

RULES and REGULATIONS
FEDERAL RESERVE SYSTEM

12 CFR Part 226

Reg. Z; TIL-1
FR Doc. 81-35210
Filed 12-8-81

Trust in Lending; Regulation Z; Official
Staff Commentary; Technical
Amendments

Wednesday, December 9, 1981

AGENCY: Board of Governors of the
Federal Reserve System.

ACTION: Official staff interpretation;
technical amendments.

SUMMARY: The staff is making
technical amendments to its official staff
commentary to Regulation Z (Truth in
Lending) published at 46 FR 50288,
October 9, 1981.

FOR FURTHER INFORMATION
CONTACT:

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Federal Reserve System, Washington,
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SUPPLEMENTARY INFORMATION:
The final official staff interpretation
contained in FR Doc. 81-29734 is
amended as follows:

1. On page 50296, column 2, the fourth
sentence of the second paragraph of
1981 changes is amended to read as
follows:
"Other terms previously defined, such as

'customer' and 'organization,' are merged
into new definitions."

2. On page 50299, column 1, the fourth
sentence of the third bulleted paragraph
in Comment 4(a)-4 is amended to read
as follows:

"In addition, the agreement states that
the creditor will pay 0% interest on the
amount of the time deposit that
corresponds to the amount of the credit
extension(s)."

3. On page 50307, column 2, the
following heading for and the first
sentence of Comment 7(g)2 is added
immediately after "1. Rate same as
corresponding annual percentage rate.
See Comment 7(d)-5":

"2. Multifeatured plans. In a
multifeatured plan, the actual annual
percentage rate that reflects the finance
charge imposed during the cycle may be
separately stated for each feature."

4. On page 50307, column 3, the last
sentence of Comment 7(k)-2 is amended
by adding "the" after "Both of the billing
rights statements in Appendix G contain
such a precautionary instruction, so that
a creditor could, by including either of
these statements with each periodic
statement, ensure that" and before
"required address is provided in a clear
and conspicuous manner."

5. On page 50309, column 3, the
punctuation of the first sentence of
Comment 9(c)-1 is amended as follows:
"No notice of a change in terms need be
given if the specific change is set forth
initially, such as: rate increases under a
properly disclosed variable rate plan, a
rate increase that occurs when an
employee has been under a preferential
rate agreement and terminates
employment, or an increase that occurs
when the consumer has been under an
agreement to maintain a certain balance
in a savings account in order to keep a

particular rate and the account balance falls below the specified minimum."

6. On page 50310, column 1, the last sentence of Comment 9(c)(1)-3 is amended as follows:

"But the consumer's general acceptance of the creditor's contract reservation of the right to change terms, or the consumer's use of the account (which might imply acceptance of its terms under state law), is not 'an agreement' between the consumer and the creditor for purposes of § 226.9(c)(1)."

7. On page 50311, column 3, the reference to § 226.10 appearing in the 1981 changes paragraph is amended to read "§ 226.11."

8. On page 50316, column 3, the reference in Comment 13(f)-2 is amended by changing "(See Comment 13(e)-1)" to "(See Commentary to § 226.13(e).)"

9. On page 50317, column 3, the first sentence of Comment 14(a)-3 is amended by inserting "by" after "permitted" and before "§ 226.14(a)."

10. On page 50318, column 2, the title of Comment 14(d)-1 is amended by changing "Quotient Methods." to "Quotient Method."

11. On page 50336, column 3, Comment 23(a)-4 is amended by changing "creditor" to "consumer."

Board of Governors of the Federal Reserve System, December 3, 1981.

William W. Wiles,

Secretary of the Board.

RULES and REGULATIONS
FEDERAL RESERVE SYSTEM

12 CFR Part 226

Reg. Z; Docket No. R-0288
FR Doc. 81-35211
Filed 12-8-81

Truth in Lending; Revised Regulation Z;
Technical Amendments

Wednesday, December 9, 1981

AGENCY: Board of Governors of the
Federal Reserve System.

ACTION: Final rule; technical
amendments.

SUMMARY: The Board is making
technical amendment to Appendices E
and G of its final rules on Regulation Z
(Truth in Lending) published at 46 FR
20848, April 7, 1981.

FOR FURTHER INFORMATION
CONTACT:

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SUPPLEMENTARY INFORMATION:
The final rules contained in FR Doc. 81-
10347 are amended as follows:

1. On page 20912, column 1, the last
sentence of the paragraph entitled
Section 226.11 in Appendix E is
amended by changing "5 business days"
to "7 business days."
2. On page 20917, the paragraph entitled

"How to Cancel" of model form G-6 is
amended by adding "If you send or
deliver your written notice to cancel
some other way, it must be delivered to
the above address no later than that
time." immediately after "* * * (or
midnight of the third business day
following the latest of the three events
listed above)."

Board of Governors of the Federal
Reserve System, December 3, 1981.

William W. Wiles,

Secretary of the Board.