

Upon the failure of an employer to comply with the requirements of the preceding paragraph of this Section, the Commissioners of the State Accident Fund may cancel the policy of insurance of any such employer, such cancellation to be effective upon the expiration of ten (10) days, and it shall be the duty of the Superintendent of the State Accident Fund to send by registered mail notice of such cancellation to the employer at his last known address promptly.

Any employer who shall, with fraudulent intent, misrepresent to the Commissioners of the State Accident Fund the amount of payroll upon which the premium under this Article is based, shall be guilty of a misdemeanor, and upon conviction shall be subject to a fine of not more than one thousand dollars or imprisonment of not more than ninety days, or both.

SEC. 6. *And be it further enacted*, That Section 27 of Article 101 of the Annotated Code of Maryland (1939 Edition), title "Workmen's Compensation", sub-title "State Accident Fund", be and the same is hereby repealed; and that a new Section be and the same is hereby enacted in lieu thereof, to be known as Section 27, to follow immediately after Section 26 of said Article, said new Section to read as follows:

27. The entire expense of conducting and administering the State Accident Fund, as likewise all expenses of the State Industrial Accident Commission, shall be paid in the first instance by the State out of the monies appropriated for the maintenance thereof. Within ninety days after the close of each fiscal year of the State Accident Fund, the Commissioners thereof shall ascertain the expense incurred in conducting and administering the State Accident Fund during said fiscal year, and shall authorize in the same manner as other disbursements from the State Accident Fund are authorized, the amount thereof to be transferred from said Fund by the Treasurer to the State Treasury to reimburse the State for the monies so appropriated and expended in conducting and administering the State Accident Fund for such fiscal year.

As soon as practicable after January 1st of each year, the State Industrial Accident Commission shall ascertain as fully and accurately as possible the total payroll of all the employers of this State, subject to the provisions of this Article, for the preceding calendar year, whether insured in the State Accident Fund, any stock company, or mutual association, or self-insured, and shall also calculate