

(4) A MEMBER WHO HAS ELECTED AN OPTIONAL BENEFIT MAY CHANGE THE ELECTION BY DUE NOTICE TO THE BOARD OF TRUSTEES, BUT A CHANGE MAY NOT BE MADE AFTER THE FIRST PAYMENT OF THE RETIREE'S ALLOWANCE NORMALLY BECOMES DUE.

(B) (1) IN THIS SUBSECTION, "DESIGNATED BENEFICIARY" MEANS THE PERSON THE RETIREE HAS NOMINATED BY A WRITTEN DESIGNATION THAT HAS BEEN DULY ACKNOWLEDGED AND FILED WITH THE BOARD OF TRUSTEES.

(2) THE OPTIONS THAT A MEMBER MAY ELECT UNDER SUBSECTION (A) OF THIS SECTION ARE:

(I) OPTION 1. IF A RETIREE WHO HAS ELECTED THIS OPTION DIES BEFORE THE RETIREE HAS RECEIVED IN PAYMENTS THE PRESENT VALUE OF THE RETIREE'S ALLOWANCE AT THE TIME OF RETIREMENT, THE BALANCE SHALL BE PAID TO THE RETIREE'S DESIGNATED BENEFICIARY OR, IF THERE IS NO DESIGNATED BENEFICIARY, TO THE RETIREE'S ESTATE;

(II) OPTION 2. UPON THE DEATH OF A RETIREE WHO HAS ELECTED THIS OPTION, THE RETIREE'S REDUCED ALLOWANCE SHALL BE CONTINUED THROUGHOUT THE LIFE OF AND PAID TO THE RETIREE'S DESIGNATED BENEFICIARY;

(III) OPTION 3. UPON THE DEATH OF A RETIREE WHO HAS ELECTED THIS OPTION, ONE HALF OF THE RETIREE'S REDUCED ALLOWANCE SHALL BE CONTINUED THROUGHOUT THE LIFE OF AND PAID TO THE RETIREE'S DESIGNATED BENEFICIARY;

(IV) 1. OPTION 4 — GENERAL. IF A RETIREE WHO HAS ELECTED THIS OPTION DIES BEFORE THE RETIREE HAS RECEIVED IN PAYMENTS THE VALUE OF THE RETIREE'S ACCUMULATED CONTRIBUTIONS AT THE TIME OF RETIREMENT, THE BALANCE SHALL BE PAID TO THE RETIREE'S DESIGNATED BENEFICIARY OR, IF THERE IS NO DESIGNATED BENEFICIARY, TO THE RETIREE'S ESTATE;

2. OPTION 4 — SPECIAL. IF A RETIREE HAS ELECTED THIS OPTION, SOME OTHER BENEFIT OR BENEFITS SHALL BE PAID EITHER TO THE RETIREE OR ON THE DEATH OF THE RETIREE TO THE RETIREE'S DESIGNATED BENEFICIARY OR BENEFICIARIES, IF THE OTHER BENEFIT OR BENEFITS, TOGETHER WITH THE REDUCED ALLOWANCE, ARE CERTIFIED BY THE ACTUARY TO BE OF EQUIVALENT ACTUARIAL VALUE TO THE RETIREE'S ALLOWANCE AND ARE APPROVED BY THE BOARD OF TRUSTEES;

(V) OPTION 5. UPON THE DEATH OF A RETIREE WHO HAS ELECTED THIS OPTION, THE REDUCED ALLOWANCE SHALL BE CONTINUED THROUGHOUT THE LIFE OF AND PAID TO THE RETIREE'S DESIGNATED BENEFICIARY. HOWEVER, IF THE DESIGNATED