

Subject: Regulation AA

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Comments:

The practice of increasing credit to 29.9% or simmilar ammount is similar to loan sharking. It makes it impossible for card holders to make good on the dept since the interest rate causes their dept to rise more than a person may be able to pay in a given period. Increase credit risk should be an increase of 2 or 3% at a time. Also, further credit should be denied until the dept is reduced or paid. Between billing and payment of a statement ballance should be 30 days total. All credit cards should have the same billing practices. The application of credit rules to maximise profits should be restricted. Payments could be applied to first charged firt paid. All rules should be specific to avoid loopholes. Sub prime credit approval should be discouraged and/or restricted. Additional collection rules should appy so that those that walk away from their depts can be held accountable. Payment rules and credit rules should be explained in plain English. All deceptive practices should be stopped. Card issuers should make a good faith effort to work out dept repayment rather than harrassing deptors. Reports of bad behavior on the part of card holders should be reported to all three major credit agencies. The behaviour should be spelled out so that the exact nature of the failure to live up to deptors

responsibilities. Rewards programs should be specific and paid as agreed. Past due accounts should be able to use the reward cash value to apply toward debts. An honest effort should be made at least annually to pay cash rewards to card holders. Thank you for reviewing my comments. I hope some of them will be implemented.