



DEPARTMENT OF HEALTH AND SOCIAL SECURITY  
FRIARS HOUSE  
157-168 BLACKFRIARS ROAD  
LONDON SE1 8EU  
Telex 883669

Telephone 01-703-6380 Ext 972 3025

Your reference  
Our reference TPT 8/1

General Managers/Administrators of:  
Regional Health Authorities  
District Health Authorities  
Special Health Authorities  
Family Practitioner Committees

Chief Executives of:  
Central Blood Laboratories Authority  
Dental Practice Board  
NHS Training Authority  
Prescription Pricing Authority

The Secretary of  
Public Health Laboratory Service Board

28 July 1989

Dear Sir or Madam

INSURANCE FOR CROWN CARS

1. This letter advises authorities of the current position on discussions with Treasury to secure agreement to authorities taking out third party insurance cover for the business use of Crown Cars.
2. In EL(89) P/109 (FPCL 126/89) authorities were advised that discussions were underway with Treasury on a variation to Government Accounting Rules to allow for authorities to take out third party insurance cover in respect of the business use of Crown Cars. These discussions have not yet been concluded and may not be for a matter of weeks. It is still hoped that the outcome will be positive and that the benefits outlined in para 4 of EL(89) P/109 (FPCL 126/89) can be realised.
3. It is understood that some authorities have not yet renewed the comprehensive private use cover under the Central Call Off Contract pending the outcome of the discussions with Treasury. This has caused some concern to Eagle Star, the current insurers, and Bain Clarkson the brokers and to the Department in case any staff will not have cover on 1 August.
4. In the Department's view the renewal of cover under the Call Off Contract remains in the best joint and long term interests of authorities who are urged to renew their cover under the Central Call Off Contract as soon as possible.
5. This letter may be cancelled on 1 August 1990.

Yours faithfully

V J GREEN  
Assistant Secretary