

From: Global Mortgage Link, LLC , Gerry Puckett
Subject: Reg Z - Truth in Lending

Comments:

It is amazing to me the standards set forth as proposed by "Regulation Z; Docket No. R-1366," It's okay for realtors to get compensation of say 6% but not Mortgage Brokers. The Yield spread premium is presently disclosed up front in all HUD's. Our disclosures disclose the max one can receive c/o of each transaction.

It appears free market enterprise is going out the door for more government regulation. A Bank can charge whatever it wants but oh the mortgage broker can't do the same. Yes there should be regulation as to how much compensation is allowed but our State already mandates this now to 4% max on any transaction This includes YSP, and any points, origination processing fee total combined (All of it).

Let's put everyone on the same page Banks, Mortgage Brokers etc. and have a max compensation on residential all States and keep it unbiased here where everyone bank, mortgage brokers etc. are compensated based upon a max total percent and move on. It's not in the how compensated but the how much here. Don't beat up on YSP just because you wish to control how much one is compensated. The 4% seemed low to us when the State of Kentucky mandated but it is livable. But in my opinion the going rate of 6% for Realtors versus the max in KY for 4% is biased. Freddie / Fannie got themselves in trouble by pushing products they should not have and now it's being directed at everyone else including the mortgage brokers for the problem that started at the top with products that were not and should not have been implemented in the first place by Freddie / Fannie. Freddie / Fannie is going down the tubes for it and help cause many of the financial problems were occurring in the U.S. NMBA proposal of government back securities and doing away with Freddie / Fannie is a lot more what the Fed. should be looking at instead of how one is compensated.

Thank you,

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