

FEDERAL RESERVE BANK OF SAN FRANCISCO  
101 MARKET STREET, SAN FRANCISCO, CALIFORNIA 94105

December 5, 2002

**BANKING SUPERVISION AND REGULATION:  
REGULATION Z PROPOSAL**

To State Member Banks, Bank  
Holding Companies, U.S. Branches  
and Agencies of Foreign Banks,  
and Others Concerned,  
in the Twelfth Federal Reserve District

**Proposed Rule to the Official Staff Commentary for Regulation Z (Docket R-1136)**

The Federal Reserve Board has published proposed revisions to the official staff commentary that interprets the requirements of Regulation Z, which implements the Truth in Lending Act.

Comment is requested by January 27, 2003.

The proposed update discusses the status of certain credit card-related fees and the rules for replacing an accepted credit card with one or more cards. In addition, the proposed revisions discuss the disclosure of private mortgage insurance premiums and the selection of Treasury security yields in determining whether a mortgage loan is covered by Regulation Z provisions that implement the Home Ownership and Equity Protection Act.

**E-Notification**

The Federal Reserve Bank of San Francisco will notify depository institutions by e-mail of new Banking Supervision and Regulation circular letters recently posted on the Twelfth District Federal Reserve Bank web site. We will be discontinuing hardcopy mailings of letters at the end of December 2002. We will e-mail a summary of the letter as well as a link to the full text of the letter and its attachments to view and print. To subscribe to this free service, simply visit our web site at <http://www.frbsf.org/banking/> and click on the E-Notification logo.

**Additional Information**

All circulars and documents are available on the Internet through the Federal Reserve Bank of San Francisco's Internet site, at <http://www.frbsf.org/banking/letters>. Paper copies of the Board's notice (**Docket R-1136**) are available from our Corporate Services Department. To request copies to be sent by mail, please call (415) 974-2060.

For additional information about the proposed rule, please contact our Banking Supervision and Regulation Department at (415) 974-3329.

FEDERAL RESERVE BANK OF SAN FRANCISCO