

Everyday IRA Savers Will Lose Big: Two Sections of the Build Back Better Act Will Hurt IRA Savers and the Economy/Jobs

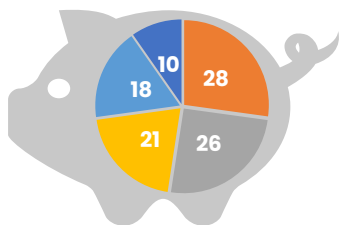
Section 138312 & Section 138314 Should Be Removed in Their Entirety as they Harm Innovation, Small Business, Job Creation, and Diversify IRA Dollars away from Local Community Driven Investments to Wall Street

Punishes Small IRAs Unintentionally

98% of IRAs already invested in these assets are under \$1M and 80% are under \$300k.

98% of IRA savers who invest in small business, start-ups, real estate, and private companies/funds have accounts of \$1M or less and are everyday IRA savers. These provisions appear to be intended to curb growth of large billion-dollar accounts. The bill already includes section 138301, which caps IRA accounts at \$10M and addresses the concerns of large accounts. In the end, restricting asset types in IRAs limits the investment opportunities that would otherwise be available for everyday IRA savers to build an IRA balance they can retire on.

IRA Savers Will Lose Diversification And Will Have More Risk



Many IRA savers who choose to buy real estate, private companies, or LLCs do so to diversify from being too heavily invested in the stock market. They will be forced out of their current community driven Main Street assets, real estate, and innovating start-ups that can offer better returns and overall portfolio diversification for their savings.



Hurts Job Growth, Small Business, Start-Ups, and Innovation

Over a hundred billion dollars from IRAs have been invested into small business, crowdfunding offerings, and start-ups that are creating jobs and innovating in our economy. These provisions will halt that growth and innovation. It will also create chaos, losses, and distributions for over 1M Americans that have already invested and will be forced to unwind illiquid investment assets.



No more IRAs owning real estate in LLCs or IRAs in real estate funds. These investments have revitalized residential properties and communities,



No more IRAs supporting and growing small biz & start-ups. IRA savers will no longer be able to invest in small businesses in their community.

Forces More Wall Street Products in IRAs that Savers Don't Want

Small business, start-ups, and innovating companies who have raised billions from IRAs will be hurt as the only viable assets for IRAs will be publicly traded mutual funds and stocks. This puts more control in the hands of Wall Street managers and away from Americans investing their own dollars and making allocation choices on Main Street.