

PROPORTION, IF ANY, OF THE FUNDS OF THE LOCAL SYSTEM THAT REPRESENTS THE ACCUMULATED CONTRIBUTIONS OF THE MEMBERS, AND THE RELATIVE SHARES OF THE MEMBERS AS OF THAT DATE. THESE SHARES SHALL BE CREDITED TO THE RESPECTIVE ANNUITY SAVINGS ACCOUNTS OF THE MEMBERS IN THIS PENSION SYSTEM. THE BALANCE OF FUNDS TRANSFERRED TO THIS PENSION SYSTEM SHALL BE OFFSET AGAINST THE SPECIAL ACCRUED LIABILITY TO BE FUNDED BY THE MUNICIPAL CORPORATION AS PROVIDED BY THIS SECTION. THE OPERATION OF THE LOCAL PENSION SYSTEM WITH RESPECT TO THE LAW ENFORCEMENT OFFICERS SHALL BE DISCONTINUED AS OF THE DATE OF APPROVAL.

(3) (I) EACH PARTICIPATING MUNICIPAL CORPORATION SHALL MAKE A SPECIAL ACCRUED LIABILITY CONTRIBUTION ON ACCOUNT OF ITS APPROVAL OF THE PARTICIPATION OF ITS OFFICERS AND EMPLOYEES IN THIS PENSION SYSTEM.

(II) THIS SPECIAL ACCRUED LIABILITY CONTRIBUTION SHALL BE DETERMINED BY AN ACTUARIAL VALUATION OF THE SPECIAL ACCRUED LIABILITY, ON ACCOUNT OF THE EMPLOYEES OF THE PARTICIPATING CORPORATION WHO ELECT TO BECOME MEMBERS, ON THE BASIS OF THE ENTRY-AGE ACTUARIAL COST METHOD AND ANY OTHER ASSUMPTIONS ADOPTED BY THE BOARD OF TRUSTEES OF THE MARYLAND STATE RETIREMENT AND PENSION SYSTEMS. THIS SPECIAL ACCRUED LIABILITY CONTRIBUTION SHALL BE PAYABLE IN ADDITION TO THE ACCRUED LIABILITY CONTRIBUTION PAYABLE AS DETERMINED IN § 157D OF THIS SUBTITLE.

(III) THE ANNUAL SPECIAL ACCRUED LIABILITY CONTRIBUTION OF EACH PARTICIPATING MUNICIPAL CORPORATION SHALL BE THE FLAT ANNUAL PAYMENT, OR OTHER ANNUAL PAYMENT THAT THE BOARD OF TRUSTEES, WITH THE CONCURRENCE OF THE ACTUARY, MAY APPROVE THAT IS SUFFICIENT TO LIQUIDATE, OVER A PERIOD OF NOT MORE THAN 30 YEARS FROM THE DATE OF APPROVAL BY THE LEGISLATIVE BODY OF THE MUNICIPAL CORPORATION, THE SPECIAL ACCRUED LIABILITY OF THE PARTICIPATING MUNICIPAL CORPORATION, AS OF THE DATE OF APPROVAL, THAT IS NOT DISCHARGED BY THE VALUE, AS OF THE DATE OF APPROVAL, OF FUTURE NORMAL CONTRIBUTIONS, FUTURE MEMBER CONTRIBUTIONS, FUTURE ACCRUED LIABILITY CONTRIBUTIONS AND ANY CASH AND SECURITIES TRANSFERRED TO THE PENSION SYSTEM IN ACCORDANCE WITH THIS SECTION.

(IV) ANY PARTICIPATING MUNICIPAL CORPORATION MAY, WITH THE CONSENT OF THE BOARD OF TRUSTEES, LIQUIDATE ITS UNFUNDED SPECIAL ACCRUED LIABILITY IN A PERIOD SHORTER THAN 30 YEARS. THE EXPENSE OF MAKING THE INITIAL SPECIAL ACCRUED LIABILITY ACTUARIAL VALUATION SHALL BE ASSESSED AGAINST AND PAID BY THE MUNICIPAL CORPORATION ON WHOSE ACCOUNT IT IS NECESSARY.

(4) ANY LAW ENFORCEMENT OFFICER WHO ELECTS TO JOIN THIS PENSION SYSTEM WITHIN 1 CALENDAR YEAR, SHALL BE ENTITLED TO CREDIT FOR SERVICE RENDERED BEFORE THE DATE OF APPROVAL.