LEGISLATURE OF NEBRASKA

ONE HUNDRED FOURTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 139

FINAL READING

Introduced by Johnson, 23.

Read first time January 09, 2015

Committee: Banking, Commerce and Insurance

A BILL FOR AN ACT relating to real property; to amend sections 76-2204, 1 2 76-2205, 76-2205.01, 76-2208, 76-2210, 76-2210.01, 76-2210.02, 76-2211.02, 76-2212, 76-2215, 76-2217, 76-2218, 76-2219, 76-2220, 3 76-2222, 76-2239, 76-2242, 76-2243, 76-2244, 76-2245, 76-2246, 4 5 76-2247.01, and 76-2250, Reissue Revised Statutes of Nebraska, and sections 76-2201, 76-2202, 76-2203, 76-2206, 76-2210.03, 76-2211, 6 76-2212.01, 76-2212.02, 76-2212.03, 76-2213, 76-2213.01, 76-2216, 7 8 76-2217.04, 76-2221, 76-2223, 76-2227, 76-2228, 76-2228.01, 9 76-2228.02, 76-2229, 76-2230, 76-2231.01, 76-2232, 76-2233, 10 76-2233.01, 76-2233.02, 76-2236, 76-2237, 76-2238, 76-2241, 76-2249, 76-3202, 76-3204, 76-3208, 76-3213, and 76-3215, Revised Statutes 11 Cumulative Supplement, 2014; to change and eliminate provisions 12 relating to the Real Property Appraiser Act; to harmonize 13 14 provisions; to repeal the original sections; and to outright repeal sections 76-2211.01 and 76-2217.01, Reissue Revised Statutes of 15 Nebraska, and section 76-2229.01, Revised Statutes Cumulative 16 17 Supplement, 2014.

18 Be it enacted by the people of the State of Nebraska,

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Section 1. Section 76-2201, Revised Statutes Cumulative Supplement,
 2014, is amended to read:

3 76-2201 Sections 76-2201 to 76-2250 and sections 7 to 24, 27, 28, 31
4 to 34, 36, 38, 39, 45, 55, 57, 68, and 71 of this act shall be known and
5 may be cited as the Real Property Appraiser Act.

6 Sec. 2. Section 76-2202, Revised Statutes Cumulative Supplement,
7 2014, is amended to read:

76-2202 The Legislature finds that as a result of the enactment of 8 9 the Dodd-Frank Wall Street Reform and Consumer Protection Act, as the act existed on January 1, 2015 2014, and the Financial Institutions Reform, 10 Recovery, and Enforcement Act of 1989, Nebraska's laws providing for 11 12 regulation of real property appraisers require restructuring and updating in order to comply with such acts. Compliance with the acts is necessary 13 to ensure an adequate number of appraisers in Nebraska to conduct 14 appraisals of real estate involved in federally related transactions as 15 defined in such acts. 16

Sec. 3. Section 76-2203, Revised Statutes Cumulative Supplement,2014, is amended to read:

76-2203 For purposes of the Real Property Appraiser Act, the
definitions found in sections 76-2203.01 to 76-2219 <u>and sections 7 to 24,</u>
<u>27, 28, 31 to 34, 36, 38, and 39 of this act</u>shall be used.

22 Sec. 4. Section 76-2204, Reissue Revised Statutes of Nebraska, is 23 amended to read:

24 76-2204 Appraisal means (1) as a noun, an opinion of value or the 25 act or process of developing an opinion of value or (2) as an adjective, pertaining to appraising and related functions such as appraisal practice 26 or real property appraisal activity. An appraisal must be numerically 27 expressed as a specific amount, as a range of numbers, or as a 28 relationship to a previous value opinion or numerical benchmark an 29 analysis, opinion, or conclusion prepared by a real property appraiser 30 relating to the value of specified interests in or aspects of identified 31

real estate or identified real property. An appraisal may be classified by the nature of the assignment into either a valuation assignment or an evaluation assignment.

4 Sec. 5. Section 76-2205, Reissue Revised Statutes of Nebraska, is 5 amended to read:

6 76-2205 Appraisal Foundation means <u>The</u> the Appraisal Foundation that 7 was incorporated as an Illinois not-for-profit corporation on November 8 30, 1987.

9 Sec. 6. Section 76-2205.01, Reissue Revised Statutes of Nebraska, is
10 amended to read:

76-2205.01 Appraisal practice means valuation <u>assignments or</u>
 <u>evaluation assignments</u> services performed by <u>a person</u> an individual
 acting as <u>a real property</u> an appraiser, including, but not limited to,
 appraisal, <u>and</u> appraisal review <u>assignments</u> , <u>or appraisal consulting</u>.

15 Sec. 7. <u>Appraisal review assignment means the act or process of</u> 16 <u>developing and communicating an opinion about the quality of a real</u> 17 <u>property appraiser's work that was performed as part of a valuation</u> 18 <u>assignment or evaluation assignment.</u>

Sec. 8. <u>Appraiser Qualifications Board means the Appraiser</u>
 Qualifications Board of the Appraisal Foundation.

21 Sec. 9. Assignment means (1) an agreement between a real property 22 appraiser or real property associate and a client to perform a valuation 23 service or (2) the valuation service that is performed as a consequence 24 of such an agreement.

25 Sec. 10. Section 76-2208, Reissue Revised Statutes of Nebraska, is 26 amended to read:

27 76-2208 Board means the Real Property Appraiser Board.

28 Sec. 11. Section 76-2210, Reissue Revised Statutes of Nebraska, is 29 amended to read:

30 76-2210 Certified general real property appraiser means a person who
 31 holds a valid credential as a certified general real property appraiser

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1 issued under the Real Property Appraiser Act.

Sec. 12. Section 76-2210.01, Reissue Revised Statutes of Nebraska,
is amended to read:

4 76-2210.01 Certified real property appraiser means a person who 5 holds a valid credential as a certified general real property appraiser 6 or a valid credential as a certified residential real property appraiser 7 issued under the Real Property Appraiser Act.

