

From: ILONA ALLEN
Subject: Reg I I - Debit card Interchange

Comments:

February 19, 2011

Federal Reserve Board
Board of Governors of the Federal Reserve System
20th Street and Constitution Avenue NW
Washington, DC 20551

Dear: Federal Reserve Board

My credit Union is highly concerned with the recently proposed regulation that would regulate interchange fees and routing. The Fed should instruct reasonable interchange regulations that will allow small merchants to earn income on debit cards that are processed and issued for merchants. The regulation you are proposing does not compensate the credit union for the cost associated with debit card transactions. It is very risky for the credit union to provide debit cards to members when there may be possible fraud. The credit union has to block and reissue these cards at their own expense. Our members enjoy the privilege to be able to use their debit cards at any time. To charge them a fee would be very disappointing to a lot of our members which may cause us to lose their membership and or checking account. Please reconsider some reasonable regulations that wouldn't hurt the credit union, or have us to lose good members.

Sincerely,
Ilona Allen