

August 2, 2004

Jonathan G. Katz, Secretary
Securities and Exchange Commission
450 Fifth Street
Washington, D.C. 20549-0609

Subject: File Number S7-26-04

Dear Mr. Katz:

We have reviewed the subject, and respectfully offer our comments for Securities & Exchange Commission consideration. We support the proposed revisions, as they facilitate activities that are of benefit to credit union members.

The Securities & Exchange Commission is to be commended for this regulatory revision that allows activities that are appropriate for financial service cooperatives.

Thank you for considering the comments of Security Service Federal Credit Union. If you have any questions or require clarification, I am available at your convenience at (210) 476-4550.

Sincerely,

HOWARD N. BAKER, II
Senior Vice President & Chief of Staff