8 Sec. 13. Section 76-2210.02, Reissue Revised Statutes of Nebraska,9 is amended to read:

76-2210.02 Certified residential real property appraiser means a
 person who holds a valid credential as a certified residential real
 property appraiser issued under the Real Property Appraiser Act.

Sec. 14. <u>Client means the person or persons who engage, by</u> employment or contract, a real property appraiser or real property associate in a specific assignment. The client may engage and communicate with the appraiser directly or through an agent.

Sec. 15. Section 76-2210.03, Revised Statutes Cumulative Supplement,2014, is amended to read:

19 76-2210.03 Completed application means an application for 20 credentialing has been processed, all statutory requirements for a 21 credential to be awarded have been met by the applicant, and all required 22 documentation is submitted to the board for final consideration.

Sec. 16. Section 76-2211, Revised Statutes Cumulative Supplement,
24 2014, is amended to read:

76-2211 Complex residential real property means residential property
 in which the property to be appraised, the form of ownership, or the
 market conditions are <u>complicated or atypical</u>.

Sec. 17. Section 76-2211.02, Reissue Revised Statutes of Nebraska,
is amended to read:

30 76-2211.02 Credential means a registration, license, or certificate.
 31 Sec. 18. Credential holder means (1) any person who holds a valid

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<u>credential (a) as a real property associate or (b) as a trainee real</u>
<u>property appraiser, licensed real property appraiser, certified</u>
<u>residential real property appraiser, or certified general real property</u>
<u>appraiser and (2) any person who holds a temporary permit to engage in</u>
<u>real property appraisal activity within this state.</u>
Sec. 19. <u>Education provider means: Any person; organization;</u>

7 proprietary school; accredited degree-awarding community college,
8 college, or university; or state or federal agency that provides
9 appraiser qualifying or continuing training or education.

Sec. 20. Section 76-2212, Reissue Revised Statutes of Nebraska, is amended to read:

76-2212 Evaluation assignment means an assignment that relates to 12 13 the nature, quality, or utility of identified real estate or identified real property and which typically does not include an opinion of value. 14 Evaluation assignment does not include reports prepared by experts from 15 professional disciplines other than real property appraisal such as: A 16 17 soil test or soil analysis of identified real estate prepared by a civil engineer; a title opinion or zoning analysis of identified real estate 18 19 prepared by a lawyer; an architectural analysis of identified improved real estate prepared by an architect; and a property management analysis 20 of identified improved real estate prepared by a property manager or 21 22 property management consultant.

Sec. 21. Section 76-2212.01, Revised Statutes Cumulative Supplement,
24 2014, is amended to read:

76-2212.01 Fifteen-hour National Uniform Standards of Professional
 Appraisal Practice Course means the course as approved by the Appraiser
 Qualifications Board as of January 1, 2014, or the equivalent of the
 course as approved by the Real Property Appraiser Board.

Sec. 22. Section 76-2212.02, Revised Statutes Cumulative Supplement,
2014, is amended to read:

31 76-2212.02 Financial Institutions Reform, Recovery, and Enforcement

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1 Act of 1989 means the act as it existed on January 1, 2014.

2 Sec. 23. <u>Instructor means a person approved by the board that meets</u> 3 or exceeds the instructor requirements specified in the Real Property Appraiser Act and rules and regulations of the board and is responsible 4 for ensuring that the education activity content is communicated to the 5 6 activity's audience as presented to the board for approval and that the 7 education activity contributes to the quality of real property valuation services provided to the public. A person that communicates assigned 8 9 materials or a portion of the education activity content under the 10 authorization of the education provider, but is not responsible for the education activity content, is not an instructor. 11

Sec. 24. <u>Jurisdiction means a state of the United States, the</u> <u>District of Columbia, Puerto Rico, the United States Virgin Islands, or</u> <u>Any territory or insular possession subject to the jurisdiction of the</u> <u>United States.</u>

Sec. 25. Section 76-2212.03, Revised Statutes Cumulative Supplement,
2014, is amended to read:

76-2212.03 Jurisdiction of practice means any jurisdiction state,
 territory, or the District of Columbia in which an appraiser devotes his
 or her time engaged in real property appraisal activity.

Sec. 26. Section 76-2213, Revised Statutes Cumulative Supplement,
2014, is amended to read:

76-2213 Licensed residential real property appraiser means a person
 who holds a valid credential as a licensed residential real property
 appraiser issued under the Real Property Appraiser Act. Licensed
 residential real property appraiser includes persons defined as licensed
 real property appraisers prior to April 15, 2010.

28 Sec. 27. <u>Person means an individual or a firm, a partnership, a</u> 29 <u>limited partnership, a limited liability company, an association, a</u> 30 <u>corporation, or any other group engaged in joint business activities,</u> 31 <u>however organized.</u>

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Sec. 28. Section 76-2217, Reissue Revised Statutes of Nebraska, is 1 2 amended to read: 76-2217 Real property means one or more defined interests, benefits, 3 or rights inherent in the ownership of real estate. 4 Sec. 29. Section 76-2215, Reissue Revised Statutes of Nebraska, is 5 6 amended to read: 7 Real property appraisal activity means any act or process 76-2215 involved in developing an analysis, opinion, or conclusion relating to 8 9 the value of specified interests in or aspects of identified real estate 10 or identified real property. Real property appraisal activity includes, but is not limited to, evaluation assignments, valuation assignments, and 11 12 appraisal review assignments Real property appraisal activity means any act or process, performed for a fee or other valuable consideration, 13 14 involved in developing an appraisal or preparing an appraisal report, including but not limited to, a consulting service, an evaluation 15 assignment, or a valuation assignment. 16 17 Sec. 30. Section 76-2216, Revised Statutes Cumulative Supplement, 18 2014, is amended to read: 76-2216 Real property appraiser means a person who: 19 (1) Engages who engages in real property appraisal activity: T20 (2) Advertises who advertises or holds himself or herself out to the 21 general public as a real property appraiser; τ or 22 (3) Offers who offers, attempts, or agrees to perform or performs 23 real property appraisal activity. Real property appraiser includes 24 25 persons defined as real estate appraisers prior to July 14, 2006. Real property associate means a person who holds a valid 26 Sec. 31. credential as a real property associate issued under the Real Property 27 Appraiser Act and: 28 (1) Who performs valuation services pursuant to subsection (3) of 29 section 45 of this act; 30

