



STATE CORPORATION COMMISSION
BUREAU OF INSURANCE

January 4, 1979

TO: The Chief Executive Officers of All
Foreign and Alien Insurers Doing
Business in the State of Virginia

RE: The NAIC Program to Implement the
President's Anti-Inflation Program

1979-2
Reply Reques

Because of the importance both to the citizens of this State and to the insurance industry of controlling inflation, I am calling on each insurer doing business in the State to comply with the NAIC's Program for State Implementation of President Carter's Anti-Inflation Program with Respect to Insurance Industry Prices, adopted December 8, 1978. You should have received a copy from your domiciliary Commissioner. Please review it carefully.

Pursuant to this program:

(1) I request that you provide me a copy of your notice to your domiciliary Commissioner of your intention to comply with the Council on Wage and Price Stability (COWPS) standards published on October 31, 1978. Please notify me no later than January 15, 1979.

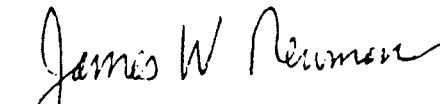
(2) I request you to certify to me in conjunction with each rate filing, if any, which your company files with me on or after January 15, 1979, whether the rate changes will or will not cause your company (or the group to which your company belongs) to exceed the COWPS standards.

(3) I request you to transmit with or set forth on all premium renewal notices to policyholders in this State which involve rate increases and which are issued subsequent to February 1, 1979, whether or not your company (or group) is in compliance with the COWPS standards.

(4) I request that you provide me with a copy of your certification of compliance to your domiciliary Commissioner 30 days following the end of each six-month period of the COWPS program.

I trust you will agree with me that the State Insurance Commissioners and the insurance industry should render every reasonable effort to assist in implementing the President's program to assure its success, and that you will join with the rest of us in the NAIC program for State implementation of it.

Sincerely,


James W. Newman
Acting Commissioner

JWN:gg