

pensation", sub-title "State Accident Fund", and to enact new Sections 76 and 77 to stand in the place and stead of the sections so repealed, relating to employers submitting payroll records to the State Accident Fund, and providing penalties for the failure to do so; and relating to cancellation of insurance policies by the State Accident Fund for failure to pay premiums and providing for collection of unpaid premiums; and relating generally to workmen's compensation insurance in this State.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Sections 76 and 77 of Article 101 of the Annotated Code of Maryland, (1957 Edition), title "Workmen's Compensation", sub-title "State Accident Fund", be and they are hereby repealed; and new Sections 76 and 77 are hereby enacted, to stand in the place and stead of the sections so repealed, and to read as follows:

76.

*Every employer subject to the operation and effect of this Article, who shall insure in the State Accident Fund, shall every four months, or at such other intervals as the Commissioners of the State Accident Fund shall direct, submit a report of his payroll to the Commissioners of the State Accident Fund, according to the regulations and requirements prescribed by the Commissioners. The payroll records of all employers insured in the State Accident Fund shall be open at all times to inspection by the said Commissioners and their authorized employees.*

*Upon the failure of an employer to comply with the requirements of the preceding paragraph of this Section, the Commissioners or Superintendent or Assistant Superintendent of the State Accident Fund may cancel the policy of insurance of any such employer, such cancellation to be effective upon the expiration of at least thirty days after notice of intention to cancel such policy, on a date specified in such notice, shall be filed in the office of the Workmen's Compensation Commission and also served on the employer. Such notice shall be served on the employer by delivering it to him or by sending it by mail, by registered letter, addressed to the employer at his or its last known place of residence; provided, that if the employer be a partnership then such notice may be so given to any one of the partners, and if the employer be a corporation then the notice may be given to any agent or officer of the corporation upon whom legal process may be served. When an employer receives notice from the State Accident Fund in accordance with the provisions of this Sub-section that a policy for Workmen's Compensation Insurance issued to such employer will be cancelled upon the expiration of the time stated in the notice, it shall be the duty of the employer, immediately thereafter, to secure compensation for his employees in accordance with one of the ways set forth in Paragraph 16 of this Article which will be in force on the date the above mentioned cancellation becomes effective.*

*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.*