DATE: October 9, 2002

SUBJECT: Regulation Z (Truth in Lending)
Final Rule – Staff Commentary, Docket No. R-1130

HIGHLIGHTS: The Federal Reserve Board has published its annual adjustment of the dollar amount that triggers additional disclosure requirements under the Truth in Lending Act for mortgage loans that bear rates or fees above a certain amount.

The dollar amount of the fee-based trigger has been adjusted from $480 for 2002 to $488 for 2003 based on the annual percentage change reflected in the Consumer Price Index that was in effect on June 1, 2002. The adjustment is effective January 1, 2003.


FURTHER INFORMATION: Henry F. Dove, Jr., Supervisory Examiner,
(314) 444-8846 (or 800-333-0810, ext. 448846)
Banking Supervision and Regulation Department