

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 82-139

October 28, 1982

REGULATION Z

TRUTH IN LENDING

TO ALL MEMBER BANKS AND OTHERS CONCERNED
IN THE ELEVENTH FEDERAL RESERVE DISTRICT:

The Board of Governors of the Federal Reserve System has withdrawn, effective September 29, 1982, the proposed changes in its rules concerning the treatment of seller's points in Truth in Lending disclosures. The proposed changes were explained in our Circular No. 82-92 dated August 12, 1982.

The Board withdrew its proposal to amend Regulation Z primarily as a result of the comments received. Specifically, there is uncertainty concerning the extent to which sellers points are passed on to the consumers and the consumer benefit of any action in this area, as well as the costs and disruptions that any action could impose.

Additional information concerning the withdrawal is available from this Bank's Legal Department, Extension 6171, or Gerald P. Hurst and Clarence B. Cain, Staff Attorneys, Division of Consumer and Community Affairs, Board of Governors of the Federal Reserve System, Washington, D.C., 20551, (202) 452-2412 or (202) 452-3667.

Additional copies of this circular will be furnished upon request to the Department of Communications, Financial and Community Affairs, Extension 6289.

Sincerely yours,



William H. Wallace
First Vice President

Banks and others are encouraged to use the following incoming WATS numbers in contacting this Bank: 1-800-442-7140 (intrastate) and 1-800-527-9200 (interstate). For calls placed locally, please use 651 plus the extension referred to above.