

all business transacted by him as a public warehouseman during the year beginning September 1st of the preceding year and ending August 31st of the current year. Such report shall state the grade, gross weight and dockage of all grain of various kinds in his warehouse at the beginning of the year, the grade, gross weight and dockage of all grain received, the grade, gross weight and dockage of all grain shipped or delivered from such warehouse and the grade, gross weight and dockage of all grain remaining in the warehouse at the end of the year, and such report shall particularly specify and account for any overage or shortage in any kind of grain accruing during the year. Such report shall also state the weight basis upon which all such grain has been received and the weight basis on which the same has been shipped or delivered. The commission may also require special reports from such warehousemen at such times as the commission may deem expedient. The commission may cause every such warehouse and the business thereof and the mode of conducting the same to be inspected by one or more of its members, or by its authorized agent, whenever deemed proper, and the property, books, records, accounts, papers and proceedings of every such warehouseman shall at all times during business hours be subject to such inspection.

It is hereby made the duty of the secretary of the commission to act as warehouse registrar in accordance with the spirit and intent of this chapter."

Sec. 2. This act shall take effect and be in force from and after its passage.

Approved April 26, 1913.

CHAPTER 534—S. F. No. 579.

An Act to amend Section 85 of Chapter 175 of the General Laws of 1895 as amended by Chapter 130 of the General Laws of 1905, authorizing associations of individuals known as Lloyds.

Be it enacted by the Legislature of the State of Minnesota:

Section 1. **Conditions under which insurance companies may be licensed.**—That Section 85 of Chapter 175 of the General Laws of 1895 as amended by Chapter 130 of the General Laws of 1905, be and the same is hereby amended so as to read as follows:

"Section 85. Associations of individuals, citizens of the United States, whether organized within this state or elsewhere, within the United States, formed upon the plan known as Lloyds, whereby each associate underwriter becomes liable for a proportionate part of the whole amount insured by a policy, may be authorized to transact insurance other than life in this state in such manner and on such terms as the insurance commissioner

may direct, providing that if such organization shall be possessed of cash on hand and securities of the underwriters satisfactory to the insurance commissioner after deducting all liabilities except insurance reserve, to the amount of not less than \$250,000.00, and in addition thereto shall be possessed of guaranteed subscriptions or other securities of the underwriters satisfactory to the insurance commissioner to an amount of not less than \$250,000.00, making a total of \$500,000.00 so possessed, and if the net cash on hand shall be equal to the reinsurance reserve calculated on a basis of 50 per cent of the premiums in force on policies running one year or less from date of policy, and a pro rata amount on policies running more than one year from date of policy, except upon inland and marine risks, which shall be computed by charging 50 per cent of the amount of premium written in its policies upon yearly risks and upon risks covering more than one passage not terminated, and the full amount of premiums written in policies upon all other inland and marine risks not terminated, and such other reserves as may be required by law and the insurance commissioner, and if evidence shall be furnished to the insurance commissioner that the underwriters are men of good financial standing, responsible for their obligations, and that the organization does not issue policies of insurance on any one risk in greater sums than one-fifth of the aggregate of the cash paid in, the aforesaid securities and the subscriptions of the several underwriters or the amount to which they may become liable, unless the excess shall be provided for by reinsurance, the commissioner shall license them under similar requirements as are made and prescribed in this act for the admission of foreign mutual fire insurance companies so far as the same may reasonably apply. Said association of individuals known as Lloyds are herein expressly authorized to transact insurance known as sprinkler leakage insurance."

Sec. 2. Companies now licensed may have license renewed if reserves are set aside.—No Lloyds not now licensed to do business in this state shall hereafter be licensed except upon complying with the provisions of this act, but Lloyds heretofore licensed and now doing business under the provisions of said Section 85 of Chapter 175 of Laws of 1895 as amended by Chapter 130 of the Laws of 1905, may have their license renewed without increasing their cash and securities and subscription on hand to the amount herein required, provided they shall set aside the reserves required by this act.

Sec. 3. Inconsistent acts repealed.—Provisions of all acts or parts of acts inconsistent with this act are hereby repealed.

Sec. 4. This act shall take effect and be in force from and after its passage.

Approved April 26, 1913.