

From: Kelli J. Kelly  
Subject: Regulation Z - Truth in Lending

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Comments:

Dear Regulators of the Federal Reserve,

Recently alarming information concerning the Option to Purchase Credit Life Insurance offered through my Credit Union has come to my attention. As you can see in the letter below the wording is ALARMING! Starting with "STOP". You do NOT have to buy Credit Life Insurance.

Then the document goes on in a very negative fashion trying to persuade the potential covered person not to purchase the insurance.

Whoever wrote this document clearly doesn't understand the debt that can be incurred by families when a loved one dies and owes money. Many families who do not chose to buy the CL insurance have suffered immensely because they, not only loose a loved one but now they end up struggling to make payments with a household income that is far less than what their used to. It's no shock that we count on our spouse's income and when it no longer is available to us we can find ourselves in a huge financial mess. I for one have lost a parent when I was younger..my mother who didn't work was left with 5 children, a new car that she couldn't afford, a boat that she couldn't afford, a house that she couldn't afford and Spousal Social Security as her only income. I recall the boat being put up for sale in our front yard as our whole level of living plunged from prosperity to poverty. My mother struggled to pay the bills and keep a roof over our heads with the small income she had. If my father had decided to have CL insurance on our Home, Our Boat, Our Automobile we would not have suffered the financial hardship that seemed unending.

Credit life Insurance is easy to get when making a large purchase. It's readily available added per payment to the loan and only charged for the months used. People say."no I have Life Insurance'.but they don't realize how quickly it will be sucked up paying off debts.and they are left with nothing ..plus.. the loss of the deceased's income! I can't think of one person who would not appreciate a spouse's auto being paid off in the event they should die. Not having to worry about making the payment or selling it right away especially with the emotional wounds that they are going through. Having a debt paid off is such a financial relief for those left behind. Knowing that if they have regular life insurance it can be used as it should be used..and that is to supplement the loss of income until they can recover and adjust their lives to the loss of income..not pour it into existing debt incurred by the deceased.

I find the document below to be narrow minded, offensive and very "One Sided" and unprofessional. It is clear that the person that wrote it does not understand the benefits of Credit Life Insurance and possibly has had a bad experience with the product.

The associates of Credit Unions only offer the products .they are not forced upon people and should not be portrayed with such negativity! These products help protect the living's level of living!

I urge you to withdraw this mandatory statement or have it reviewed and

rewritten in a more professional and objective way.

Sincerely, Kelli J Kelly