

1-405. CONTRIBUTIONS AND BENEFITS.

UPON BECOMING A MEMBER OF THE RETIREMENT OR PENSION SYSTEM TO WHICH THE EMPLOYEE HAS TRANSFERRED, THE EMPLOYEE SHALL THEREAFTER PAY THE RATE OF CONTRIBUTION APPLICABLE TO A MEMBER AND BE ELIGIBLE FOR SUCH PENSION AND ANNUITY AS IS PROVIDED BY LAW IN SUCH RETIREMENT SYSTEM, INCLUDING THE CREDITS FOR PREVIOUS SERVICE IN THE RETIREMENT SYSTEM FROM WHICH THE EMPLOYEE TRANSFERRED AS PROVIDED IN § 1-401 OF THIS SUBTITLE, EXCEPT THAT IF AN EMPLOYEE RETIRES ON A RETIREMENT ALLOWANCE IN THE SYSTEM TO WHICH THE EMPLOYEE TRANSFERRED WITHIN FIVE YEARS AFTER THE TRANSFER, THE BENEFITS PAYABLE WITH RESPECT TO THE SERVICE CREDIT IN THE SYSTEM FROM WHICH THE TRANSFER WAS MADE SHALL NOT BE GREATER THAN THOSE WHICH WOULD HAVE BEEN PAYABLE WITH RESPECT TO THAT SERVICE, HAD THE EMPLOYEE REMAINED IN THAT SYSTEM.

COMMITTEE NOTE: This section formerly appeared as Art. 73B, § 33.

The only change is technical.

SUBTITLE 5. MISCELLANEOUS PROVISIONS.

1-501. GUARANTY.

THE CREATION AND MAINTENANCE OF RESERVES IN THE ACCUMULATION FUNDS OF THE SEVERAL SYSTEMS, REGULAR INTEREST CREDITABLE TO THE SEVERAL FUNDS AS PROVIDED IN THIS ARTICLE, THE PAYMENT OF ALL PENSIONS, ANNUITIES, RETIREMENT ALLOWANCES, REFUNDS, AND OTHER BENEFITS GRANTED UNDER THE PROVISIONS OF THIS ARTICLE, AND ALL EXPENSES IN CONNECTION WITH THE ADMINISTRATION AND OPERATION OF THE SEVERAL SYSTEMS ARE HEREBY MADE OBLIGATIONS OF THE STATE. ALL INCOME, INTEREST, AND DIVIDENDS DERIVED FROM DEPOSITS AND INVESTMENTS AUTHORIZED BY THIS ARTICLE SHALL BE USED FOR THE PAYMENT OF THE SAID OBLIGATIONS OF THE STATE.

COMMITTEE NOTE: This section formerly appeared as Art. 73B, § 16.

The phrase "Funds of the several systems" is substituted for "Fund" to make the section applicable to each of the several systems.

The phrase "the maintenance of annuity reserves and pension reserves as provided for, and" is deleted as redundant.

The term "several systems" is substituted for "this retirement system" to clarify that this provision applies to each of the several systems.

The last sentence of former § 16 is deleted as unnecessary.

The only other changes are stylistic.