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Section 30-205

Annotated Code of Maryland

(1997 Replacement Volume and 2000 Supplement)

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

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

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2001 Regular Session 1lr0006

By: Chairman, Appropriations Committee (Departmental - University System of Maryland, Morgan State University, St. Mary's College, and **Baltimore City Community College)** Introduced and read first time: January 31, 2001 Assigned to: Appropriations Committee Report: Favorable with amendments House action: Adopted Read second time: March 8, 2001 CHAPTER 1 AN ACT concerning 2 Optional Retirement Program - Employer Contribution Rate and 3 **Mandatory Employee Contributions** FOR the purpose of increasing the rate of employer contributions over a certain 4 period for participants in the optional retirement program who are employed by 5 the University System of Maryland or its constituent institutions, Morgan State 6 7 University, St. Mary's College, or Baltimore City Community College, the Maryland Higher Education Commission, or the Historic St. Mary's 8 9 Commission; requiring that participants in the optional retirement program who are employed by the University System of Maryland or its constituent 10 institutions, Morgan State University, St. Mary's College, or Baltimore City 11 12 Community College, the Maryland Higher Education Commission, or the 13 Historic St. Mary's Commission make certain mandatory contributions to the 14 program; and generally relating to the optional retirement program. 15 BY repealing and reenacting, with amendments, Article - State Personnel and Pensions 16

1 **Article - State Personnel and Pensions** 2 30-205. 3 (a) Under the program, the State and the participating employees shall contribute, to the extent required, toward the purchase of annuity contracts. 5 A participating employee may elect to make contributions to no more than (b) 6 two designated companies under the program for the same payroll period, if the 7 Board of Trustees determines that the election of more than one designated company 8 is administratively feasible. On] EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (D) OF THIS (c) [(1)]10 SECTION: 11 (1) ON behalf of each participating employee, the State shall contribute 12 7.25% of the participating employee's annual earnable compensation[.]; AND 13 [If] IF a participating employee's compensation is paid from special (2) 14 or federal funds or both, the State's contribution to the program shall be paid from 15 those funds. ON BEHALF OF EACH PARTICIPATING EMPLOYEE WHO IS EMPLOYED 16 (D) (1) 17 BY THE UNIVERSITY SYSTEM OF MARYLAND OR ONE OF ITS CONSTITUENT 18 INSTITUTIONS, MORGAN STATE UNIVERSITY, ST. MARY'S COLLEGE, OR BALTIMORE 19 CITY COMMUNITY COLLEGE, OR THE MARYLAND HIGHER EDUCATION COMMISSION, 20 THE STATE SHALL CONTRIBUTE THE FOLLOWING PERCENT OF THE PARTICIPATING 21 EMPLOYEE'S ANNUAL EARNABLE COMPENSATION: 22 (I) FOR CALENDAR YEAR 2002, 8.25%; AND 23 (II)FOR CALENDAR YEAR 2003 AND EACH CALENDAR YEAR 24 THEREAFTER, 9.25%. ON BEHALF OF EACH PARTICIPATING EMPLOYEE WHO IS EMPLOYED 25 26 BY ST. MARY'S COLLEGE OR THE HISTORIC ST. MARY'S COMMISSION, THE STATE 27 SHALL CONTRIBUTE THE FOLLOWING PERCENT OF THE PARTICIPATING EMPLOYEE'S 28 ANNUAL EARNABLE COMPENSATION: 29 <u>(I)</u> FOR CALENDAR YEAR 2003, 8.25%; AND 30 FOR CALENDAR YEAR 2004 AND EACH CALENDAR YEAR (II)31 THEREAFTER, 9.25%. 32 (3) IF A PARTICIPATING EMPLOYEE'S COMPENSATION IS PAID 33 FROM SPECIAL OR FEDERAL FUNDS OR BOTH, THE STATE CONTRIBUTION TO THE 34 PROGRAM SHALL BE PAID FROM THESE FUNDS. A PARTICIPATING EMPLOYEE WHO IS EMPLOYED BY THE UNIVERSITY

36 SYSTEM OF MARYLAND OR ONE OF ITS CONSTITUENT INSTITUTIONS, MORGAN STATE

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- UNIVERSITY, ST. MARY'S COLLEGE, OR BALTIMORE CITY COMMUNITY COLLEGE, OR
 THE MARYLAND HIGHER EDUCATION COMMISSION AND FOR WHOM THE STATE
 CONTRIBUTES UNDER SUBSECTION (D) OF THIS SECTION SHALL HAVE A
- 4 CONTRIBUTION RATE OF THE PARTICIPATING EMPLOYEE'S ANNUAL EARNABLE
- 5 COMPENSATION OF:
- 6 (1) FOR CALENDAR YEAR 2002, 1%; AND
- 7 (2) FOR CALENDAR YEAR 2003 AND EACH CALENDAR YEAR 8 THEREAFTER, 2%.
- 9 (F) A PARTICIPATING EMPLOYEE WHO IS EMPLOYED BY ST. MARY'S COLLEGE
- 10 OR THE HISTORIC ST. MARY'S COMMISSION, AND FOR WHOM THE STATE
- 11 CONTRIBUTES UNDER SUBSECTION (D) OF THIS SECTION, SHALL HAVE A
- 12 CONTRIBUTION RATE OF:
- 13 <u>(1)</u> <u>FOR CALENDAR YEAR 2003, 1%; AND</u>
- 14 (2) FOR CALENDAR YEAR 2004 AND EACH CALENDAR YEAR 15 THEREAFTER, 2%.
- 16 [(d)] (F) (G) The Central Payroll Bureau shall pay contributions to the 17 appropriate designated company for the benefit of each participating employee.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 19 October 1, 2001.