

TRIBUTIONS *from the time of his leaving shall be equal to the rate of actual interest earned on the mean amount for the preceding year in each of the funds with the exception of the expense fund; and for any such member the rate of interest shall not in any event be greater than three per centum.* HIS LEAVING SHALL BE THREE PERCENTUM.

108. Definitions.

(12) "Regular interest" shall mean interest at the rate of four per centum per annum compounded annually for members who became such on or before June 30, 1955; and shall mean interest at the rate of three per centum per annum compounded annually for members becoming such on and after July 1, 1955.

*As to any member who after June 1, 1958, leaves, and is no longer in, active service as a teacher, the rate OF REGULAR INTEREST CREDITED TO THE MEMBER'S ACCUMULATED CONTRIBUTIONS from the time of his leaving shall be equal to the rate of actual interest earned on the mean amount for the preceding year in each of the funds with the exception of the expense fund; and for any such member the rate of interest shall not in any event be greater than three per centum.* SHALL BE THREE PERCENTUM.

55. Management of funds.

(2) Regular interest.—The board of trustees annually shall allow regular interest on the mean amount for the preceding year in each of the funds with the exception of the expense fund. The amounts so allowed shall be due and payable to said funds, and shall be annually credited thereto by the board of trustees from interest and other earnings on the moneys of the Retirement System. Any additional amount required to meet the interest on the funds of the Retirement System shall be paid by the State, and any excess of earnings over such amount required shall be deductible from the amounts to be contributed by the State.

Regular interest shall mean such per centum rate to be compounded annually as shall be determined by the board of trustees to be equitable, in its judgment, to both the employees and taxpayers of the State, after taking into consideration the actual interest earnings of the System for the preceding years and of the probable earnings of the System to be made in the future. Such rate shall be limited to a minimum of three per centum and a maximum of four per centum for members who become such on or before June 30, 1955, and shall be limited to a maximum of three per centum for members becoming such on and after July 1, 1955.

*As to any member who after June 1, 1958, leaves, and is no longer in, active as an employee, the rate OF REGULAR INTEREST CREDITED TO THE MEMBER'S ACCUMULATED CONTRIBUTIONS from the time of his leaving shall be equal to the rate of actual interest earned on the mean amount for the preceding year in each of the funds with the exception of the expense fund; and for any such member the rate of interest shall not in any event be greater than three per centum.* SHALL BE THREE PERCENTUM.

SEC. 2. *And be it further enacted,* That this Act shall take effect June 1, 1958.

Approved April 4, 1958.