

1 subsection (b) of this section. The purchased service shall not be associated with any specific
2 compensation or period of time. The member shall purchase this service by making a lump sum
3 amount payable to the Annuity Savings Fund equal to the full liability of the service credits
4 calculated on the basis of the assumptions used for purposes of the actuarial valuation of the
5 liabilities of the Retirement System. The calculation of the amount payable shall take into account
6 the retirement allowance arising on account of the additional service credit commencing at the
7 earliest age at which the member could retire on an unreduced retirement allowance, as
8 determined by the Board of Trustees upon the advice of the consulting actuary, plus an
9 administrative fee to be set by the Board of Trustees. Notwithstanding the foregoing provisions
10 of this subsection that provide for the purchase of service credits, the terms "full cost" and "full
11 liability" include assumed annual postretirement allowance increases, as determined by the Board
12 of Trustees, from the earliest age at which a member could retire on an unreduced service
13 allowance."

14 **SECTION 2.** This act is effective when it becomes law.