

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. **2819**
July 20, 1944]

UNITED STATES WAR SAVINGS BONDS, SERIES E

Use of Special Penalty Envelopes by Issuing Agents

*To all Issuing Agents in the Second Federal Reserve District
Qualified for Sale of Series E War Savings Bonds:*

Public Law 364, 78th Congress, approved June 28, 1944, entitled "An Act relating to the use of the penalty mail privilege", provides that, effective July 1, 1944, the Post Office Department shall be reimbursed by each department of the Government for the cost to the Post Office Department of handling the penalty mail of such department. Accordingly, the Treasury Department will be required to reimburse the Post Office Department for the cost of handling Savings Bonds mailed by issuing agents to the purchasers thereof in special penalty envelopes where over-the-counter delivery is not practicable. The amount of such reimbursement will be estimated on the basis of the number of special penalty envelopes furnished to issuing agents.

In these circumstances, the Treasury Department requests all issuing agents to which penalty envelopes are furnished to use such envelopes in the most economical manner possible and to keep spoilage of the envelopes at a minimum. Your co-operation in this respect will be appreciated.

ALLAN SPROUL,
President.