31 (2) Who advertises or holds himself or herself out to the general

1 public as a real property associate; or 2 (3) Who offers, attempts, or agrees to perform or performs valuation services pursuant to subsection (3) of section 45 of this act. 3 4 Sec. 32. Section 76-2206, Revised Statutes Cumulative Supplement, 5 2014, is amended to read: Report Appraisal report means any communication, written, 6 76-2206 7 oral, or by electronic means, of an appraisal or appraisal review that is transmitted to the client upon completion of an assignment. Testimony 8 9 related to an appraisal or appraisal review . The testimony of a real 10 property appraiser dealing with the appraiser's analyses, conclusions, or opinions concerning identified real estate or identified real property is 11 12 deemed to be an oral appraisal report. 13 Scope of work means the type and extent of research and Sec. 33. analyses in a valuation assignment, evaluation assignment, or appraisal 14 15 review assignment. Sec. 34. Section 76-2217.04, Revised Statutes Cumulative Supplement, 16 17 2014, is amended to read: 76-2217.04 Trainee real property appraiser means a person who holds 18 a valid credential as a trainee real property appraiser issued under the 19 Real Property Appraiser Act. 20 Sec. 35. Section 76-2218, Reissue Revised Statutes of Nebraska, is 21 22 amended to read: 76-2218 (1) Except as provided in subsections (2) and (3) of this 23 24 section, two-year Two-year continuing education period means the a period 25 of twenty-four months commencing on January 1 and completed on December 31 of the following year following the date of credentialing under the 26 27 Real Property Appraiser Act and each succeeding twenty-four-month period. 28 (2) In the case of new credential holders credentialed prior to July 1, two-year continuing education period means the period commencing on 29 the date of initial credentialing and completed on December 31 of the 30

31 <u>following year.</u>

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LB139 LB139 2015 2015 (3) In the case of new credential holders credentialed on and after 1 2 July 1, two-year continuing education period means the period of twentyfour months commencing on January 1 of the following year. 3 Sec. 36. Section 76-2213.01, Revised Statutes Cumulative Supplement, 4 5 2014, is amended to read: 76-2213.01 Uniform Standards of Professional Appraisal Practice 6 7 means the standards promulgated by the Appraisal Foundation as the standards existed on January 1, 2014. 8 9 Sec. 37. Section 76-2219, Reissue Revised Statutes of Nebraska, is 10 amended to read: 76-2219 Valuation assignment means: 11 (1) An an appraisal that estimates the value of identified real 12 estate or identified real property at a particular point in time; or 13 (2) A $\frac{1}{2}$ valuation service performed provided as a consequence of an 14 agreement between a real property appraiser and a client. 15 Sec. 38. Valuation services means all services pertaining to 16 17 aspects of property value, including services performed by both real property appraisers and real property associates. 18 Sec. 39. Workfile means documentation necessary to support a real 19 property appraiser's analyses, opinion, and conclusions as it applies to 20 21 an assignment. 22 Sec. 40. Section 76-2220, Reissue Revised Statutes of Nebraska, is amended to read: 23 24 76-2220 (1) Except as provided in section 76-2221, it shall be 25 unlawful for anyone to act as a real property appraiser or real property associate in this state without first obtaining proper credentialing as 26 required under the Real Property Appraiser Act. 27 28 (2) Except as provided in section 76-2221, any person who, directly or indirectly for another, offers, attempts, or agrees to perform any act 29 30 described in section 76-2216 shall be deemed a real property appraiser and any person who, directly or indirectly for another, offers, attempts, 31

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or agrees to perform any act described in section 31 of this act shall be 1 2 deemed a real property associate, within the meaning of the Real Property Appraiser Act, and such action shall constitute sufficient contact with 3 4 this state for the exercise of personal jurisdiction over such person in any action arising out of such act. Committing a single act described in 5 such sections by a person required to be credentialed under the Real 6 Property Appraiser Act and not so credentialed shall constitute a 7 violation of the act for which the board may impose sanctions pursuant to 8 9 this section for the protection of the public health, safety, or welfare. 10 (3) The board may issue a cease and desist order against any person who violates this section by performing any action described in section 11 76-2216 or section 31 of this act without the appropriate credential. 12 13 Such order shall be final ten days after issuance unless such person requests a hearing pursuant to section 76-2240. The board may, through 14 the Attorney General, obtain an order from the district court for the 15 enforcement of the cease and desist order. 16

Sec. 41. Section 76-2221, Revised Statutes Cumulative Supplement,2014, is amended to read:

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76-2221 The Real Property Appraiser Act shall not apply to:

(1) Any real property appraiser who is a salaried employee of (a) 20 the federal government, (b) any agency of the state government or a 21 22 political subdivision which appraises real estate, (c) any insurance company authorized to do business in this state, or (d) any bank, savings 23 24 bank, savings and loan association, building and loan association, credit 25 union, or small loan company licensed by this the state or supervised or through federal enactments 26 regulated by or covering financial 27 institutions, except that any employee of the entities listed in subdivisions (a) through (d) of this subdivision who signs a an appraisal 28 report as a credentialed real property appraiser shall be subject to the 29 act and the Uniform Standards of Professional Appraisal Practice. Any 30 salaried employee of the entities listed in subdivisions (a) through (d) 31

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1 of this subdivision who does not sign <u>a</u> an appraisal report as a 2 credentialed real property appraiser shall include the following 3 disclosure prominently with such report: This opinion of value may not 4 meet the minimum standards contained in the Uniform Standards of 5 Professional Appraisal Practice and is not governed by the Real Property 6 Appraiser Act;

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(2) A person referred to in subsection (1) of section 81-885.16;

