

FEDERAL RESERVE BANK OF DALLAS
DALLAS, TEXAS 75222

Circular No. 70-176
July 27, 1970

TRUTH IN LENDING EXEMPTION FOR
CERTAIN TRANSACTIONS IN CONNECTICUT

To All Banks, Other Creditors, and Others Concerned
in the Eleventh Federal Reserve District:

On July 20, 1970, the Board of Governors of the Federal Reserve System issued a press release announcing the exemption of certain credit transactions in Connecticut from the disclosure and rescission provisions of the Federal Truth in Lending Act, effective August 1, 1970.

The press release is reproduced on the reverse of this circular for your information and guidance.

The Connecticut exemption is embodied in an amendment to Supplement III, Regulation Z. Copies of the amendment are available on request to the Regulations Department of this Bank.

Yours very truly,

P. E. Coldwell

President



FEDERAL RESERVE

press release

For immediate release.

July 20, 1970.

The Board of Governors of the Federal Reserve System announced today it has exempted certain credit transactions in Connecticut from the disclosure and rescission provisions of the Federal Truth in Lending Act, effective August 1. Connecticut law, which is substantially similar to the Federal statute, will apply to all classes of credit transactions within that State, except for the following which will continue to be subject to Federal law:

1. Transactions in which a federally chartered institution--such as a national bank, Federal credit union or Federal savings and loan association--is a creditor.

2. Consumer credit sales of insurance by an insurer.

3. Transactions under common carrier tariffs in which the charges for the services involved, the charge for delayed payment and any discount allowed for early payment are regulated by a subdivision or agency of the United States or the State of Connecticut.

Section 123 of the Truth in Lending Act provides that the Board shall exempt from the disclosure and rescission requirements of the Act any class of transactions within a State if the State law provides requirements substantially similar to those imposed by the Federal law, and there is adequate provision for enforcement.

The Board earlier granted partial exemptions from the Federal Act to Maine, Massachusetts and Oklahoma.