

DEPOSITED SHALL BECOME A PART OF HIS ACCUMULATED CONTRIBUTIONS EXCEPT IN THE CASE OF RETIREMENT, WHEN THEY SHALL BE TREATED AS EXCESS CONTRIBUTIONS RETURNABLE TO THE MEMBER IN CASH OR AS AN ANNUITY OF EQUIVALENT ACTUARIAL VALUE.

(E) THE ACCUMULATED CONTRIBUTIONS OF A MEMBER THAT ARE WITHDRAWN BY HIM OR PAID TO HIS PERSONAL REPRESENTATIVE OR TO HIS DESIGNATED BENEFICIARY AT HIS DEATH, SHALL BE PAID FROM THE ANNUITY SAVINGS FUND. ON THE RETIREMENT OF A MEMBER, HIS ACCUMULATED CONTRIBUTIONS SHALL BE TRANSFERRED FROM THE ANNUITY SAVINGS FUND TO THE ACCUMULATION FUND.

(2) (A) THE ACCUMULATION FUND SHALL BE THE FUND IN WHICH SHALL BE ACCUMULATED ALL RESERVES FOR THE PAYMENT OF ALL ALLOWANCES AND OTHER BENEFITS PAYABLE FROM CONTRIBUTIONS MADE BY THE STATE, ANY AMOUNTS TRANSFERRED THERETO FROM THE ACCUMULATION FUND OF THE RETIREMENT SYSTEM, AMOUNTS TRANSFERRED FROM THE ANNUITY SAVINGS FUND, AND FROM WHICH SHALL BE PAID ALL BENEFITS PAYABLE UNDER THIS SYSTEM OTHER THAN THOSE PAYABLE FROM THE ANNUITY SAVINGS FUND.

(B) EACH YEAR, ON ACCOUNT OF EACH MEMBER, THE STATE SHALL PAY INTO THE ACCUMULATION FUND AN AMOUNT AT LEAST EQUAL TO A CERTAIN PERCENTAGE OF THE ANNUAL EARNABLE COMPENSATION OF THE MEMBER, TO BE KNOWN AS THE "NORMAL CONTRIBUTION", AND AN ADDITIONAL AMOUNT EQUAL TO A CERTAIN PERCENTAGE OF HIS ANNUAL EARNABLE COMPENSATION, TO BE KNOWN AS THE "ACCRUED LIABILITY CONTRIBUTION". THE RATES PERCENT OF THESE CONTRIBUTIONS SHALL BE FIXED ON THE BASIS OF THE LIABILITIES OF THIS PENSION SYSTEM AS SHOWN BY ACTUARIAL VALUATION.

(C) ON THE BASIS OF INTEREST AND THE MORTALITY AND SERVICE TABLES ADOPTED BY THE BOARD OF TRUSTEES, IMMEDIATELY AFTER MAKING EACH ACTUARIAL VALUATION, THE ACTUARY SHALL DETERMINE THE "NORMAL CONTRIBUTION" ON ACCOUNT OF EACH MEMBER, NET OF EMPLOYEE CONTRIBUTIONS, ON THE BASIS OF THE ACCRUED BENEFIT ACTUARIAL COST METHOD. THE RATIO OF THE SUM OF THE NORMAL CONTRIBUTIONS SO DETERMINED TO THE TOTAL ANNUAL EARNABLE COMPENSATION OF ALL MEMBERS SHALL BE KNOWN AS THE "NORMAL CONTRIBUTION" RATE.

(D) THE ACCRUED LIABILITY CONTRIBUTION RATE SHALL BE COMPUTED, ON THE BASIS OF THE ACCRUED BENEFIT ACTUARIAL COST METHOD AND ANY OTHER ASSUMPTIONS ADOPTED BY THE BOARD, AS THE RATE PERCENT OF THE TOTAL ANNUAL EARNABLE COMPENSATION OF ALL MEMBERS THAT IS SUFFICIENT TO LIQUIDATE OVER A PERIOD OF 40 YEARS FROM JULY 1, 1980, THE AMOUNT OF THE TOTAL LIABILITIES OF THIS SYSTEM AS OF JUNE 30, 1980 BASED ON BENEFITS ACCRUED TO SAID DATE THAT ARE NOT DISCHARGEABLE BY THE ASSETS TO THE CREDIT OF THE ACCUMULATION FUND AND THE ANNUITY SAVINGS FUND. THE BOARD, ON THE RECOMMENDATION OF THE ACTUARY, SHALL ADJUST THE ACCRUED LIABILITY RATE TO REFLECT EXPERIENCE GAINS AND LOSSES OR THE EFFECT OF CHANGES IN ACTUARIAL ASSUMPTIONS