

(2) [Each participating municipal corporation shall make an accrued liability contribution on account of its approval of the participation of its officers and employees in this Pension System for Employees of the State. The contribution shall be determined by an actuarial valuation of the accrued liability on account of the officers and employees of the participating municipal corporation who elected to become members in the same manner as the accrued liability is determined for State employees. This accrued liability contribution determined as hereinafter provided, subject to any adjustment that may be necessary on account of any additional credits awarded to officers or employees of the participating municipal corporation, shall be payable instead of the accrued liability contribution payable on account of other employees in the system. The expenses of making this initial valuation shall be assessed against and paid by the participating municipal corporation on whose account it is necessary. The accrued liability contribution for any municipal corporation that participates shall be set on a basis to liquidate its unfunded accrued liability in a period of 40 years. Any participating municipal corporation, with the consent of the board of trustees, may liquidate its unfunded accrued liability in a shorter period than 40 years.]

(A) EACH YEAR, ON ACCOUNT OF EACH OF ITS MEMBERS, EACH MUNICIPAL CORPORATION SHALL PAY INTO THE ACCUMULATION FUND AN AMOUNT AT LEAST EQUAL TO A CERTAIN PERCENTAGE OF THE ANNUAL EARNABLE COMPENSATION OF EACH MEMBER TO BE KNOWN AS THE "NORMAL CONTRIBUTION", AND AN ADDITIONAL AMOUNT TO BE KNOWN AS THE "ACCRUED LIABILITY CONTRIBUTION". THESE AMOUNTS SHALL BE FIXED ON THE BASIS OF THE LIABILITIES OF THE RETIREMENT SYSTEM BY ACTUARIAL VALUATION.

(B) ON THE BASIS OF INTEREST AND THE MORTALITY AND SERVICE TABLES ADOPTED BY THE BOARD OF TRUSTEES, IMMEDIATELY AFTER MAKING EACH ACTUARIAL VALUATION, THE ACTUARY SHALL DETERMINE THE "NORMAL CONTRIBUTION" ON ACCOUNT OF EACH MEMBER, NET OF EMPLOYEE CONTRIBUTIONS, ON THE BASIS OF THE ACCRUED BENEFIT ACTUARIAL COST METHOD. THE RATIO OF THE SUM OF THE NORMAL CONTRIBUTIONS SO DETERMINED TO THE TOTAL ANNUAL EARNABLE COMPENSATION OF ALL MEMBERS SHALL BE KNOWN AS THE "NORMAL CONTRIBUTION" RATE. UPON THE RECOMMENDATION OF THE ACTUARY, THE BOARD MAY ADJUST THE "NORMAL CONTRIBUTION" RATE FOR THE MUNICIPAL CORPORATIONS. SUCH ADJUSTMENTS, ALSO, SHALL PROVIDE FOR EXPERIENCE GAINS AND LOSSES, THE EFFECT OF CHANGES IN ACTUARIAL ASSUMPTIONS, AND THE EFFECT OF LEGISLATION ENACTED SUBSEQUENT TO JULY 1, 1980.

(C) EACH PARTICIPATING MUNICIPAL CORPORATION SHALL MAKE A SPECIAL ACCRUED LIABILITY CONTRIBUTION ON ACCOUNT OF ITS APPROVAL OF THE PARTICIPATION OF ITS OFFICERS