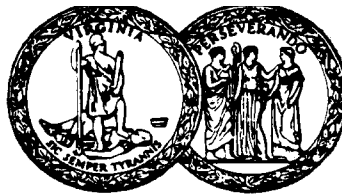


JAMES W. NEWMAN, JR.
COMMISSIONER OF INSURANCE

W. G. FLOURNOY
FIRST DEPUTY COMMISSIONER



BOX 1157
RICHMOND, VA. 232
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**STATE CORPORATION COMMISSION
BUREAU OF INSURANCE**

March 10, 1981

**ADMINISTRATIVE LETTER
1981-1**

TO: The Chief Executive Officers of All
Insurers and Prepaid Health Care Plans
Domiciled in the State of Virginia

RE: Termination of the President's Anti-Inflation Program (COWPS)

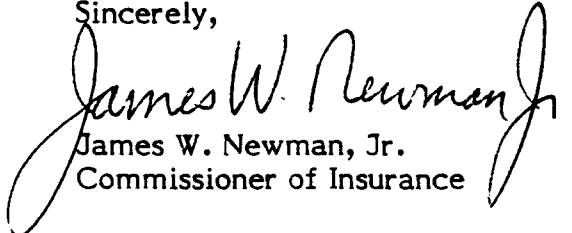
The establishment of the above Program was made known to you in our Administrative Letters of January 19, 1979 (1979-5); May 18, 1979 (1979-16); and July 30, 1980 (1980-10).

We have now received a communication from the National Association of Insurance Commissioners setting forth that on January 29, 1981, President Ronald Reagan signed Executive Order 12288 which terminated the Council on Wage and Price Stability (COWPS). On February 3, 1981, at the NAIC Executive Committee Meeting in Lewisville, Texas, the Committee adopted a motion terminating NAIC activity in implementing that program. No further reports must be filed with the NAIC.

This information is being conveyed to all insurers and pre-paid health care plans domiciled in Virginia so that you will know it is not necessary to comply further with the previous instructions on this subject.

We appreciate your past cooperation in the program which is now terminated.

Sincerely,


James W. Newman, Jr.
Commissioner of Insurance

JWNjr:gg