
By: **Delegate Hubbard**

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Assigned to: Rules and Executive Nominations

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Committee Report: Favorable

House action: Adopted

Read second time: March 20, 2001

CHAPTER 723

1 AN ACT concerning

2 **Retirement and Pensions - Payments of Allowances into Trusts**

3 FOR the purpose of authorizing the payment of certain allowances from the State

4 Retirement and Pension System to be paid into a trust if the designated

5 beneficiary is a minor or an individual with a disability.

6 BY repealing and reenacting, with amendments,

7 Article - State Personnel and Pensions

8 Section 21-402

9 Annotated Code of Maryland

10 (1997 Replacement Volume and 2000 Supplement)

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

12 MARYLAND, That the Laws of Maryland read as follows:

13 **Article - State Personnel and Pensions**

14 21-402.

15 (a) Each optional form of allowance shall be the actuarial equivalent of the

16 basic allowance under the State system of a member.

17 (b) (1) [For] SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, FOR an

18 optional form of allowance providing for payment to a designated beneficiary for life,

19 the designated beneficiary must be an individual.

1 (2) IF THE DESIGNATED BENEFICIARY IS A MINOR OR AN INDIVIDUAL
2 WITH A DISABILITY, THE ALLOWANCE MAY BE PAID INTO A TRUST FOR THE BENEFIT
3 OF THE INDIVIDUAL.

4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
5 July 1, 2001.