CMV: the Tontine should be legalized and made a common retirement strategy. [Reference URL omitted] Basically, today we have a huge problem with retirement. A tontine for retirement looks like. The yearly sum is divided evenly for all the surviving participants. The key advantages as I see it are:

- We don't need actuaries
- Management fees can be quite low
- [Another reason]
- [Another reason]

But CMV. Are there major risks I am not foreseeing? [2 more questions]

A tontine is a pretty crappy retirement vehicle for most people. It pays out the least when you need the most, and the most when you need the least.

People's income needs in retirement generally fall as they age. [URL]

Very interesting. I'll give a Δ because I didn't have any idea that was true and changes my idea of how the tontine should work. That said, I don't think it's unsolvable.

There are some key differences though. First, Social Security is defined by the government. And a tontine would be defined by your bank. I'd imagine the tontine as a secondary system to social security though, one that is optional for people to do, not mandatory like social security.

And your back to needing actuaries, to predict.

[URL]

Good points. I still am not sold.

[DeltaBot] Confirmed: 1 delta awarded to [red]