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Subject: Reg Z - Truth in Lending

Comments:

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Proposal: Regulation Z - Truth in Lending - Home-Equity Lines of Credit (HELOC)
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I have been in the real estate and lending business for more than 30 years. The proposal to eliminate Yield Spread Premium will cost the consumer more in many ways. First it will take away low or no cost loans. The yield spread premium is the source of the money to cover the normal closing costs and still give the Mortgage Broker a reasonable profit. If there no YSP then the borrower must pay these costs. What if the borrower does not want to pay a 1 point loan origination fee, with no YSP this will not be an option.