8 (3) Any person who provides assistance (a) in obtaining the data 9 upon which an appraisal is based, (b) in the physical preparation of <u>a</u> an 10 appraisal report, such as taking photographs, preparing charts, maps, or 11 graphs, or typing or printing the report, or (c) that does not directly 12 involve the exercise of judgment in arriving at the analyses, opinions, 13 or conclusions concerning real estate or real property set forth in the 14 appraisal report;

(4) Any owner of real estate, employee of the owner, or attorney 15 16 licensed to practice law in this state the State of Nebraska representing 17 the owner who renders an estimate or opinion of value of the real estate or any interest in the real estate when such estimate or opinion is for 18 the purpose of real estate taxation, or any other person who renders such 19 an estimate or opinion of value when that estimate or opinion requires a 20 specialized knowledge that a real property appraiser would not have, 21 except that a real property appraiser or a person licensed under the 22 23 Nebraska Real Estate License Act is not exempt under this subdivision;

24 (5) Any owner of real estate, employee of the owner, or attorney 25 licensed to practice law in this state the State of Nebraska representing the owner who renders an estimate or opinion of value of real estate or 26 any interest in real estate or damages thereto when such estimate or 27 28 opinion is offered as testimony in any condemnation proceeding, or any other person who renders such an estimate or opinion when that estimate 29 or opinion requires a specialized knowledge that a real property 30 appraiser would not have, except that a real property appraiser or a 31

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person licensed under the Nebraska Real Estate License Act is not exempt under this subdivision;

3 (6) Any owner of real estate, employee of the owner, or attorney 4 licensed to practice law in <u>this state</u> the State of Nebraska representing 5 the owner who renders an estimate or opinion of value of the real estate 6 or any interest in the real estate when such estimate or opinion is 7 offered in connection with a legal matter involving real property; or

(7) Any person appointed by a county board of equalization to act as 8 9 a referee pursuant to section 77-1502.01, except that any person who also practices as an independent real property appraiser or real property 10 associate for others shall be subject to the Real Property Appraiser Act 11 and shall be credentialed prior to engaging in such other appraising. Any 12 13 real property appraiser appointed to act as a referee pursuant to section 77-1502.01 and who prepares a an appraisal report for the county board of 14 equalization shall not sign such appraisal report as a credentialed real 15 16 property appraiser and shall include the following disclosure prominently 17 with such report: This opinion of value may not meet the minimum standards contained in the Uniform Standards of Professional Appraisal 18 19 Practice and is not governed by the Real Property Appraiser Act.

20 Sec. 42. Section 76-2222, Reissue Revised Statutes of Nebraska, is 21 amended to read:

22 76-2222 (1) The Real Property Appraiser Board is hereby created. The board shall consist of five members. One , one member who is a certified 23 real property appraiser shall be selected from each of the three 24 congressional districts, and two members shall be selected at large. The 25 two members selected at large shall include one representative of 26 financial institutions and one licensed real estate broker who also holds 27 28 a credential as a licensed or certified real property appraiser. The Governor shall appoint the members of the board. The members shall be 29 appointed so that the membership of the board selected from the 30 congressional districts includes at least two certified general real 31

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1 property appraisers.

2 (2) The term of each member of the board shall be five years, except 3 that of the members initially appointed one shall serve for one year, one 4 shall serve for two years, one shall serve for three years, and one shall serve for four years as designated by the Governor. Upon the expiration 5 of his or her term, a member of the board shall continue to hold office 6 7 until the appointment and qualification of his or her successor. No person shall serve as a member of the board for consecutive terms. Any 8 9 vacancy shall be filled in the same manner as the original appointment. The Governor may remove a member for cause. 10

(3) The members of the board shall elect a chairperson during the
 first meeting of each year from among the members.

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(4) <u>Three</u> Four members <u>of the board</u> shall constitute a quorum.

(5) Each member of the board shall receive a per diem of one hundred 14 15 dollars per day or substantial part of a day (a) for each scheduled meeting of the board or a committee of the board at which the member is 16 17 present and (b) actually spent in traveling to and from and attending meetings and conferences of the Association of Appraiser Regulatory 18 Officials and its committees and subcommittees or of the Appraisal 19 Foundation and its committees and subcommittees, board committee 20 meetings, or other business as authorized by the board. 21

(6) Each member of the board shall be reimbursed for actual and
 necessary expenses incident to the performance of his or her duties under
 the Real Property Appraiser Act and Nebraska Appraisal Management Company
 <u>Registration Act</u> as provided in sections 81-1174 to 81-1177.

26 Sec. 43. Section 76-2223, Revised Statutes Cumulative Supplement, 27 2014, is amended to read:

76-2223 (1) The Real Property Appraiser Board shall administer and
 enforce the Real Property Appraiser Act and may:

30 (a) Receive applications for credentialing under the act, process31 such applications and regulate the issuance of credentials to qualified

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applicants, and maintain a directory of the names and addresses of
 persons who receive credentials under the act;

3 (b) Hold meetings, public hearings, informal conferences, and 4 administrative hearings, prepare or cause to be prepared specifications 5 for all appraiser classifications, solicit bids and enter into contracts 6 with one or more testing services, and administer or contract for the 7 administration of examinations approved by the Appraiser Qualifications 8 Board in such places and at such times as deemed appropriate;

9 (c) Develop the specifications for credentialing examinations, 10 including timing, location, and security necessary to maintain the 11 integrity of the examinations;

(d) Review the procedures and criteria of a contracted testing
service to ensure that the testing meets with the approval of the
Appraiser Qualifications Board;

(e) Collect all fees required or permitted by the act. The Real
Property Appraiser Board shall remit all such receipts to the State
Treasurer for credit to the Real Property Appraiser Fund. In addition,
the board may collect and transmit to the appropriate federal authority
any fees established under the Financial Institutions Reform, Recovery,
and Enforcement Act of 1989;

(f) Establish appropriate administrative procedures for disciplinary
 proceedings conducted pursuant to the Real Property Appraiser Act;

