

(I) THE PAYROLL OF THE MEMBERS OF THE STATE SYSTEMS;

(II) THE ALLOWANCES OF THE RETIREES AND SURVIVING BENEFICIARIES OF DECEASED MEMBERS, FORMER MEMBERS, OR RETIREES OF THE STATE SYSTEMS; AND

(III) THE AGGREGATED EARNABLE COMPENSATION OF THE FORMER MEMBERS OF THE STATE SYSTEMS AS OF THEIR DATE OF SEPARATION FROM EMPLOYMENT.

(d) Each quarter of the fiscal year the Board of Trustees shall estimate:

(1) one-fourth of an amount, not exceeding 1.2% of the market value as of the last day of the preceding quarter of assets externally invested in real estate, necessary for external real estate investment management services; and

(2) one-fourth of an amount, not exceeding 0.3% of the market value as of the last day of the preceding quarter of invested assets that are externally managed exclusive of assets invested in real estate, necessary to procure and retain investment management services other than external real estate investment management services.

(e) The amounts estimated under subsections (c) and (d) of this section shall be paid into the expense funds of the several systems during the ensuing year on a pro rata basis according to the total assets held by each system.

(f) The Board of Trustees may combine the expense funds of the several systems for budgetary and administrative efficiency.

(g) On or before December 31 of each year, the Board of Trustees shall report to the General Assembly the actual amount spent for investment management services during the preceding fiscal year.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2000. It shall remain effective for a period of 3 years and, at the end of June 30, 2003, with no further action required by the General Assembly, this Act shall be abrogated and of no further force and effect.

Approved May 11, 2000.

CHAPTER 373

(House Bill 420)

AN ACT concerning

Employees' and Teachers' Retirement and Pension Systems - Transfers of Service Credit

FOR the purpose of clarifying that transfers between a State employees' retirement or pension system and a State teachers' retirement or pension system are not