

Accumulation Fund. The amounts needed to allow regular interest on the reserves in the Annuity Savings Fund shall be transferred to said fund in accordance with the provisions of this article from the Accumulation Fund.]

(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, AMOUNTS TRANSFERRED FROM THE ANNUITY SAVINGS FUND, AND FROM WHICH SHALL BE PAID ALL BENEFITS PAYABLE UNDER THE 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 THE RETIREMENT SYSTEM 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 ASSUMPTION 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 THE SYSTEM AS OF JUNE 30, 1980 BASED ON BENEFITS ACCRUED TO SAID DATE THAT IS NOT DISCHARGEABLE BY THE ASSETS TO THE CREDIT OF THE ACCUMULATION FUND AND ANNUITY SAVINGS FUND. UPON THE RECOMMENDATION OF THE ACTUARY, THE BOARD SHALL ADJUST THE ACCRUED LIABILITY RATE TO REFLECT EXPERIENCE GAINS AND LOSSES OR THE EFFECT OF CHANGES IN ACTUARIAL ASSUMPTIONS WITHIN THE PERIOD REMAINING TO AMORTIZE THE ACCRUED LIABILITY BUT NOT LESS THAN 15 YEARS. IF THE ACCRUED LIABILITY IS INCREASED BY LEGISLATION ENACTED SUBSEQUENT TO JULY 1, 1980, THE ADDITIONAL LIABILITY SHALL BE FUNDED OVER A PERIOD OF 30 YEARS FROM THE FIRST DAY OF JULY, COINCIDENT WITH OR NEXT FOLLOWING THE EFFECTIVE DATE OF THE INCREASE. THE RATE PERCENT SO DETERMINED SHALL BE KNOWN AS THE "ACCRUED LIABILITY CONTRIBUTION" RATE.

(E) THE TOTAL AMOUNT PAYABLE TO THE ACCUMULATION FUND IN EACH YEAR AFTER THE FIRST YEAR