APPRAISAL SUBCOMMITTEE
SUMMARY NOTES
MAY 11, 2016

ATTENDEES

ASC MEMBERS: FRB – Art Lindo
CFPB – Mira Marshall
FDIC – Marianne Hatheway
FHFA – Robert Witt
HUD – Ada Bohorfoush
NCUA – Tim Segerson
OCC – Richard Taft

ASC STAFF: Executive Director – Jim Park
Acting Deputy Executive Director – Vicki Metcalf
General Counsel – Alice Ritter
Attorney-Advisor – Dan Rhoads
Policy Manager – Neal Fenochietti
Management and Program Analyst – Lori Schuster
Administrative Officer – Brian Kelly

OBSERVERS: CFPB – Deana Krumhansl
FDIC – Richard Foley
FDIC – Victor Olshansky
FDIC – Kim Stock
FRB – Matt Suntag
HUD – Robert Frazier
OCC – Chris Manthey
OCC – Bob Parson
OCC – Joanne Williams

Purpose of the Briefing

The purpose of this Briefing was to discuss the following: (1) Future Appraisal Foundation grants; and (2) Federally Related Transaction (FRT) definition.

Future Appraisal Foundation grants

J. Park suggested that the ASC have a discussion with the Appraisal Foundation to discuss future grant funding. The Foundation will be at the July 13th Briefing to discuss its FY17 grant proposal. Regarding State grant funds, J. Park said that States would like funding to go towards education rather than equipment purchases. R. Witt suggested funds could be used for USPAP education and to distribute a free copy of USPAP to appraisers. M. Marshall agreed with providing a free copy of USPAP to appraisers. R. Taft commented that the ASC does have an oversight role to the Foundation and suggested the Foundation provide the ASC with a 5-10 year business plan. J. Park said the Foundation has not spent all of the grant funds provided to them

in some years and the ASC has withheld funds in the past. R.Taft said if the ASC has approval to withhold grant funds it should be stated in the ASC's grant policy; the policy now is fairly broad. A. Lindo suggested that the ASC submit questions to the Foundation in advance of the July 13th ASC Briefing. He suggested the ASC could expand on courses offered and research the competitive bidding process.

Federally Related Transaction (FRT) Definition

J. Park commented that the ASC has not yet responded to AARO's August 2015 letter requesting clarification on the definition of an FRT. Letters have also been received from other entities. R. Taft said that OCC staff briefed its Comptroller and is reaching out to other agencies. OCC believes that this can be resolved legislatively or through the EGRPRA process. He suggested letting States and other interested parties know that this issue is being discussed among the agencies. C. Manthey said OCC is proposing an amendment to clarify an FRT in the appraisal regulations. A. Lindo said that agencies will continue working on this and update the ASC staff on its progress.