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By: Senator Kasemeyer

Introduced and read first time: February 1, 2002

Assigned to: Budget and Taxation

A BILL ENTITLED

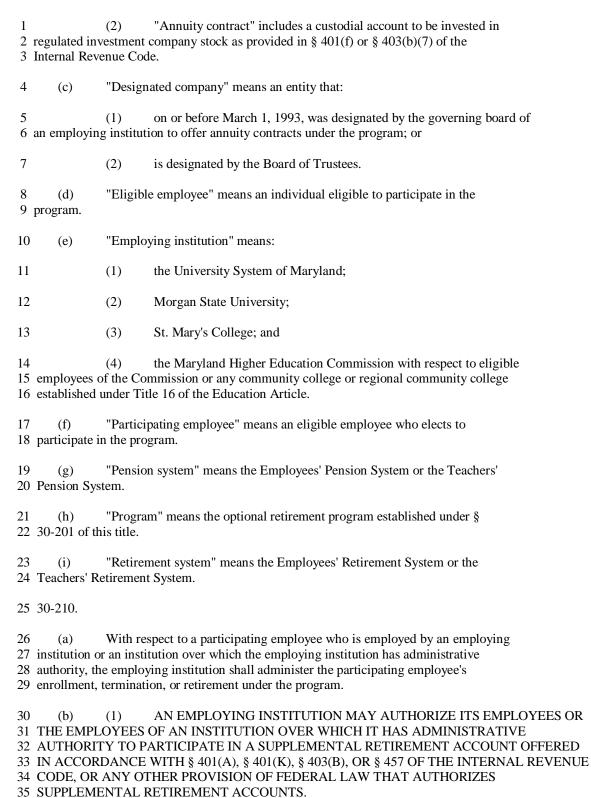
1 AN ACT concerning

2 Optional Retirement Program - Supplemental Annuities

- 3 FOR the purpose of clarifying the authority of certain higher education institutions to
- 4 offer supplemental annuities and deferred compensation plans to their
- 5 employees under provisions of the Internal Revenue Code; providing for the
- 6 application of this Act; and generally relating to the Optional Retirement
- 7 Program and supplemental retirement annuities.
- 8 BY repealing and reenacting, without amendments,
- 9 Article State Personnel and Pensions
- 10 Section 30-101
- 11 Annotated Code of Maryland
- 12 (1997 Replacement Volume and 2001 Supplement)
- 13 BY repealing and reenacting, with amendments,
- 14 Article State Personnel and Pensions
- 15 Section 30-210
- 16 Annotated Code of Maryland
- 17 (1997 Replacement Volume and 2001 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 19 MARYLAND, That the Laws of Maryland read as follows:

20 Article - State Personnel and Pensions

- 21 30-101.
- 22 (a) In this title the following words have the meanings indicated.
- 23 (b) (1) "Annuity contract" means a fixed or variable annuity contract or
- 24 combination of fixed or variable annuity contracts authorized under § 403(a) or (b) of
- 25 the Internal Revenue Code.



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- 1 (2) If an employing institution authorizes its employees or the employees 2 of an institution over which it has administrative authority to participate in a 2 considerated action of the consideration of the considerat
- 3 supplemental retirement account, the employing institution shall designate the
- 4 companies that may offer supplemental retirement accounts to those employees and
- 5 shall administer the participation of those employees in the supplemental retirement
- 6 account.
- 7 [(2)] (3) Contributions authorized under this subsection to a
- 8 supplemental retirement account on behalf of an employee may be made by payroll
- 9 deduction [or by], a reduction in salary, OR DEFERRAL IN COMPENSATION in
- 10 accordance with § 403(b), § 457, or § 414(h) of the Internal Revenue Code.
- 11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be
- 12 construed to apply retroactively and shall be applied to and interpreted to affect
- 13 supplemental retirement accounts authorized and supplemental annuity
- 14 contributions made after December 31, 2001.
- 15 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 16 June 1, 2002.