23 (g) Issue subpoenas to compel the attendance of witnesses and the production of books, documents, records, and other papers, administer 24 25 oaths, and take testimony and require submission of and receive evidence concerning all matters within its jurisdiction. In case of disobedience 26 of a subpoena, the Real Property Appraiser Board may make application to 27 28 the district court of Lancaster County to require the attendance and testimony of witnesses and the production of documentary evidence. If any 29 person fails to obey an order of the court, he or she may be punished by 30 the court as for contempt thereof; 31

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1 (h) Deny<u>an application or</u> τ censure, suspend, or revoke <u>a</u> an 2 application or credential if it finds that the applicant or credential 3 holder has committed any of the acts or omissions set forth in section 4 76-2238 or otherwise violated the act. Any disciplinary matter may be 5 resolved through informal disposition pursuant to section 84-913;

6 (i) Take appropriate disciplinary action against a credential holder 7 if the Real Property Appraiser Board determines that a credential holder 8 has violated any provision of the act or the Uniform Standards of 9 Professional Appraisal Practice;

(j) Enter into consent decrees and issue cease and desist orders
 upon a determination that a violation of the act has occurred;

(k) Promote research and conduct studies relating to the profession of real property appraisal, sponsor real property appraisal educational activities, and incur, collect fees for, and pay the necessary expenses in connection with activities which shall be open to all credential holders;

17 (1) Establish and adopt minimum standards for appraisals as required
18 under section 76-2237;

(m) Adopt and promulgate rules and regulations to carry out the act. The rules and regulations may include provisions establishing minimum standards for <u>education providers</u> schools, courses, and instructors. The rules and regulations shall be adopted <u>and promulgated</u> pursuant to the Administrative Procedure Act; and

(n) Do all other things necessary to carry out the Real PropertyAppraiser Act.

(2) The <u>Real Property Appraiser Board</u> board shall also administer
 and enforce the Nebraska Appraisal Management Company Registration Act.

Sec. 44. Section 76-2227, Revised Statutes Cumulative Supplement,
2014, is amended to read:

76-2227 (1) Applications for credentials, including authorization to
 take the appropriate examination, and for renewal of credentials shall be

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1 made in writing to the board on forms approved by the board. The payment 2 of the appropriate fee <u>in an amount established</u> fixed by the board 3 pursuant to section 76-2241 shall accompany all applications.

4 (2) Applications for credentials, including initial and renewal 5 applications, shall include the applicant's social security number and 6 such other information as the board may require.

7 (3) At the time of filing an initial or renewal application for 8 credentials, the applicant shall sign a pledge that he or she has read 9 and will comply with the Uniform Standards of Professional Appraisal 10 Practice. Each applicant shall also certify that he or she understands 11 the types of misconduct for which disciplinary proceedings may be 12 initiated.

(4) Credentials shall be issued only to persons who have a good reputation for honesty, trustworthiness, integrity, and competence to perform assignments in such manner as to safeguard the interest of the public and only after satisfactory proof of such qualification has been presented to the board upon request and a completed application has been approved.

<u>(5) Credentials shall be issued only to persons who have</u>
 <u>demonstrated a general knowledge of Nebraska law as it pertains to real</u>
 <u>property appraisal activity.</u>

(<u>6</u> 5) No credential shall be issued to a <u>person other than an</u>
 <u>individual corporation, partnership, limited liability company, firm, or</u>
 group.

25 Sec. 45. (1) To qualify for a credential as a real property
26 associate, an applicant shall:

27 (a) Be at least nineteen years of age;

28 (b)(i)(A) Hold a high school diploma or a certificate of high school
29 equivalency or have education acceptable to the Real Property Appraiser
30 Board; and

31 (B) Have successfully completed and passed examination for no fewer

than ninety class hours in Real Property Appraiser Board-approved 1 2 qualifying education courses as prescribed by rules and regulations of the Real Property Appraiser Board and complete the fifteen-hour National 3 4 Uniform Standards of Professional Appraisal Practice Course. The fifteen-5 hour course shall be taught by a Uniform Standards of Professional Appraisal Practice Instructor who is certified by the Appraiser 6 7 Qualifications Board and who is a state-certified appraiser in good standing. The qualifying education courses shall be conducted by an 8 9 accredited degree-awarding community college, college, or university, an 10 appraisal society, institute, or association, a state or federal agency or commission, a proprietary school, or such other education provider as 11 12 may be approved by the Real Property Appraiser Board, and shall be, at a 13 minimum, fifteen class hours in length. Each course shall be conducted in a classroom and not online or by correspondence. Each course shall 14 15 include an examination pertinent to the material presented; or

16 (ii) Hold a bachelor's degree or higher in real estate from an 17 accredited degree-awarding college or university that has had all or part of its curriculum approved by the Appraiser Qualifications Board as 18 19 required core curriculum. If the degree in real estate as approved by the Appraiser Qualifications Board does not satisfy all required qualifying 20 education for credentialing, the remaining class hours shall be completed 21 22 in Real Property Appraiser Board-approved qualifying education pursuant to subdivision (1)(b)(i)(B) of this section; 23

(c) Certify that he or she has not surrendered an appraiser credential, or any other registration, license, or certification, held for any other regulatory agency or in any other jurisdiction, in lieu of disciplinary action pending or threatened within the five-year period immediately preceding the date of application;

(d) Certify that his or her appraiser credential, or any other
 registration, license, or certification, held for any other regulatory
 agency or in any other jurisdiction, has not been revoked or suspended

