

**APPRAISAL SUBCOMMITTEE
OPEN SESSION MEETING MINUTES
SEPTEMBER 21, 2011**

LOCATION: Federal Deposit Insurance Corporation, 1776 F Street NW, Room 4085,
Washington, DC 20429

ATTENDEES

ASC MEMBERS: OCC – D. Merkle
HUD – P. Gillispie
FDIC – S. Gardner
FRB – G. Gibbs
NCUA – J. Lee

ASC STAFF: Executive Director – J. Park
Deputy Executive Director – D. Graves
General Counsel – A. Ritter
Administrative Officer – C. Brooks
Administrative Officer – L. Schuster

OBSERVERS: D. Bunton – Appraisal Foundation
C. Johnson – Appraisal Foundation
W. Matchneer – Consumer Financial Protection Bureau (CFPB)
B. Rodgers – Appraisal Institute
M. West – FDIC

The meeting was called to order at 10:30 a.m. by D. Merkle. J. Lee attended the meeting via telephone.

<OPEN SESSION>

1. Opening Remarks

D. Merkle welcomed the observers to the meeting.

2. Summary Agenda

- **August 10, 2011 minutes – Open Session**

G. Gibbs moved for approval of the August 10th Open Session minutes. S. Gardner seconded, and all members present voted to approve.

3. Discussion Agenda

- **Appraisal Foundation May 2011 Grant Reimbursement Request**

J. Park presented the May 2011 grant reimbursement request in the amount of \$41,098. A discussion ensued regarding the level of detail provided in Appraisal Foundation board member consulting time reimbursement submissions. G. Gibbs moved to approve the May 2011 grant reimbursement request in the amount of \$41,098. P. Gillispie seconded; all members present voted to approve.

- **Fiscal Year 2012 (FY12) ASC Budget**

J. Park presented the FY12 ASC Budget for approval. He said FY12 revenue should increase due to the National Registry fee modification that goes into effect on January 1, 2012. A five-percent decrease in the number of appraiser credentials on the National Registry was also taken into account in the FY12 projections. The Appraisal Foundation grant will be addressed after the Appraisal Foundation's October Board of Trustees meeting where the Appraisal Foundation's business plans and budget will be approved. An ASC member noted if the 2012 Appraisal Foundation grant award is consistent with past grant award levels, the ASC would have a deficit budget. The ASC has approximately \$4 million in its reserve account which is down from \$4.5 million in 2010. J. Park said for the staff to complete the ASC core responsibilities as well as the Dodd-Frank activities, the FTE number increases from the current staff total of 10 to 14. An ASC member expressed appreciation for the ASC staff efforts in completing the budget. G. Gibbs moved for approval of the budget with total expenses of \$3,109,530. She added that the Appraisal Foundation 2012 grant will be considered at a future meeting and the FY12 ASC budget would be amended when the grant is awarded to reflect the payments that will be made in FY12. P. Gillispie seconded and all members present approved.

The Open Session adjourned at 10:50 a.m. into Closed Session. The observers, with the exception of FDIC and CFPB, left the meeting. The next ASC meeting is scheduled for October 12, 2011.