From: William Smith <bsmith@americascenter.org> on 06/12/2008 11:40:11 AM

Subject: Regulation AA

Jun 12, 2008

Federal Reserve Board Email comments

Dear Email comments,

The existing credit bubble is partly the result of legalized abuse by

financial institution. I have no doubt that, base on the many companies that have been identified lately as committing fraud, that most companies will, with out laws with teeth to rein them in, will commit fraud that is profitable. Credit issuing companies that include credit cards should have to give minimum 30 notice of changes in interest rates and other terms of agreements to allow the consumer the right to

accept or reject changes by staying a customer or leaving. Credit terms

should be up front in ad size fonts, not ultra fine print. Debt payment should be applied to debt generated after transfers, not to low interest teaser transferred debt that was used to seduce customers to switch. No interest should be charge to debt incurred and paid off in the same time period. These debts do not incur an interest change when paid in full without an outstanding balance. Only the outstanding balance should incur an interest change. Billing cycles should be long enough to allow on-time payment. And lastly, credit cards should not

be allow to be issued to people who can not financially handle the debt

and can not ever pay it off. Card companies target these people because they generate the most fees and bankrupcies. These practices cause higher costs to those who pay responsibly.

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Sincerely,

Mr. William Smith
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