

From: Marsha Modderno
Subject: Regulation Z - Truth in Lending

Comments:

Date: Dec 21, 2010

Proposal: Regulation Z - Truth In Lending Act
Document ID: R-1390
Document Version: 1
Release Date: 08/16/2010
Name: Marsha Modderno
Affiliation:
Category of Affiliation: Other
Address:
City:
State:
Country: UNITED STATES
Zip:
PostalCode:

Comments:

I oppose the Federal Reserve Board's proposed changes to the Truth in Lending Act published in FRB Docket No. R-1390. It would effectively eliminate the right of rescission and stop homeowners from challenging unfair foreclosures. I am dismayed and confused about why you are attempting to make this change, especially now, when numerous legal abuses by mortgage servicers are coming to light every day. This proposed new rule would encourage yet more abusive lending practices by removing lender accountability. The right of rescission gives borrowers an important protection. When a lender doesn't properly disclose a loan's amount, interest rate or repayment terms, the borrower can reject the loan within three years. A homeowner still must pay back a rescinded loan, but the lender cannot foreclose. The right of rescission gives a homeowner a chance to refinance or modify a loan so it is fair, affordable and clear. Our nation is facing the worst foreclosure crisis since the Great Depression. The Federal Reserve Board should be strengthening, not weakening, consumer protections. I urge the Federal Reserve Board to withdraw the proposed rule. Sincerely, Marsha Modderno