

**FFIEC-APPRAISAL SUBCOMMITTEE  
PUBLIC MEETING MINUTES  
NOVEMBER 18, 2009**

**ATTENDEES**

**ASC MEMBERS:** FRB - G. Gibbs  
FDIC – S. Fritts  
HUD – D. Tomposki (via conference call)  
OCC – R. Parson  
OTS – D. Merkle

**ASC STAFF:** Executive Director – J. Park  
General Counsel – A. Ritter  
Administrative Officer – C. Brooks  
Administrative Officer – L. Schuster  
Information Management Specialist – R. Seward

**OBSERVER(S):** D. Bunton – Appraisal Foundation  
S. Steward – Appraisal Foundation

The meeting was called to order at 10:30 a.m. by G. Gibbs.

**<PUBLIC SESSION>**

**1. Opening Remarks**

G. Gibbs and J. Park welcomed the Appraisal Foundation staff to the meeting.

**2. Approval of Minutes**

- October 14, 2009 Public Minutes – B. Parson moved for approval of the minutes with edits as discussed. D. Merkle seconded and all members present voted to approve except S. Fritts, who abstained from voting because he was not present at the meeting where the minutes were taken.

**3. Appraisal Foundation August 2009 Grant Reimbursement Request**

- A. Ritter presented the reimbursement request. The charges included for time spent on the Best Practices Task Force were discussed. The ASC asked staff to research whether reimbursement is allowable under the grant. After discussion, D. Merkle moved to approve the August reimbursement request as presented in the amount of \$140,235. B. Parson seconded and all members voted to approve.

#### **4. Appraisal Practices Board (APB)**

- D. Bunton announced that the Board of Trustees voted for the establishment of a new board, the Appraisal Practices Board (APB), which would be similar in structure and composition to the already existing Appraiser Qualifications Board (AQB) and the Appraisal Standards Board (ASB). The purpose of this new board will be to issue voluntary timely guidance to appraisers on emerging valuation issues that are occurring in the marketplace. These guidance materials would be different from the Uniform Standards of Professional Appraisal Practice (USPAP) in that USPAP pertains to items such as ethical conduct and broad standards, whereas the proposed guidance materials would be more of a “how-to” guide. The proposed APB will not request funding from the ASC in the 2010 grant request. The Foundation estimates that this board will need approximately \$185,000 in 2010 for start-up costs, which the Foundation will fund. The Foundation has increased prices on publications and USPAP license fees to increase its revenue. The AQB and ASB will have a liaison on the APB, though not necessarily the Chair of those boards. The Appraisal Institute has concerns about the creation of the APB and the process which the Foundation took to make the decision to form the Board, although the Institute did have a member representative on the initial task force. The ASC thanked D. Bunton for his presentation. D. Bunton and S. Steward left the meeting at 11:30.

#### **<CLOSED SESSION>**

##### **1. Approval of Minutes**

- October 14, 2009 minutes – Private

##### **2. Compliance Review Reports – Contents and Findings**

- **Iowa**
- **New Hampshire**

##### **3. Items for discussion only**

- Puerto Rico Update
- National Registry fee
- State Watch List

##### **4. Executive Director’s Report**

##### **5. New Business**

The meeting adjourned at 1:00 p.m.; the next meeting is scheduled for December 16, 2009.