



BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM
WASHINGTON, D. C. 20551

JANET L. YELLEN
CHAIR

April 1, 2015

The Honorable Dean Heller
United States Senate
Washington, D.C. 20510

Dear Senator:

Thank you for your letter of March 12, 2015, regarding insurance capital standards. Adoption of the Insurance Capital Standards Clarification Act (P.L.113-279) will allow the Federal Reserve to tailor the design of the capital rules in a manner that takes into account the business model of insurance in the appropriate manner. The Federal Reserve is working diligently to develop a proposal, and we are committed to inviting public comment on a draft proposal through a formal rule making process.

We appreciate your interest in these matters and would be happy to have further conversations with your office.

Sincerely,

A handwritten signature in cursive script that reads "Janet L. Yellen".