

From: Mike H Prykryl
Subject: Reg Z - Truth In Lending

Comments:

Date: Mar 31, 2009

Proposal: Regulation Z - Truth in Lending

Document ID: R-1353

Document Version: 1

Release Date: 03/11/2009

Name: Mike H Prykryl

Affiliation:

Category of Affiliation: Other

Address:

City:

State:

Country:

Zip:

PostalCode:

Comments:

I agree with the proposed changes I have reviewed. However, you need to go further. Credit card holders should have the right to a low fixed rate. Current rates are outrageous and this should be stopped. In addition, credit card rates should be simple interest, not compounded on a daily basis. No wonder the balance is hard to pay off. I don't buy a house or a car on credit unless the loan is based on simple interest. I may be wrong, but I believe this would help the consumer bring the balance on a card down sooner and pay it off. Interest rates on cards are totally out of hand and someone, either the Federal Reserve or Congress, needs to put a stop to these high rates with some type of cap. I recently applied for a new visa credit card from the Pulaski Bank. The interest rate is 6.25% fixed. I do have to pay an annual fee of \$35 and don't mind in order to get the fixed rate. There are no frills such as airline mileage, reward points, ect. I guess that is how they keep their rates low in addition to the annual fee. I still wish the interest was not compound. Maybe if all the banks got rid of the frills they could lower their rates too. I believe I have completed my comments and do hope you will, sometime, look at limiting the interest rates that can be charged and have the banks use simple interest. Thank you for the opportunity to comment on this issue and I hope you will carefully consider what I have said.