

**FEDERAL RESERVE BANK
OF NEW YORK**

Circular No. 9904
August 2, 1985

PROPOSED AMENDMENTS TO REGULATION Z

Extension of Comment Period

*To All Depository Institutions, and Others Concerned,
in the Second Federal Reserve District:*

The Board of Governors of the Federal Reserve System has extended to August 30, 1985 the comment period on its proposal to amend Regulation Z, Truth in Lending, to require lenders to provide more information to consumers about adjustable rate mortgages (ARMs). The proposal was published in our Circular No. 9863, dated May 23, 1985.

Printed on the reverse side is the text of the Board's notice extending the comment period. Comments on the proposal should be submitted by August 30, 1985, and may be sent to our Regulations Division.

E. GERALD CORRIGAN,
President.

(Over)

FEDERAL RESERVE SYSTEM

12 CFR Part 226

[Reg. Z; Docket No. R-0545]

Truth in Lending

Variable Rate Disclosure; Extension of Comment Period

AGENCY: Board of Governors of the Federal Reserve System

ACTION: Proposed rule; extension of comment period.

SUMMARY: By notice published on May 15, 1985 (50 FR 20221), the Board of Governors requested comment on a proposed amendment to Regulation Z (Truth in Lending) to provide more information to consumers about the variable rate feature of adjustable rate mortgages than is currently required. The proposal would also eliminate a provision of Regulation Z that currently permits creditors to substitute the disclosures required by other federal regulations for the variable rate disclosures required by Regulation Z. Comment was requested on the proposal by July 12, 1985. In order to provide interested parties additional time in which to present their views, the Board is extending the comment period.

EFFECTIVE DATE: The comment period has been extended through August 30, 1985.

FOR FURTHER INFORMATION CONTACT: Ellen Maland, Section Chief, or Susan M. Werthan, Senior Attorney, Division of Consumer and Community Affairs, Board of Governors of the Federal Reserve System, Washington, D.C. 20551, at (202)452-3867; or Joy W. O'Connell, Telecommunication Device for the Deaf (TDD) at (202)452-3244.

List of Subjects in 12 CFR Part 226

Advertising; Banks, banking; Consumer protection; Credit; Federal Reserve System; Finance; Penalties; Truth in lending.

By order of the Board of Governors, acting through its Secretary under delegated authority, July 25, 1985.

(signed) William W. Wiles

William W. Wiles
Secretary of the Board