

From: "Rose Ann Reeser" <roseann.reeser@oag.state.tx.us> on 08/05/2004 05:56:20 PM

Subject: Regulation DD - Overdraft/Bounce Protection Services

Please register my opposition to the Federal Reserve Board's proposal to regulate bounce loans, or so-called "bounce protection," under the Truth in Savings Act (TISA). Bounce loans should be regulated under the Truth in Lending Act (TILA), so that consumers have a chance to understand the true cost of this "protection". The Board and the other federal banking regulators should also take steps beyond the proposed guidance to halt the other abuses of bounce loans, most particularly bank advertisements for bounce loans that encourage consumers to use overdrafts as a credit source.