

February 18, 2011

Jennifer J Johnson
Secretary, Board of Governors of the Federal Reserve System
20th St. and Constitution Ave. NW
Washington, DC 20551

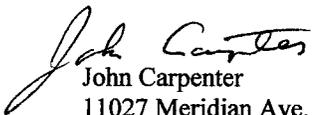
Re: Comment re: Docket No. R-1404 and RIN No. 7100 AD63

Dear Ms. Johnson:

It has come to my attention that the proposed cap to interchange fees would be set at a rate nearly 70 percent lower than rates in 2009. This decrease in revenue would negatively impact my credit union's ability to offer competitive services to its members as costs would need to be recouped in different ways, such as potentially requiring annual fees for payment cards. This would ultimately give larger issuers the advantage and make credit unions a less desirable option for consumers.

Thank you for your time and consideration of the effect on credit unions!

Sincerely,



John Carpenter
11027 Meridian Ave. N - #200
Seattle, WA 98133