July 12, 2008

Charles Phinizy, III
725 Coronado Avenue, Unit 109
Long Beach, California 9 0 8 0 4

Board of Governors
Secretary Jennifer J. Johnson
Federal Reserve System
20th Street and Constitution Avenue, Northwest
Washington, D.C. 2 0 5 5 1
RE: Docket No. R-1314

Dear Board of Governors:

The Federal Reserve Board should not impose fee restrictions on subprime credit card lenders. Companies that extend credit to those with troubled histories take risks that those fees diminish. A credit card is a necessity in today's society, and companies like CorTrust give people like me a second chance to prove our credit worthiness.

I made some mistakes with my credit in the past. I had unpaid fees, late charges, and an automobile repossession. My credit was horrible, but I wanted to try to get it back on track. I decided to go online and apply for a CorTrust credit card, and I was approved within two weeks. Paying on time made my credit score rise, and I was able to buy my own home. Not long ago, I was involved in an automobile accident and had to rent a vehicle for two weeks. Without my CorTrust Bank card, I would have been stranded and unable to work.

It is important for people to have the opportunity to correct past mistakes. The Federal Reserve should not interfere with the companies that offer second-chance credit. I hope you will not consider proposals to change the way subprime lenders charge their fees. These companies provide a valuable credit resource for people like me.

Your constituent,

Charles Phinizy, the third