

to such employees, or for insuring to such employees sick, old age or other benefits; provided any such scheme of compensation, benefit or insurance shall maintain the same reserve as is required under Section 154-F of this Article of mutual insurance associations for the same kind of business and shall make reports to the State Insurance Commissioner and shall be subject to examination by him as is provided in Section 154-G of this Article for mutual insurance associations. But no such scheme shall assume any insurance risk until it receives a license from the State Insurance Commissioner, who shall not grant or issue to it any license until the State Industrial Commission certifies to him its approval of the plan of such scheme. And no such scheme shall be so approved or certified by the State Industrial Commission unless there are at least five hundred employees to be insured therein and the premium rates to be paid are, in the judgment of said Commission, adequate for the benefits promised, and unless the scheme provides for extra payments thereto in the event they should be necessary to maintain the required reserve. But the approval of any such scheme for the insurance of so small a number of employees as five hundred shall be discretionary with the State Industrial Commission, which shall withhold its approval of any such scheme for the insurance of a smaller number than two thousand employees unless the financial plan of the scheme is especially strong or the risk of hazard is exceptionally low.

If the State Industrial Commission shall at any time find that the scheme no longer fulfills the requirements of this Section, or is not fairly administered, or other valid and substantial reasons therefor exist, it shall withdraw its approval and so notify the State Insurance Commissioner, who shall revoke the license of such scheme. When such a license is revoked or expires, any moneys or securities held for the purposes of the scheme, shall, after due provision has been made to discharge the liabilities already accrued, be disposed of or distributed as may be arranged between the employer and his employees, or as may be determined by the Commission, in the event of a difference of opinion, according to the rights of the parties.

Where such an approved or certified scheme of compensation, benefit or insurance is in effect the employer shall answer all inquiries in regard thereto as may be required by the State Industrial Commission.

SEC. 2. *And be it enacted*, That this Act shall take effect from the date of its passage.

Approved April 16th, 1914.