

(e) The total amount payable in each year to the [Pension] Accumulation Fund shall not be less than the sum of the rates per centum known as the normal contribution rate and the accrued liability rate, of the total compensation earnable by all members during the preceding year; provided, however, that the [amount of each annual accrued liability contribution shall be at least three per centum greater than the preceding annual accrued liability payment, and that the] aggregate payment by the State shall be sufficient, when combined with the amount in the fund, to provide the pensions and other benefits payable out of the fund during the year then current.

(f) The accrued liability contribution shall be discontinued as soon as the accumulated reserve in the [Pension] Accumulation Fund shall equal the present value, as actuarially computed and approved by the board of trustees, of the total liability of such fund less the present value, computed on the basis of the normal contribution rate then in force, of the prospective normal contributions to be received on account of persons who are at that time members.

(g) All RETIREMENT ALLOWANCES AND lump sum death benefits on account of death in active service payable from contributions of the State, shall be paid from the [Pension] Accumulation Fund.

(h) [Upon the retirement of a member, an amount equal to his pension reserve shall be transferred from the Pension Accumulation Fund to the Pension Reserve Fund.] SHOULD A BENEFICIARY RETIRED ON ACCOUNT OF DISABILITY BE RESTORED TO MEMBERSHIP, HIS ANNUITY RESERVE SHALL BE TRANSFERRED FROM THE ACCUMULATION FUND TO THE ANNUITY SAVINGS FUND AND CREDITED TO HIS INDIVIDUAL ACCOUNT THEREIN.

(i) [The board of trustees may in its discretion transfer to and from the Pension Accumulation Fund the amount of any surplus or deficit which may develop in the reserve held in the Annuity Reserve Fund or the Pension Reserve Fund.] ALL INTEREST AND DIVIDENDS EARNED ON THE FUNDS OF THE RETIREMENT SYSTEM SHALL BE CREDITED TO THE ACCUMULATION FUND. THE AMOUNTS NEEDED TO ALLOW REGULAR INTEREST ON THE RESERVES IN THE ANNUITY SAVINGS FUND, SHALL BE TRANSFERRED IN ACCORDANCE WITH THE PROVISIONS OF THIS ARTICLE TO SAID FUND FROM THE ACCUMULATION FUND.

(j) The board of trustees may in its discretion adopt a generally accepted method of writing up the book value of the common stock portion of the assets held by the retirement system, provided that the annual amount of any such write-up shall not exceed 3 per centum of the total book value of the common stocks held as of the determination date of the write-up. One half of the amount of any such write-up shall be offset against the employer contributions otherwise payable hereunder and, notwithstanding any other provision of this article, the other half shall be accumulated in a special account under the [Pension] Accumulation Fund to be used to provide all or part of the cost of benefit improvements.

(4) The Pension Reserve Fund shall be the fund in which shall be held the reserves on all pensions granted to members and from which such pensions and benefits in lieu thereof shall be paid. Should a beneficiary retired on account of disability be restored to membership, his pension reserve shall be transferred from the Pension Reserve Fund to the Pension Accumulation Fund. Should the pension of a disability beneficiary be reduced as a result of an increase in his earning capacity, the amount of the annual reduction in his pension shall be paid annually