

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. ON 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 FOLLOWING THE DATE OF ESTABLISHMENT MAY NOT BE LESS THAN THE SUM OF THE RATES PERCENT KNOWN AS THE NORMAL CONTRIBUTION RATE AND THE ACCRUED LIABILITY CONTRIBUTION RATE, OF THE TOTAL COMPENSATION EARNABLE BY ALL MEMBERS DURING THE PRECEDING FISCAL YEAR, BUT THE AGGREGATE PAYMENT BY THE STATE MUST BE SUFFICIENT, WHEN COMBINED WITH THE AMOUNT IN THE ACCUMULATION FUND, TO PROVIDE THE ALLOWANCES AND OTHER BENEFITS PAYABLE OUT OF THE FUND DURING THE YEAR THEN CURRENT.

(F) ALL INTEREST AND DIVIDENDS EARNED ON THE FUNDS OF THE RETIREMENT SYSTEM SHALL BE CREDITED TO THE ACCUMULATION FUND. EACH YEAR, THE BOARD OF TRUSTEES SHALL ALLOW REGULAR INTEREST ON THE INDIVIDUAL ACCOUNTS OF MEMBERS IN THE ANNUITY SAVINGS FUND AND TRANSFER THESE AMOUNTS FROM THE ACCUMULATION FUND.

(G) AS OF JULY 1, 1980, AND EACH JULY 1 AFTER, THE ACTUARY SHALL DETERMINE THE PROPORTIONATE SHARE OF THE ACCUMULATION FUND AS OF SAID DATE ALLOCABLE TO THOSE MEMBERS OF THE RETIREMENT SYSTEM WHO FILED WITH THE BOARD OF TRUSTEES AN EXECUTED WAIVER OF ALL BENEFITS UNDER THIS RETIREMENT SYSTEM AND ELECTED TO TRANSFER TO THE PENSION SYSTEM FOR TEACHERS OF THE STATE OF MARYLAND DURING THE PREVIOUS 12 MONTHS. ASSETS OF THE ACCUMULATION FUND EQUAL