1	within the five-year period immediately preceding the date of
2	application;
3	<u>(e) Not have been convicted of, including a conviction based upon a</u>
4	plea of guilty or nolo contendere:
5	<u>(i) Any felony or, if so convicted, has had his or her civil rights</u>
6	<u>restored;</u>
7	<u>(ii) Any crime of fraud, dishonesty, breach of trust, money</u>
8	laundering, misrepresentation, or deceit involving real estate, financial
9	services, or in the making of an appraisal within the five-year period
10	immediately preceding the date of application; or
11	<u>(iii) A crime which is related to the qualifications, functions, or</u>
12	<u>duties of a real property appraiser within the five-year period</u>
13	immediately preceding the date of application;
14	<u>(f) Certify that no civil judicial actions, including dismissal with</u>
15	settlement, in connection with real estate, financial services, or in the
16	<u>making of an appraisal have been brought against him or her within the</u>
17	five-year period immediately preceding the date of application;
18	(g) Demonstrate character and general fitness such as to command the
19	confidence and trust of the public;
20	<u>(h) Submit two copies of legible ink-rolled fingerprint cards or</u>
21	equivalent electronic fingerprint submissions to the Real Property
22	<u>Appraiser Board for delivery to the Nebraska State Patrol in a form</u>
23	<u>approved by both the Nebraska State Patrol and the Federal Bureau of</u>
24	Investigation. A fingerprint-based national criminal history record check
25	shall be conducted through the Nebraska State Patrol and the Federal
26	<u>Bureau of Investigation with such record check to be carried out by the</u>
27	Real Property Appraiser Board; and
28	<u>(i) Within the twelve months following approval of the applicant's</u>
29	education by the Real Property Appraiser Board, pass a licensed
30	residential real property appraiser examination, certified residential
31	real property appraiser examination, or certified general real property

1 appraiser examination, approved by the Appraiser Qualifications Board,

2 prescribed by rules and regulations of the Real Property Appraiser Board,

3 <u>and administered by a contracted testing service.</u>

4 <u>(2) Except for the fifteen-hour National Uniform Standards of</u> 5 Professional Appraisal Practice Course, all class hours shall be 6 <u>completed within the five-year period immediately preceding submission of</u> 7 <u>the application.</u>

8 (3) The scope of practice of a real property associate shall be 9 limited to valuation services not requiring a credential as a trainee 10 real property appraiser, licensed residential real property appraiser, 11 certified residential real property appraiser, or certified general real 12 property appraiser under the Real Property Appraiser Act.

(4) A real property associate shall not advertise or hold himself or
 herself out to the general public as a real property appraiser.

Sec. 46. Section 76-2228, Revised Statutes Cumulative Supplement,
2014, is amended to read:

17 76-2228 There shall be <u>four</u> five classes of credentials issued to
 18 real property appraisers as follows:

(1) Trainee real property appraiser, which classification shall
 consist of those persons who meet the requirements set forth in section
 76-2228.01;

22 (2) Registered real property appraiser, which classification shall
23 consist of those persons who meet the requirements set forth in section
24 76-2229.01;

(<u>2</u> 3) Licensed residential real property appraiser, which
 classification shall consist of those persons who meet the requirements
 set forth in section 76-2230;

(<u>3</u> 4) Certified residential real property appraiser, which
 classification shall consist of those persons who meet the requirements
 set forth in section 76-2231.01; and

31 (4 5) Certified general real property appraiser, which

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classification shall consist of those persons who meet the requirements
 set forth in section 76-2232.

3 Sec. 47. Section 76-2228.01, Revised Statutes Cumulative Supplement,
4 2014, is amended to read:

5 76-2228.01 (1) To qualify for a credential as a trainee real 6 property appraiser, an applicant shall:

7

(a) Be at least nineteen years of age;

8 (b) Hold a high school diploma or a certificate of high school 9 equivalency or have education acceptable to the Real Property Appraiser 10 Board;

(c)(i) Have successfully completed and passed examination for no 11 fewer than seventy-five class hours in Real Property Appraiser Board-12 13 approved qualifying education courses as prescribed by rules and regulations rule or regulation of the Real Property Appraiser Board and 14 complete the fifteen-hour National Uniform Standards of Professional 15 Appraisal Practice Course. The fifteen-hour course shall be taught by a 16 Uniform Standards of Professional Appraisal Practice Instructor who is 17 certified by the Appraiser Qualifications Board and who is a state-18 19 certified appraiser in good standing. The qualifying education courses shall be conducted by an accredited degree-awarding community college, 20 college, or university, an appraisal society, institute, or association, 21 a state or federal agency or commission, a proprietary school, or such 22 other <u>education</u> <u>educational</u> provider as may be approved by the Real 23 24 Property Appraiser Board, and shall be, at a minimum, fifteen class hours in length. Each course shall be conducted in a classroom and not online 25 or by correspondence. Each course shall include an examination pertinent 26 to the material presented. Except for the fifteen-hour National Uniform 27 28 Standards of Professional Appraisal Practice Course, all class hours shall be completed within the five-year period immediately preceding 29 submission of the application; or 30

31

(ii) Hold a bachelor's degree or higher in real estate from an

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1 accredited degree-awarding college or university that has had all or part 2 of its curriculum approved by the Appraiser Qualifications Board as 3 required core curriculum. If the degree in real estate as approved by the 4 Appraiser Qualifications Board does not satisfy all required qualifying 5 education for credentialing, the remaining class hours shall be completed 6 in Real Property Appraiser Board-approved qualifying education pursuant 7 to subdivision (c)(i) of this subsection;

8 (d) As prescribed by <u>rules and regulations</u> rule or regulation of the 9 Real Property Appraiser Board, successfully complete a Real Property 10 Appraiser Board-approved seven-hour supervisory appraiser and trainee 11 course within one year immediately preceding the date of application;

(e) Certify that he or she has not surrendered an appraiser credential, or any other registration, license, or certification, held for any other regulatory agency or in any other jurisdiction, in lieu of disciplinary action pending or threatened within the five-year period immediately preceding the date of application;

(f) Certify that his or her appraiser credential, or any other registration, license, or certification, held for any other regulatory agency or in any other jurisdiction, has not been revoked or suspended within the five-year period immediately preceding the date of application;

(g) Not have been convicted of, including a conviction based upon aplea of guilty or nolo contendere:

(i) Any felony or, if so convicted, has had his or her civil rightsrestored;

(ii) Any crime of fraud, dishonesty, breach of trust, money
laundering, misrepresentation, or deceit involving real estate, financial
services, or in the making of an appraisal within the five-year period
immediately preceding the date of application; or

30 (iii) A crime which is related to the qualifications, functions, or31 duties of a real property appraiser within the five-year period

