

**FFIEC-APPRAISAL SUBCOMMITTEE
MEETING MINUTES [PUBLIC]
JULY 11, 2001**

ATTENDEES: T. Watson (OCC), G. Gibbs (FRB), M. Holman (HUD), J. Leitner (FDIC Non-Voting Alternate), J. Price (OTS), and H. Yolles (NCUA). **Permanent staff:** B. Henson (Executive Director), D. Greene (Appraisal Policy Manager), V. Ledbetter (Appraisal Policy Manager), L. Schuster (Administrative Officer), R. Seward (Information Management Specialist). **Other:** D. Merkle (OTS).

ABSENT: J. Snyder (FDIC), K. Gearheard (Senior Appraisal Policy Manager), M. Weinberg (General Counsel).

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

ADMINISTRATIVE MATTERS

- **Meeting Minutes** –G. Gibbs moved for approval of the May 8th minutes, and H. Yolles seconded. All members present approved.
- **Notation vote on the Connecticut field review report and draft letter** - The notation vote passed by a 4-1 vote on June 15, 2001.

ACTION

- **The Appraisal Foundation December 2000, January 2001, and February 2001 grant reimbursement requests** – G. Gibbs moved for approval of the Appraisal Foundation grant reimbursements with a minor reduction for USPAP Standard 6 work that should not be charged to the grant, and J. Price seconded. All members present approved. B. Henson noted that the Appraisal Foundation has a new Controller, Cathy Johnson. She was with the Appraisal Foundation several years ago, also as the Controller. He added that the Foundation likely will send a request asking us to reprogram some of the funds to pay for additional Title XI-related work during 2000, primarily in the AQB's Improved USPAP Education Initiative area.
- **Approval of the National Registry modification** – B. Henson briefed the ASC on AQB Criteria changes, effective January 1, 2003, to require appraisers to take the Uniform USPAP Update Course once every two years. Representatives from the AQB, ASC, and AARO formed a workgroup to discuss methods of facilitating State compliance with the revised Criteria. The workgroup agreed that the course completion information should be maintained in a database accessible via the Internet. The workgroup identified two options for housing the database – the ASC could incorporate the data into the National Registry and the ASC Web site, or the AQB could create a database and incorporate it into the Foundation's Web site. G. Gibbs moved that the ASC staff draft a letter to the States asking for their input on us collecting and maintaining this information. B. Henson said that he would send a

draft to the ASC for review and edit. The resulting revised letter would be an Action item at the August ASC meeting.

DISCUSSION

- **House Bill H.R. 1408 – Antifraud Network – ASC implications** – B. Henson briefed the ASC regarding proposed legislation in Congress to create a network of government databases concerning individuals or organizations against whom a governmental entity had taken action. By recent amendment, the ASC was included in the proposed legislation. B. Henson noted that the National Registry database and the ASC Web site already meet the requirements of the proposed legislation. ASC impact, should the bill become law, should be minimal.
- **October 2001 ASC meeting – participation by T. Watson via conference call** – T. Watson designated H. Yolles as Acting Chair to approve and sign any letters or documents that require the Chairman’s signature during his absence. The other ASC members concurred with this approach.

OTHER

- The meeting adjourned at 4:00 p.m. The next meeting is scheduled for August 8, 2001.