

DIED IN ACTIVE SERVICE. A MEMBER WHO HAS ELECTED AN OPTIONAL BENEFIT MAY CHANGE THIS ELECTION BY NOTIFYING THE BOARD OF TRUSTEES, BUT A CHANGE MAY NOT BE MADE AFTER THE FIRST PAYMENT OF HIS ALLOWANCE NORMALLY BECOMES DUE.

OPTION 1. IF A MEMBER DIES BEFORE HE HAS RECEIVED IN PAYMENTS THE PRESENT VALUE OF HIS RETIREMENT ALLOWANCE AS IT WAS AT THE TIME OF HIS RETIREMENT, THE BALANCE SHALL BE PAID TO HIS PERSONAL REPRESENTATIVE OR TO THE PERSON HE HAS MOST RECENTLY NOMINATED BY WRITTEN DESIGNATION, ACKNOWLEDGED AND FILED WITH THE BOARD OF TRUSTEES.

OPTION 2. ON THE DEATH OF A MEMBER, HIS REDUCED RETIREMENT ALLOWANCE SHALL BE CONTINUED THROUGHOUT THE LIFE OF AND PAID TO THE PERSON HE HAS NOMINATED BY WRITTEN DESIGNATION, ACKNOWLEDGED AND FILED WITH THE BOARD OF TRUSTEES AT THE TIME OF HIS RETIREMENT.

OPTION 3. ON THE DEATH OF A MEMBER, ONE-HALF OF HIS REDUCED RETIREMENT ALLOWANCE SHALL BE CONTINUED THROUGHOUT THE LIFE OF AND PAID TO THE PERSON HE HAS NOMINATED BY WRITTEN DESIGNATION, ACKNOWLEDGED AND FILED WITH THE BOARD OF TRUSTEES AT THE TIME OF HIS RETIREMENT; OR

OPTION 4. SOME OTHER BENEFIT SHALL BE PAID EITHER TO THE MEMBER OR TO THE PERSON HE HAS NOMINATED, PROVIDED THE OTHER BENEFIT TOGETHER WITH THE REDUCED RETIREMENT ALLOWANCE, IS CERTIFIED BY THE ACTUARY TO BE OF EQUIVALENT ACTUARIAL VALUE TO HIS RETIREMENT ALLOWANCE, AND IS APPROVED BY THE BOARD OF TRUSTEES.

(B) IF A RETIRED MEMBER ELECTS TO CHANGE HIS BENEFICIARY, THE ALLOWANCE FOR A SUBSEQUENT ELECTION SHALL BE COMPUTED ON THE VALUE OF THE BALANCE IN HIS RESERVES AT THE TIME THE CHANGE IN BENEFICIARY IS MADE.

(13) A RETIRED MEMBER MAY ACCEPT TEMPORARY EMPLOYMENT WITH THE STATE, A PARTICIPATING MUNICIPAL CORPORATION, A COMMUNITY COLLEGE, OR A PUBLIC SCHOOL SYSTEM IN THE STATE, WITHOUT REDUCTION IN THIS RETIREMENT ALLOWANCE, IF:

(A) HE IMMEDIATELY NOTIFIES THE BOARD OF HIS INTENTION TO ACCEPT THIS EMPLOYMENT;

(B) HE SPECIFIES THE COMPENSATION TO BE RECEIVED FOR IT;

(C) THE TEMPORARY EMPLOYMENT IS NOT IN A REGULARLY ALLOCATED POSITION; AND

(D) THE RETIREMENT ALLOWANCE RECEIVABLE BY HIM COMPUTED WITHOUT OPTIONAL MODIFICATION, PLUS THE ANNUAL COMPENSATION FOR THE POSITION, DOES NOT EXCEED IN AMOUNT THE AVERAGE FINAL COMPENSATION ON WHICH THE RETIREMENT ALLOWANCE WAS BASED. THE ANNUAL EARNINGS OF THE RETIRED MEMBER SHALL BE DETERMINED BY THE DIFFERENCE BETWEEN HIS RETIREMENT ALLOWANCE AT THE TIME OF HIS RETIREMENT AND HIS AVERAGE FINAL COMPENSATION.