

~~General,~~ SUBTITLES RESPECTIVELY "IN GENERAL" AND "EMPLOYEES OF MUNICIPAL CORPORATIONS," to provide for a change in interest rate and change in benefit rate upon retirement, AND TO CHANGE THE CONTRIBUTIONS FOR MUNICIPAL ~~EMPLOYEES.~~ EMPLOYERS.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Sections 1 (12), 11 (3), 11 (5), 13 (2), 14 (1) (a), 14 (3) (d), and 26 (b) of Article 73B of the Annotated Code of Maryland (~~1957 Edition~~ 1967 REPLACEMENT VOLUME and 1968 Supplement), title "Pensions," ~~subtitle "In General,"~~ SUBTITLES RESPECTIVELY "IN GENERAL" AND "EMPLOYEES OF MUNICIPAL CORPORATIONS," be and they are hereby repealed and re-enacted, with amendments, to read as follows:

1.

The following words and phrases as used in this Article, unless a different meaning is plainly required by the context, shall have the following meanings:

(12) "Regular interest" for the Annuity Savings Fund shall mean interest at the rate ~~[of four]~~ per centum per annum compounded annually ~~[for members who became such on or before June 30, 1955; and for all other members shall mean interest at a rate per centum per annum compounded annually]~~ as may be set from time to time by the board with a minimum rate of three per centum per annum and a maximum rate of four per centum per annum. "Regular interest" for the Annuity Reserve Fund, the Pension Accumulation Fund and the Pension Reserve Fund shall mean interest at such rate *or rates* as may be set ~~[from time to time by the board of trustees]~~ in accordance with Section 13, subsection (2) of this Article, as amended from time to time. ~~Notwithstanding any provision of this section to the contrary, the rate of interest credited in the Annuity Savings Fund to the accounts of active members who became such on or after July 1, 1955, shall not exceed three per centum per annum, unless the actual average yield on the investments of that fund for the same period has exceeded the rate of three per centum per annum to the same extent as credited; provided, further, that the maximum interest rate credited shall remain four per centum per annum.~~

11.

(3) Upon retirement for service a member shall receive a service retirement allowance which shall consist of:

(a) An annuity which shall be the actuarial equivalent of his accumulated contributions at the time of retirement; and

(b) A pension which shall be equal to one one-hundred and ~~[fortieth]~~ *twentieth* of his average final compensation multiplied by the number of years of his service since he last became a member; and

(c) If he has a prior service certificate in full force and effect, an additional pension which shall be equal to ~~[one-seventieth]~~ *one-sixtieth* of his average final compensation multiplied by the number of years of service certified on his prior service certificates;