

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 assumptions 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 this system as of June 30, 1980 based on benefits accrued to said date that are not dischargeable by the assets to the credit of the Accumulation Fund and the Annuity Savings Fund. The board, on the recommendation of the actuary, 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 after 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) (B) 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) (C) 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) (D) 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) (E) 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