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1 immediately preceding the date of application;

2 (h) Certify that no civil judicial actions, including dismissal with 3 settlement, in connection with real estate, financial services, or in the 4 making of an appraisal have been brought against him or her within the 5 five-year period immediately preceding the date of application;

6 (i) Demonstrate character and general fitness such as to command the 7 confidence and trust of the public; and

8 (j) Submit two copies of legible ink-rolled fingerprint cards or 9 equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form 10 approved by both the Nebraska State Patrol and the Federal Bureau of 11 Investigation. A fingerprint-based national criminal history record check 12 shall be conducted through the Nebraska State Patrol and the Federal 13 Bureau of Investigation with such record check to be carried out by the 14 Real Property Appraiser Board. 15

16 (2) Prior to engaging in appraisal practice or real property 17 appraisal activity, a trainee real property appraiser shall submit a 18 written request for supervisory appraiser approval on a form approved by 19 the board. The request for supervisory appraiser approval may be made at 20 the time of application or any time after approval as a trainee real 21 property appraiser.

(3) To qualify for an upgraded credential, a trainee real property
 appraiser shall satisfy the appropriate requirements as follows:

24 (a) Submit two copies of legible ink-rolled fingerprint cards or 25 equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form 26 approved by both the Nebraska State Patrol and the Federal Bureau of 27 Investigation. A fingerprint-based national criminal history record check 28 shall be conducted through the Nebraska State Patrol and the Federal 29 Bureau of Investigation with such record check to be carried out by the 30 31 Real Property Appraiser Board; and

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1 (b) Within the twelve months following approval of the applicant's 2 education and experience by the Real Property Appraiser Board for an 3 upgraded credential, pass an appropriate examination approved by the 4 Appraiser Qualifications Board for that upgraded credential, prescribed 5 by <u>rules and regulations</u> rule or regulation of the Real Property 6 Appraiser Board, and administered by a contracted testing service.

7 (4) To qualify for a credential as a licensed residential real8 property appraiser, a trainee real property appraiser shall:

9 (a) Meet the postsecondary educational requirements pursuant to 10 subdivision (1)(b)(i) or (ii) and (1)(c) of section 76-2230;

(b) Successfully complete and pass examination for no fewer than 11 12 seventy-five additional class hours in board-approved qualifying education courses as prescribed by rules and regulations rule or 13 regulation of the board, or hold a bachelor's degree in real estate from 14 accredited degree-awarding college or 15 university pursuant an to subdivision (1)(d)(ii) of section 76-2230; and 16

17 (c) Meet the experience requirements pursuant to subdivision (1)(e)18 of section 76-2230.

19 (5) To qualify for a credential as a certified residential real20 property appraiser, a trainee real property appraiser shall:

(a) Meet the postsecondary educational requirements pursuant to
subdivision (1)(b) and (c) of section 76-2231.01;

(b) Successfully complete and pass examination for no fewer than one hundred twenty-five additional class hours in board-approved qualifying education courses as prescribed by <u>rules and regulations</u> rule or regulation of the board, or hold a bachelor's degree in real estate from an accredited degree-awarding college or university pursuant to subdivision (1)(d)(ii) of section 76-2231.01; and

(c) Meet the experience requirements pursuant to subdivision (1)(e)
of section 76-2231.01.

31 (6) To qualify for a credential as a certified general real property

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1 appraiser, a trainee real property appraiser shall:

2 (a) Meet the postsecondary educational requirements pursuant to
3 subdivision (1)(b) and (c) of section 76-2232;

(b) Successfully complete and pass examination for no fewer than two 4 hundred twenty-five additional class hours in board-approved qualifying 5 education courses as prescribed by rules and regulations rule or 6 regulation of the board, or hold a bachelor's degree in real estate from 7 accredited degree-awarding college or university 8 pursuant to an 9 subdivision (1)(d)(ii) of section 76-2232; and

10 (c) Meet the experience requirements pursuant to subdivision (1)(e)
11 of section 76-2232.

12 (7) The scope of practice for the trainee real property appraiser 13 shall be limited to the appraisal of those properties that the 14 supervisory certified real property appraiser is permitted to appraise by 15 his or her current credential and that the supervisory appraiser is 16 competent to appraise.

Sec. 48. Section 76-2228.02, Revised Statutes Cumulative Supplement,2014, is amended to read:

76-2228.02 (1) Each trainee real property appraiser's experience
shall be subject to direct supervision by a supervisory appraiser. To
qualify as a supervisory appraiser, a real property appraiser shall:

(a) Be a certified residential real property appraiser or certifiedgeneral real property appraiser in good standing;

(b) Have held a certified real property appraiser credential for a
minimum of three years immediately preceding the date of the written
request for approval as supervisory appraiser;

(c) Have not successfully completed disciplinary action by the board or any other jurisdiction, which action limited the real property appraiser's legal eligibility to engage in real property appraisal activity within three years immediately preceding the date the written request for approval as supervisory appraiser is submitted by the

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1 applicant or trainee real property appraiser on a form approved by the 2 board;

(d) As prescribed by rules and regulations rule or regulation of the 3 completed 4 board, have successfully а board-approved seven-hour 5 supervisory appraiser and trainee course within two years immediately preceding the date the written request for approval as supervisory 6 7 appraiser is submitted by the applicant or trainee real property 8 appraiser on a form approved by the board; and

9 (e) Certify that he or she understands his or her responsibilities 10 and obligations under the Real Property Appraiser Act as a supervisory 11 appraiser and applies his or her signature to the written request for 12 approval as supervisory appraiser submitted by the applicant or trainee 13 real property appraiser.

14 (2) The supervisory appraiser shall be responsible for the training
 15 and direct supervision of the trainee real property appraiser's
 16 experience by:

(a) Accepting responsibility for the report by applying his or her
signature and certifying that the report is in compliance with the
Uniform Standards of Professional Appraisal Practice;

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(b) Reviewing the trainee real property appraiser reports; and

(c) Personally inspecting each appraised property with the trainee real property appraiser as is consistent with his or her scope of practice until the supervisory appraiser determines that the trainee real property appraiser is competent in accordance with the competency rule of the Uniform Standards of Professional Appraisal Practice.

