



Secretary Katz  
Securities and Exchange Commission

RE File NO. S7-11-04

**Tentative Legislation for Mandatory Redemption Fees**

Dear Colleagues in Search of a Solution:

The Regulatory Flexibility Act warrants consideration of significant alternatives to accomplish the objective without significant impact on small entities such as ours. The references in your Proposed Rule are based on older data. Since the introduction of strict measures by mutual funds and brokerages and the SEC, the problem has been literally solved already. IN 2004 the harm done to mutual funds from "quick trades" has been non existent. Brokers are paranoid of losing their licenses and mutual funds paranoid of SEC action.

The first year set up fees for collection the information required by the Proposed Mandatory Rule of over 230,000 dollars will cripple our company .

  
Paul Nadel, TSA Associates  
14424 S. Building Ave.,  
Gardena, Calif.