

Appraisal Subcommittee

Federal Financial Institutions Examination Council

July 22, 1996

Mr. David S. Bunton
Executive Vice President
The Appraisal Foundation
1029 Vermont Avenue, NW, Suite 900
Washington, DC 20005-3517

Dear Mr. Bunton:

This is in response to the Appraisal Foundation's supplemental funding request to its 1996 federal grant. The request identified four specific projects and asked for additional funding as follows:

- Special Meeting of the Appraisal Standards Board - \$13,120
- Real Property Body of Knowledge Task Force - \$11,498
- Personal Property Criteria Task Force - \$13,904
- Business Valuation Criteria Task Force - \$11,498

At its June 26 meeting, the Appraisal Subcommittee (ASC) considered the Foundation's request and voted to approve the funding requested for project number one, a special meeting of the ASB to address issues raised by the work of a task force which has studied the understandability and enforceability of the Uniform Standards of Professional Appraisal Practice. It was the consensus of the ASC that the rationale and detail provided for project number two (Real Property Body of Knowledge Task Force) was insufficient to warrant approval. You may wish to provide further detail as to the need for, function of, and proposed application of this specific project for our further consideration. In all frankness, the information provided was vague leaving members to conclude that this project lacks a clearly identifiable goal. The ASC chose not to fund projects three and four. While the Appraisal Foundation's mission may extend beyond the criteria for real property appraisers and the standards of their performance, the ASC does not believe its role is to provide funding for projects relating to personal property or business valuations.

We look forward to meeting with you on August 14 and hearing about your 1997 proposal.

Sincerely,

Diana L. Garmus
Chairperson