

3. INTEREST ON THE MEMBER'S AND STATE'S CONTRIBUTIONS, COMPOUNDED ANNUALLY.

(3) THE RATE OF INTEREST TO BE PAID UNDER THIS SUBSECTION IS THE AVERAGE FOR THE 5 YEARS PRECEDING THE YEAR OF PAYMENT OF THE YEARLY RATE OF INTEREST COMPUTED AS THE SUM OF THE INVESTMENT INCOME AND THE REALIZED GAINS AND LOSSES DIVIDED BY THE BOOK VALUE OF THE TOTAL INVESTMENTS.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 73B, § 4-301(g), (h), and (i).

In subsection (a) of this section, the reference to the "benefits provided under Subtitle 4 of this title" is deleted as surplusage.

In subsection (a)(1) of this section, the reference to eligibility service "for which the member is not otherwise entitled to service credit" is added to clarify that a member is not entitled to duplicate service credit for the same period of employment.

In subsection (a)(2)(i) of this section, the reference to "complet[ing]" a claim and the reference to "the form that the Board of Trustees provides" are added to state expressly that which formerly only was implied - i.e., to file a claim the member must complete a form provided by the Board of Trustees.

In subsections (a)(2)(ii) and (b)(2) of this section, the references to paying "to the Board of Trustees" is substituted for the former reference to paying into "this pension system" to conform to other, similar sections elsewhere in this Division II.

In subsection (a)(3) of this section, the word "earnable" is added to modify "compensation" for clarity.

In subsection (a)(4) of this section, the references to previous service time with "the Department of Legislative Reference", the "Office of the Attorney General", the "Speaker of the House or the President of the Senate as a secretary", the "Commission to Revise the Annotated Code" and "the Maryland State Police" are deleted as included in the reference in subsection (a)(4)(i) to employment with "the State".

In subsection (a)(4)(iv) and (vii) of this section, the references to a "political subdivision" are substituted for the former reference to a "municipal corporation" or "municipality" for clarity and to reflect current practice that also allows the purchase of credit for service with a county.

Defined terms: "Allowance" § 20-101

"Annuity reserve" § 20-101

"Board of Trustees" § 20-101

"Earnable compensation" § 20-101

"Eligibility service" § 20-101

"Employees' Pension System" § 20-101

"Member" § 20-101