

1 fees, which new formula may not take effect
2 until the Appraisal Subcommittee submits a re-
3 port to the Congress justifying its decision to
4 establish such a new formula, setting forth the
5 new formula, and explaining how the new for-
6 mula will affect such fees.”.

7 **SEC. 3. TRAINEE APPRAISERS.**

8 (a) MAINTENANCE ON NATIONAL REGISTRY.— Para-
9 graph (3) of section 1103(a) of the Financial Institutions
10 Reform, Recovery, and Enforcement Act of 1989 (12
11 U.S.C. 3332(a)(3)) is amended by striking “and licensed”
12 and inserting “, licensed, and trainee”.

13 (b) ANNUAL REGISTRY FEES.—Subparagraph (A) of
14 section 1109(a)(4) of the Financial Institutions Reform,
15 Recovery, and Enforcement Act of 1989 (12 U.S.C.
16 3338(a)(4)(A)) is amended—

17 (1) by inserting “including trainee appraisers,”
18 after “transactions,”;

19 (2) by inserting “except that the Appraisal Sub-
20 committee may, in its discretion, charge a fee for
21 trainee appraisers not exceeding \$20” after “\$40,”;
22 and

23 (3) by inserting before the semicolon the fol-
24 lowing: “; except that nothing in this subparagraph

1 may be construed to require a State to establish or
2 operate an program for trainee appraisers”.

3 (c) DEFINITION.—Section 1121 of the Financial In-
4 stitutions Reform, Recovery, and Enforcement Act of
5 1989 (12 U.S.C. 3350) is amended by adding at the end
6 the following new paragraph:

7 “(12) TRAINEE APPRAISER.—The term ‘trainee
8 appraiser’ means an individual who meets the min-
9 imum criteria established by the Appraiser Qualifica-
10 tion Board for a trainee appraiser license and is
11 credentialed by a State appraiser certifying and li-
12 censing agency.”.

13 **SEC. 4. GRANTS TO NONPROFITS AND INSTITUTIONS OF**
14 **HIGHER EDUCATION FOR COMPLIANCE EF-**
15 **FORTS.**

16 Paragraph (5) of section 1109(b) of the Financial In-
17 stitutions Reform, Recovery, and Enforcement Act of
18 1989 (12 U.S.C. 3338(b)(5)) is amended by inserting
19 “nonprofit organizations, and institutions of higher edu-
20 cation” after “licensing agencies,”.

21 **SEC. 5. REQUIREMENT TO DISCLOSE APPRAISAL FEES.**

22 Section 4(c) of the Real Estate Settlement Proce-
23 dures Act of 1974 (12 U.S.C. 2603(c)) is amended by
24 striking “may” and inserting “shall”.

1 **SEC. 6. INCLUSION OF DESIGNEE OF SECRETARY OF VET-**
2 **ERANS AFFAIRS ON APPRAISAL SUB-**
3 **COMMITTEE.**

4 The first sentence of section 1011 of the Federal Fi-
5 nancial Institutions Examination Council Act of 1978 (12
6 U.S.C. 3310) is amended by inserting “the Department
7 of Veterans Affairs,” after “Protection,”.

