

The Manual

Fundamentals of Open-End Credit

Fundamentals of Open-End Credit

Consumer lending has undergone many changes within the past few years. Although the emphasis of most of these revisions were on closed-end consumer transactions, especially mortgage loans, financial institutions also originate open-end transactions, also known as lines of credit, including Home Equity Lines of Credit (HELOCs). Like closed-end mortgage loans, HELOCs are subject to a number of newer rules (including rules normally found under the closed-end requirements!). Financial institutions must be aware of those requirements that have existed for a while, as well as the newer obligations.

This manual will review the open-end requirements and issues under various laws (e.g., What is the "outstanding principal balance" for flood insurance determinations?), but focusing on the Truth-in-Lending Act/Regulation Z. The manual will provide detailed analysis of the rules and serves as a valuable reference tool.

WHAT IS COVERED

Traditional open-end rules, including periodic statements and billing error rights:

- Account opening statements
- Periodic statements
- · Billing error rights and resolution
- · Change in terms
- ECOA

Credit cards – an overview of the complicated requirements, including:

- Application and solicitation disclosures
- When and how an interest rate can be increased
- · Ability-to-repay
- · Limitations on over-the-limit fees
- **HELOCs**
- All TILA/Regulation Z requirements, Flood, RESPA, ECOA
- Limitations
- How HELOCs are similar to, but also different from, non-dwelling open-end transactions
- At application disclosures
- Change in terms
- · Closed-end rules that apply to HELOCs

In addition to compliance requirements, various agency guidance

HOW TO ORDER

Online: www.probank.com Phone: 800/523-4778, Option 1 (or Ext. 235) Fax: 502/451-6755 (Online, Phone, and Fax are Charge Payment Only)

Mail Order Form to:

ProBank Austin 950 Breckenridge Lane, Suite 280 Louisville, KY 40207

Please send our copies of the **Fundamentals of Open-End Credit**. The cost is \$105 for the first manual and \$90 for each additional manual.

Name/Title

Financial Institution

Address

City/State/Zip

Routing/MICR Number

Telephone Number

Email Address

\$105 for the first manual		\$
\$90 for each additional	manual	\$
Sales tax (Kentucky, Illinois & West Virginia only, KY & WV	/-6%, IL-6.25%)	\$
Total		\$
Payment Options - check appropriate box		
Check is enclosed. Payable to: ProBank Austin		
│ □ Charge my MasterCard, VISA, Discover or American Express.		
Card No.		
Expiration Date	Security/CVV	Code
Cardholder's Name		
Cardholder's Billing Street Address		

Cardholder's Billing City/State/Zip

Signature