

GENERAL REVISOR'S NOTE TO DIVISION III

This Division III, which is the last of three major divisions of the State Personnel and Pensions Article, revises the general laws that relate to other retirement and pension benefits. Division II revises the general laws that govern the State Retirement and Pension System. Division I, which was enacted as Chapter 10 of the Acts of 1993, revised the general laws that related to State Personnel. See also, the General Revisor's Note to Division II.

SECTION 3. AND BE IT FURTHER ENACTED, That, subject to Section 17 of this Act, the Laws of Maryland read as follows:

Article – State Personnel and Pensions**21–315. EXPENSE FUNDS.****(A) CREDITS TO EXPENSE FUND.**

THE BOARD OF TRUSTEES SHALL CREDIT TO THE EXPENSE FUND OF EACH STATE SYSTEM ITS PRO RATA SHARE OF:

(1) THE AMOUNT PROVIDED IN THE ANNUAL STATE BUDGET TO PAY THE ADMINISTRATIVE AND OPERATIONAL EXPENSES OF THE BOARD OF TRUSTEES AND THE STATE RETIREMENT AGENCY;

(2) THE AMOUNTS AUTHORIZED BY THE BOARD OF TRUSTEES UNDER THIS SECTION FOR INVESTMENT MANAGEMENT SERVICES; AND

(3) THE AMOUNT AUTHORIZED BY THE BOARD OF TRUSTEES TO IMPLEMENT A CLOSING AGREEMENT WITH THE INTERNAL REVENUE SERVICE REGARDING FORMER MEMBERS OF THE EMPLOYEES' RETIREMENT SYSTEM OR THE TEACHERS' RETIREMENT SYSTEM WHO ELECTED TO BECOME MEMBERS OF OR PARTICIPATE IN THOSE STATE SYSTEMS UNDER FORMER ARTICLE 73B, §§ 2–206 AND 3–206 OF THE CODE.

(B) PAYMENTS FROM EXPENSE FUND.

THE BOARD OF TRUSTEES SHALL PAY FROM THE EXPENSE FUND OF EACH STATE SYSTEM ITS PRO RATA SHARE OF:

(1) THE ADMINISTRATIVE AND OPERATIONAL EXPENSES OF THE BOARD OF TRUSTEES AND THE STATE RETIREMENT AGENCY, IN ACCORDANCE WITH THE ANNUAL STATE BUDGET;

(2) THE AMOUNTS AS AUTHORIZED BY THE BOARD OF TRUSTEES NECESSARY FOR INVESTMENT MANAGEMENT SERVICES; AND

(3) THE AMOUNTS AS AUTHORIZED BY THE BOARD OF TRUSTEES NECESSARY TO IMPLEMENT A CLOSING AGREEMENT WITH THE INTERNAL REVENUE SERVICE REGARDING FORMER MEMBERS OF THE EMPLOYEES' RETIREMENT SYSTEM OR THE TEACHERS' RETIREMENT SYSTEM WHO ELECTED TO BECOME MEMBERS OF OR PARTICIPATE IN THOSE STATE SYSTEMS UNDER FORMER ARTICLE 73B, §§ 2–206 AND 3–206 OF THE CODE.