

**APPRAISAL SUBCOMMITTEE
OPEN SESSION MEETING MINUTES
OCTOBER 13, 2010**

ATTENDEES

ASC MEMBERS: OTS – D. Merkle
 FDIC – S. Gardner
 FRB – G. Gibbs
 HUD – P. Gillispie
 NCUA – V. Vieten

ASC STAFF: General Counsel – A. Ritter
 Administrative Officer – C. Brooks
 Administrative Officer – L. Schuster

OBSERVERS: D. Bunton, Appraisal Foundation
 B. Rodgers, Appraisal Institute

The meeting was called to order at 10:30 a.m. by D. Merkle.

<OPEN SESSION>

1. Opening Remarks

D. Merkle welcomed the public observers to the meeting. She noted that on October 1st, the ASC along with the Association of Appraiser Regulatory Officials and the Appraisal Foundation held their first joint five-day conference, which was well attended by the States' representatives and included presentations by ASC staff. Based on participants' comments, it appears the panels were informative and well received, particularly the investigator mock trial. Chairman Merkle acknowledged the Appraisal Foundation's contributions to the event. She thanked Dave Bunton, President of the Appraisal Foundation, who was present as an ASC meeting observer and invited him to share his observations. Mr. Bunton described the investigator mock trial among other conference presentations and expressed appreciation for the ASC's participation.

2. Summary Agenda

• **September 22, 2010 minutes – Open Session**

G. Gibbs moved for approval of the September 22nd open session minutes with no discussion and P. Gillispie seconded; all members present voted to approve.

- **Louisiana Compliance Review**

G. Gibbs moved for approval of the Louisiana Compliance Review and Letter, noting Louisiana is not in substantial compliance with Title XI of the Financial Institutions Reform, Recovery and Enforcement Act (Title XI). P. Gillispie seconded; all members present voted to approve.

- **Texas Compliance Review**

P. Gillispie moved for approval of the Texas Compliance Review and Letter, noting Texas is not in substantial compliance with Title XI. G. Gibbs seconded; all members present voted to approve.

3. Discussion Agenda

- **National Registry Fee**

A. Ritter stated that staff recommends ASC approval to modify the National Registry fee from \$25 to \$40, with implementation of the modified fee by States no later than January 1, 2012. An ASC member noted that the recommended increase would support the ASC's supervisory activities, including additional authority under the Dodd-Frank Reform Act. A. Ritter noted that the Act provides the ASC authority to raise the fee up to \$40. The ASC asked staff to clarify how Registry fees would be collected from States that issue multi-year credentials that would expire, for example, in 2012 and 2013. Staff recommends that Registry fees collected by States for appraiser credentials issued before January 1, 2012 would be at the current \$25 rate. After that date, States would be required to collect and transmit to the ASC the modified annual Registry fee of \$40 for any new credential or renewal in order for a submission to the National Registry to be accepted. Staff has developed a proposed draft bulletin that would advise the States on the ASC's action to modify the Registry fee, along with a draft press release, and Federal Register notice. S. Gardner moved to approve staff's recommendation for the ASC to modify the National Registry fee from \$25 to \$40 with an effective date of January 1, 2012, and requested staff take the appropriate steps to announce and implement the fee modification, delegating authority to the Chairman to review the bulletin and the press release, and review and sign the document for publication in the Federal Register. G. Gibbs seconded the motion; all members present voted to approve.

The open session adjourned and members of the public left the meeting.