number of dormant accounts over shorter time periods than the 3-year period reviewed in the November 9th memo.

The new inquiry looks at the number of dormant accounts over 1-year, 2-year, and 3-year time periods. In each case, the period end-date is December 29, 2006.

For our inquiry, we looked at all account types that do not receive agency contributions. This includes all separated participants and all non-separated CSRS and uniformed services participants. We defined a dormant account as one where none of the following events have occurred:

- A contribution
- A contribution allocation change
- An interfund transfer
- A loan issuance or loan payment
- A withdrawal
- A change of name/address/demographic data
- A request for mailed statement
- A form submitted for processing
- A successful log-in to the ThriftLine
- A successful log-in to the TSP Website

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Given this definition, our recent review of TSP systems yields the following data:

- 171,999 dormant accounts over the 1-year period
- 129,488 dormant accounts over the 2-year period
- 93,555 dormant accounts over the 3-year period

As expected, the number of dormant accounts decrease as we extend the period under review.