

BY adding to

Article 73B - Pensions
Section 67(c), (d), (e), and (f)
Annotated Code of Maryland
(1978 Replacement Volume and 1979 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 73B - Pensions

67.

(b) The plan may provide for a board of trustees to exercise overall supervision [over] and administration of the plan, and, to that end, the executive order may provide for the establishment of an indenture of trust for the plan and a board of trustees to superintend the administration thereof. The board of trustees [or such other official or entity charged with superintending the administration of the plan,] shall be COMPOSED OF SEVEN MEMBERS, CONSISTING ONE OF WHOM SHALL BE DESIGNATED BY THE GOVERNOR TO SERVE AS CHAIRMAN. THE MEMBERSHIP OF THE BOARD SHALL CONSIST OF THE SECRETARY OF PERSONNEL, WHO SHALL SERVE AS CHAIRMAN, OR HIS DESIGNEE, THE SECRETARY OF BUDGET AND FISCAL PLANNING OR HIS DESIGNEE, TWO PERSONS REPRESENTING STATE EMPLOYEES, AND THREE OTHER MEMBERS REPRESENTATIVE OF THE PUBLIC designated and appointed by the Governor, and shall have the powers:

(1) To do such acts as may be necessary to implement, maintain, and administer the plan.

(2) To receive the amount of compensation deferred pursuant to § 68 [hereof] OF THIS ARTICLE and to use [such] proceeds, in accordance with any investment election permitted the employee under the plan, to purchase a fixed or variable life insurance or annuity contract, or [such] other investment or savings options as may be permitted under the plan, or a combination of the same, all to be OWNED AND held by the [superintending board, official, or entity] BOARD OF TRUSTEES. Each [such] fixed or variable life insurance and annuity contract shall be purchased from one or more insurance companies licensed to write insurance in Maryland.

(3) To take [such] other and further actions as may be necessary to carry out the purposes of this subtitle.

(C) A MEMBER OF THE BOARD OF TRUSTEES SHALL SERVE A TERM OF OFFICE AS DESIGNATED BY THE GOVERNOR, PROVIDED THAT BEGINNING JULY 1, 1980, THE SECRETARY OF BUDGET AND FISCAL PLANNING AND THE SECRETARY OF PERSONNEL SHALL SERVE CONTINUAL TERMS OF OFFICE, TWO MEMBERS SHALL BE APPOINTED