From: Cheryl A. Smith

Subject: Reg I I - Debit card Interchange

Comments:

Date: Jan 10, 2011

Proposal: Regulation II - Debit Card Interchange Fees and Routing

Document ID: R-1404 Document Version: 1 Release Date: 12/16/2010 Name: Cheryl A Smith

Affiliation: Bank

Category of Affiliation: Commercial

Address: City: State: Country: Zip:

PostalCode:

Comments:

I would like to see more investigation of how this will affect community banks. We lose monies from fraudulent transactions on our MasterCard debit cards due to their no liability policy and now we will lose interchange. Community banks have more stringent policies and procedures for issuing cards and this will only cause us to start charging again for the cards we issue to offset the loss. I would like to see this reform repealed.