

(II) FOR PURPOSES OF THIS PARAGRAPH (1), EMPLOYEE CONTRIBUTIONS THAT ARE TO BE ROLLED OVER INCLUDE CONTRIBUTIONS THAT:

1. ARE HELD IN THE ANNUITY SAVINGS FUND UNDER §§ 14 AND-122 , 89, 122, AND 150 OF THIS ARTICLE;

2. WERE DEPOSITED IN THE ANNUITY SAVINGS FUND UNDER §§ 14 AND-122 , 89, 122, AND 150 OF THIS ARTICLE IN ACCORDANCE WITH CONTRACTS BETWEEN THE EMPLOYEE AND THE EMPLOYER OF THE EMPLOYEE; OR

3. WERE MADE BY EITHER A REDUCTION IN SALARY OR IN LIEU OF AN INCREASE IN COMPENSATION.

(2) SUBJECT TO THE TERMS OF THE ANNUITY PLAN, AN EMPLOYEE MAY HAVE CONTRIBUTIONS MADE ON BEHALF OF THE EMPLOYEE TO THE TAX DEFERRED ANNUITY PLAN, IN ACCORDANCE WITH A CONTRACT WITH THE EMPLOYER, BY A REDUCTION IN SALARY OR IN LIEU OF A SALARY INCREASE.

(3) AN EMPLOYEE PARTICIPATING IN THE ANNUITY PLAN SHALL CHOOSE AN INVESTMENT OPTION AVAILABLE UNDER THE PLAN IN THE FORM OF:

(I) AN ANNUITY CONTRACT;

(II) A CUSTODIAL ACCOUNT; OR

(III) A COMBINATION OF ITEMS (I) AND (II) OF THIS PARAGRAPH.

(4) THE BOARD OF TRUSTEES SHALL INVEST THE AMOUNTS ROLLED OVER OR CONTRIBUTED, UNDER PARAGRAPHS (1) AND (2), RESPECTIVELY, OF THIS SUBSECTION, IN THE INVESTMENT OPTIONS ELECTED BY EACH EMPLOYEE UNDER PARAGRAPH (3) OF THIS SUBSECTION.

(5) THE INVESTMENT OPTIONS AVAILABLE UNDER THE ANNUITY PLAN SHALL BE PROVIDED THROUGH 1 OR MORE BROKERS, INSURANCE COMPANIES, OR INVESTMENT COMPANIES AUTHORIZED TO DO BUSINESS IN THIS STATE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1985.

May 28, 1985

The Honorable Benjamin L. Cardin
Speaker of the House of Delegates