

3. BE PAID BY THE STATE OR OTHER APPROVED EMPLOYER FROM THE SAME SOURCE OF FUNDS USED IN PAYING COMPENSATION TO THE MEMBER; AND

4. BE TREATED FOR ALL PURPOSES OF THIS ARTICLE IN THE SAME MANNER AND TO THE SAME EXTENT AS CONTRIBUTIONS MADE BY A MEMBER PRIOR TO JANUARY 1, 1989.

(C) (1) 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 PARTICIPATING MUNICIPAL CORPORATIONS, ANY AMOUNTS TRANSFERRED FROM THE ACCUMULATION FUND OF THE RETIREMENT SYSTEM, AMOUNTS TRANSFERRED FROM THE ANNUITY SAVINGS FUND, AND FROM WHICH SHALL BE PAID ALL BENEFITS PAYABLE UNDER THIS SYSTEM OTHER THAN THOSE PAYABLE FROM THE ANNUITY SAVINGS FUND.

(2) 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 PARTICIPATING MUNICIPAL CORPORATIONS 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.

(3) 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.

(4) 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.

(5) SHOULD A BENEFICIARY RETIRED ON ACCOUNT OF DISABILITY BE RESTORED TO ACTIVE SERVICE WITH A COMPENSATION NOT LESS THAN THE BENEFICIARY'S AVERAGE FINAL COMPENSATION AT THE TIME OF THE BENEFICIARY'S LAST RETIREMENT, THE BENEFICIARY'S ANNUITY RESERVE SHALL BE TRANSFERRED TO THE ANNUITY SAVINGS FUND AND CREDITED TO THE BENEFICIARY'S INDIVIDUAL ACCOUNT THEREIN.

(6) THE BOARD OF TRUSTEES MAY IN ITS DISCRETION FOR PURPOSES OF ACTUARIAL VALUATION ADOPT A GENERALLY ACCEPTED METHOD FOR DETERMINING THE VALUE OF THE ASSETS HELD BY THE RETIREMENT