

EMPLOYEES OF THE NONCONTRIBUTORY PARTICIPATING GOVERNMENTAL UNIT WHO ELECT TO WITHDRAW BY THE DIFFERENCE BETWEEN THE NONCONTRIBUTORY SYSTEM FUNDING RATIO AND 10%.

(6) ANY ASSETS COMPUTED UNDER PARAGRAPHS (3), (4), OR (5) OF THIS SUBSECTION SHALL BE REDUCED BY THE SUM OF:

(I) THE OUTSTANDING BALANCE OF THE DEFICIT ALLOCABLE TO THE NONCONTRIBUTORY PARTICIPATING GOVERNMENTAL UNIT AS OF THE EFFECTIVE DATE OF WITHDRAWAL;

(II) THE OUTSTANDING BALANCE OF THE SPECIAL ACCRUED LIABILITY CONTRIBUTION ALLOCABLE TO THE NONCONTRIBUTORY PARTICIPATING GOVERNMENTAL UNIT AS OF THE EFFECTIVE DATE OF WITHDRAWAL; AND

(III) ANY TRANSITION AMOUNT AS DETERMINED UNDER SUBSECTION (I) OF THIS SECTION.

[(f)] (H) (1) The withdrawal liability contribution of a participating governmental unit shall be computed by the actuary as provided in this subsection.

(2) The actuary shall:

(i) multiply the complement of the [active] participant funding ratio for the fiscal year preceding the effective date of withdrawal of the participating governmental unit by the actuarial liability allocable to the employees of the participating governmental unit who elect to remain members of the employees' systems; and

(ii) reduce the amount determined under subparagraph (i) of this paragraph by the outstanding balance of the surplus allocable to the participating governmental unit as of the effective date of withdrawal.

(3) The amount determined under paragraph (2) may not be less than zero.

(4) (i) Except as provided in subparagraph (ii) of this paragraph, the annual withdrawal liability contribution of a participating governmental unit shall be the annual payment that is sufficient to liquidate, over not more than 25 years, the withdrawal liability contribution by means of annual payments that increase each year based on the actuarial assumptions adopted by the Board of Trustees on the recommendation of the actuary.

(ii) Subject to the approval of the Board of Trustees and the actuary's concurrence, a participating governmental unit:

1. may liquidate the withdrawal liability contribution by means of level annual payments or over a term of less than 25 years; or

2. prepay all or a portion of the withdrawal liability contribution.