

# FEDERAL RESERVE BOARD

153

X-4818.

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO  
THE FEDERAL RESERVE BOARD

March 28, 1927.

SUBJECT: Group Life Insurance.

Dear Sir:

It is the Board's understanding that all Federal reserve banks have taken out employees' group life insurance covering officers and employees at both head offices and branches in an amount equal to their annual salaries with a maximum limit, usually of \$5,000. We also understand that recently some of the Federal reserve banks have made arrangements with insurance companies to allow employees of the bank to take out additional group insurance at their own expense, or at a flat rate, any difference between such rate and actual cost being charged or credited to the bank's expenses. The Board would like to have rather complete information in its files regarding the group life insurance policies now carried by each bank on the lives of its officers and employees, and I would request that you furnish it, at your earliest convenience, with the following information:

1. Date on which bank first took out group life insurance.
2. Name of the company with which original policy was taken out, together with all changes in companies to date and reasons for changing.
3. Copies of all group life insurance contracts now in effect.
4. Schedule of rates charged by ages or groups, if not shown in contracts now in force.
5. Whether all employees of head office and branch are considered as one group and if not how many separate groups are there and what are the reasons for the separate groups.
6. Statement showing the following information by years since group life insurance has been carried:

Year	Total Premiums paid	Dividends	Net Expense	Employees Average age	Average No.	Average cost per employee	Claims paid benefi- ciaries
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7. Whether officers and employees are permitted to take out additional group life insurance under present contracts at their own expense and, if so, the number carrying the additional insurance, the amount of such insurance in force and the method of assessing the employees therefor.
8. If bank has made arrangements referred to in No. 7 above, show rate and total amount paid by employees for additional group insurance and cost, if any, assumed by bank.

It will be appreciated if you will furnish us, in addition to the above information, such data as you have bearing on the reasons for changes from year to year in the cost of group life insurance and other pertinent data regarding your experience with group life insurance which you think would be of interest to the Board.

Very truly yours,

Walter L. Eddy.  
Secretary.

TO CHAIRMEN OF ALL F. R. BANKS.