

(F) ALL INTEREST AND DIVIDENDS EARNED ON THE FUNDS OF THIS PENSION SYSTEM SHALL BE CREDITED TO THE ACCUMULATION FUND. EACH YEAR, THE BOARD OF TRUSTEES SHALL:

(I) ALLOW REGULAR INTEREST ON THE INDIVIDUAL ACCOUNTS OF MEMBERS IN THE ANNUITY SAVINGS FUND; AND

(II) TRANSFER THESE AMOUNTS FROM THE ACCUMULATION FUND.

(G) ALL RETIREMENT ALLOWANCES AND ALL LUMP SUM DEATH BENEFITS ON ACCOUNT OF DEATH IN ACTIVE SERVICE THAT ARE PAYABLE FROM CONTRIBUTIONS OF THE STATE SHALL BE PAID FROM THE ACCUMULATION FUND.

(H) SHOULD A BENEFICIARY RETIRED ON ACCOUNT OF DISABILITY BE RESTORED TO ACTIVE SERVICE WITH A COMPENSATION NOT LESS THAN HIS AVERAGE FINAL COMPENSATION AT THE TIME OF HIS LAST RETIREMENT, HIS ANNUITY RESERVE SHALL BE TRANSFERRED TO THE ANNUITY SAVINGS FUND AND CREDITED TO HIS INDIVIDUAL ACCOUNT THEREIN.

(I) THE BOARD OF TRUSTEES MAY IN ITS DISCRETION FOR PURPOSES OF ACTUARIAL VALUATION ADOPT A GENERALLY ACCEPTED METHOD FOR DETERMINING THE VALUE OF THE ASSETS HELD BY THE RETIREMENT SYSTEM, PROVIDED THAT FOR GENERAL LEDGER ACCOUNTING AND FINANCIAL REPORTING THE BOARD OF TRUSTEES WILL USE GENERALLY ACCEPTED ACCOUNTING PRINCIPLES.

(3) THE EXPENSE FUND SHALL BE THE FUND TO WHICH SHALL BE CREDITED ALL MONEY PROVIDED BY THE STATE TO PAY THE ADMINISTRATION EXPENSES OF THIS PENSION SYSTEM AND FROM WHICH SHALL BE PAID ALL THE EXPENSES NECESSARY IN CONNECTION WITH THE ADMINISTRATION AND OPERATION OF THIS SYSTEM. EACH YEAR, THE BOARD OF TRUSTEES SHALL ESTIMATE THE AMOUNT OF MONEY, NOT IN EXCESS OF 3/10 OF 1 PERCENT OF THE PAYROLL OF MEMBERS, THAT IT CONSIDERS NECESSARY TO BE PAID IN THE EXPENSE FUND DURING THE NEXT YEAR TO PROVIDE FOR THE EXPENSE OF OPERATION OF THIS PENSION SYSTEM, AND THE AMOUNT SHALL BE PAID TO THE EXPENSE FUND FOR THIS PURPOSE. THE SECRETARY OF PERSONNEL MAY COMBINE THE EXPENSE FUNDS OF THE SEVERAL STATE RETIREMENT AND PENSION SYSTEMS FOR BUDGETARY AND ADMINISTRATIVE EFFICIENCY.

(4) (A) ON OR BEFORE THE FIRST DAY OF NOVEMBER NEXT PRECEDING EACH REGULAR MEETING OF THE GENERAL ASSEMBLY OF MARYLAND, THE BOARD OF TRUSTEES SHALL CERTIFY TO THE GOVERNOR THE AMOUNTS THAT WILL BECOME DUE AND PAYABLE DURING THE NEXT YEAR TO EACH OF THE FUNDS OF THIS PENSION SYSTEM TOGETHER WITH A STATEMENT OF THE PERCENTAGE OF THE PAYROLL OF ALL MEMBERS WHICH IS EQUIVALENT TO THE TOTAL AMOUNT. THIS AMOUNT SHALL BE INCLUDED IN THE BUDGET BILL THAT IS SUBMITTED TO THE GENERAL ASSEMBLY.

(B) THE BOARD OF TRUSTEES SHALL CERTIFY ONE-QUARTER OF THE AMOUNT SPECIFIED IN PARAGRAPH (A) OF THIS