

★ LUFKIN ★
FEDERAL CREDIT UNION

December 17, 2010 P. O. Box 150940 ★ LUFKIN, TX 75915 ★ 936-632-4397

Board of Governors of the Federal Reserve System
20th Street and Constitution Avenue, N. W.
Washington, D.C. 20551

Re: Proposed Changes to Credit Insurance Disclosures under Regulation Z and the
Truth in Lending Act.
Docket No.R-1390

Dear Honorable Ben Bernanke:

I am President of Lufkin Federal Credit Union located in Lufkin, Texas. Our credit union is \$26 million asset size.

We, at Lufkin Federal Credit Union take pride in servicing our members with products that are beneficial to maintaining or enhancing their financial stability in the event of disability, illness, of death.

We very much oppose the language in the "Proposed Changes to Credit Insurance Disclosures Under Regulation Z and the Truth in Lending Act, as it seems to misrepresent the purpose and value of the insurance which is needed to maintain stability for members who choose to participate in the insurance program.

We do support fair and accurate disclosures to keep all members informed of any product offered, we very much oppose the negativity, unclear and inaccurate language being proposed by the Federal Reserve.

We feel the proposed language misrepresents the real purpose and value of the insurance. We do not understand why the Federal Reserve would want our members to incur additional hardship and possibly lose their automobiles, consumer goods, as well as their credit ratings.

We consider each of our members a very valuable asset. If we can offer a product that will help them during difficult times, we feel this is an important benefit to them

We urge the Federal Reserve to reconsider this new disclosure.

Sincerely,

Linda Smith