



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON

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R-878

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

September 5, 1941

Dear Sir:

The Board has been advised that the Insurance Committee, appointed by the Chairman of the Presidents' Conference at the Board's request, has filed a report under date of August 23, 1941, recommending a definite plan under which insurance now carried against certain losses may be discontinued and such losses absorbed by the Federal Reserve Banks under contractual agreements entered into with each other and that copies of this report have been furnished to the Presidents of all Federal Reserve Banks.

A comparatively simple plan appears to have been worked out by the Committee, the adoption of which, the Committee estimates, would result in average savings to the twelve Federal Reserve Banks of at least \$250,000 per annum.

In order that the report may be acted upon as soon as practicable, the Board has asked me to advise the President of each Federal Reserve Bank that it hopes he will review the Committee's report in advance of the next meeting of the Presidents' Conference so that the plan may be fully considered at that time.

Such a procedure will permit the President of each Bank to learn the views of the other Banks before submitting the report to his Directors for formal action.

Very truly yours,

Chester Morrill,
Secretary.

TO THE PRESIDENTS OF ALL FEDERAL RESERVE BANKS