

generally to the granting of interest on the contributions of members in active service.

SECTION 1. *Be it enacted by the General Assembly of Maryland, That Section 49 (12) and Section 55 (2) of Article 88B of the Annotated Code of Maryland (1957 Edition and 1961 Supplement), title "State Police", sub-title "State Police Retirement System", be and they are hereby repealed and re-enacted, with amendments, to read as follows:*

49.

(12) *"Regular Interest" for the Annuity Savings Fund shall mean interest at [such] the rate [as may be set from time to time by the Board of Trustees in accordance with Section 55 of this Sub-title.] of four per centum per annum compounded annually for members who became such on or before June 30, 1955; and for all other members shall mean interest at a rate per centum per annum compounded annually as may be set from time to time by the Board with a minimum rate of three per centum per annum and a maximum rate of four per centum per annum. "Regular Interest" for the Annuity Reserve Fund, the Pension Accumulation Fund and the Pension Reserve Fund shall mean interest at such rate as may be set from time to time by the Board of Trustees in accordance with Section 55, Sub-section (2) of this Article, as amended from time to time.*

55.

(2) **[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 the 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 rates 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.]

The Board of Trustees annually shall allow Regular Interest on the mean amount for the preceding year in each of the Funds except the Annuity Savings Fund and the Expense Fund. "Regular Interest" for the Annuity Savings Fund is defined in Section 49, Sub-section (12) of this Article. "Regular Interest" for the Annuity Reserve Fund, the Pension Accumulation Fund and the Pension Reserve Fund shall mean such per centum rate to be compounded annually as shall