

**FFIEC-APPRAISAL SUBCOMMITTEE  
MEETING MINUTES [PUBLIC]  
JUNE 12, 2002**

ATTENDEES: J. Snyder (FDIC), O. Cole (NCUA Voting Alternate), G. Gibbs (FRB), L. Lamar (HUD), J. Price (OTS), T. Watson (OCC). **Permanent staff:** B. Henson (Executive Director), K. Gearheard (Senior Appraisal Policy Manager), D. Greene (Appraisal Policy Manager), L. Schuster (Administrative Officer), R. Seward (Information Management Specialist), M. Weinberg (General Counsel).

ABSENT: H. Yolles (NCUA), V. Ledbetter (Appraisal Policy Manager).

The meeting was called to order at 1:30 p.m.

**ADMINISTRATIVE MATTERS**

- **Meeting Minutes** – L. Lamar moved for approval of the May 8<sup>th</sup> minutes, and T. Watson seconded. All members, other than O. Cole, approved. O. Cole abstained because he did not attend the May meeting.

**ACTION**

- **January-March 2002 Appraisal Foundation grant reimbursement requests** – B. Henson presented the reimbursement requests and commented that all items appeared to be Title XI-related and within the grant provisions. T. Watson moved for approval of the requests in accordance with the staff recommendations, and L. Lamar seconded. All members present approved.
- **Illinois field review report and draft letter** – B. Henson presented the Illinois field review report and letter for approval. He noted that the on-site review was conducted in two parts. The review began in November 2001, and ASC staff went back in April 2002 to complete the review.

(G. Gibbs came into the meeting.)

The on-site portion of the review was completed in two trips because staff was unable to complete all portions of the review during the first portion of the on-site review. Conclusion of the on-site review was delayed because ASC staff and Illinois officials had difficulty arriving at a mutually convenient review date. After brief discussion, T. Watson moved for acceptance of the report and letter, designating authority to the Chairman to review and sign the letter. L. Lamar seconded, and all members present approved.

- **Indiana field review report and draft letter** – B. Henson presented the Indiana field review report and letter for approval. After brief discussion, G. Gibbs moved for acceptance of the report and letter, designating authority to the Chairman to review and sign the letter. L. Lamar seconded, and all members present approved.

- **National Registry modification – AQB Criteria** – B. Henson presented a staff recommendation to modify the National Registry and ASC Web site. The modification is necessary to identify appraisers who do not conform to AQB Criteria (such as Oklahoma and other States). B. Henson proposed creating a new data field in the National Registry. The new data field would appear on every appraiser record and tentatively would be titled “Conforms to AQB Criteria.” We would use either “Yes;” “No”; or “Unknown” based on State data submissions. Normally, we would report “Yes” or “No” based on the State data submissions. If a State were to fail to submit the information or if we were to have reasonable cause to believe that the State data is inaccurate, we would use “Unknown” until we could resolve the status. B. Henson stated that, if the ASC approves the proposal, it could be implemented by October, or shortly thereafter, as part of the overall Registry and Web site modifications scheduled for the summer. ASC staff would work with States to incorporate this data into their submissions to us. G. Gibbs moved for approval of the staff recommendation, and T. Watson seconded. All members present approved.

## **OTHER**

- **Legal Advisory Group (“LAG”) Opinion** – B. Henson said that we have received the final version of the LAG Opinion regarding ASC and AQB authority. The LAG opined that both the ASC and AQB are acting within their Title XI-defined authorities. B. Henson reported that staff would be distributing the opinion to all States and to other parties who had expressed an interest in the opinion.
- The meeting adjourned at 3:00. The next meeting is scheduled for July 10, 2002.