(3) A certified real property appraiser disciplined by the board or any other appraiser regulatory agency in another jurisdiction, which discipline may or may not have limited the real property appraiser's legal eligibility to engage in real property appraisal activity, shall not be eligible as a supervisory appraiser as of the date disciplinary action was imposed against the appraiser by the board or any other

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appraiser regulatory agency. The certified real property appraiser shall 1 2 be considered to be in good standing and eligible as a supervisory appraiser upon the successful completion of disciplinary action that does 3 not limit the real property appraiser's legal eligibility to engage in 4 real property appraisal activity, or three years after the successful 5 completion of disciplinary action that limits the real property 6 7 appraiser's legal eligibility to engage in real property appraisal activity. 8

9 (4) The trainee real property appraiser may have more than one 10 supervisory appraiser, but a supervisory appraiser may not supervise more 11 than three trainee real property appraisers at one time.

(5) As prescribed by <u>rules and regulations</u> rule or regulation of the
board, an appraisal experience log shall be maintained jointly by the
supervisory appraiser and the trainee real property appraiser.

Sec. 49. Section 76-2230, Revised Statutes Cumulative Supplement,
2014, is amended to read:

17 76-2230 (1) To qualify for a credential as a licensed residential18 real property appraiser, an applicant shall:

19

(a) Be at least nineteen years of age;

(b)(i) Hold an associate's degree, or higher, from an accredited
degree-awarding community college, college, or university; or

(ii) Successfully complete thirty semester hours of college-level
education, from an accredited degree-awarding community college, college,
or university. If an accredited degree-awarding community college,
college, or university accepts the College-Level Examination Program and
examinations and issues a transcript for the examination showing its
approval, it will be considered as credit for the college course;

(c) Have his or her education evaluated for equivalency by one ofthe following if the college degree is from a foreign country:

30 (i) An accredited degree-awarding college or university;

31 (ii) The American Association of Collegiate Registrars and

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1 Admissions Officers;

2 (iii) A foreign degree credential evaluation service company that is
3 a member of the National Association of Credential Evaluation Services;
4 or

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5 (iv) A foreign degree credential evaluation service company that 6 provides equivalency evaluation reports accepted by an accredited degree-7 awarding college or university;

8 (d)(i) Have successfully completed and passed examination for no 9 fewer than one hundred fifty class hours in Real Property Appraiser Board-approved qualifying education courses as prescribed by rules and 10 regulations rule or regulation of the Real Property Appraiser Board and 11 complete the fifteen-hour National Uniform Standards of Professional 12 Appraisal Practice Course. The fifteen-hour course shall be taught by a 13 Uniform Standards of Professional Appraisal Practice Instructor who is 14 certified by the Appraiser Qualifications Board and who is a state-15 16 certified appraiser in good standing. The qualifying education courses 17 shall be conducted by an accredited degree-awarding community college, college, or university, an appraisal society, institute, or association, 18 a state or federal agency or commission, a proprietary school, or such 19 other education educational provider as may be approved by the Real 20 Property Appraiser Board, and shall be, at a minimum, fifteen class hours 21 in length. Each course shall be conducted in a classroom and not online 22 23 or by correspondence. Each course shall include a closed-book examination 24 pertinent to the material presented; or

(ii) Hold a bachelor's degree or higher in real estate from an accredited degree-awarding college or university that has had all or part of its curriculum approved by the Appraiser Qualifications Board as required core curriculum. If the degree in real estate as approved by the Appraiser Qualifications Board does not satisfy all required qualifying education for credentialing, the remaining class hours shall be completed in Real Property Appraiser Board-approved qualifying education pursuant 1 to subdivision (d)(i) of this subsection;

2 (e) Have no fewer than two thousand hours of experience as prescribed by <u>rules and regulations</u> rule or regulation of the Real 3 Property Appraiser Board. The required experience shall be acceptable to 4 the Real Property Appraiser Board and subject to review and determination 5 as to conformity with the Uniform Standards of Professional Appraisal 6 Practice. The experience shall have occurred during a period of no fewer 7 than twelve months. If requested, evidence acceptable to the Real 8 9 Property Appraiser Board concerning the experience shall be presented by the applicant in the form of written reports or file memoranda; 10

(f) Certify that he or she has not surrendered an appraiser credential, or any other registration, license, or certification, held for any other regulatory agency or in any other jurisdiction, in lieu of disciplinary action pending or threatened within the five-year period immediately preceding the date of application;

(g) Certify that his or her appraiser credential, or any other registration, license, or certification, held for any other regulatory agency or in any other jurisdiction, has not been revoked or suspended within the five-year period immediately preceding the date of application;

(h) Not have been convicted of, including a conviction based upon aplea of guilty or nolo contendere:

(i) Any felony or, if so convicted, has had his or her civil rights
 restored;

(ii) Any crime of fraud, dishonesty, breach of trust, money
laundering, misrepresentation, or deceit involving real estate, financial
services, or in the making of an appraisal within the five-year period
immediately preceding the date of application; or

(iii) A crime which is related to the qualifications, functions, or
duties of a real property appraiser within the five-year period
immediately preceding the date of application;

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1 (i) Certify that no civil judicial actions, including dismissal with 2 settlement, in connection with real estate, financial services, or in the 3 making of an appraisal have been brought against him or her within the 4 five-year period immediately preceding the date of application;

5 (j) Demonstrate character and general fitness such as to command the 6 confidence and trust of the public;

7 (k) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property 8 Appraiser Board for delivery to the Nebraska State Patrol in a form 9 approved by both the Nebraska State Patrol and the Federal Bureau of 10 Investigation. A fingerprint-based national criminal history record check 11 shall be conducted through the Nebraska State Patrol and the Federal 12 Bureau of Investigation with such record check to be carried out by the 13 14 Real Property Appraiser Board; and

(1) Within the twelve months following approval of the applicant's 15 16 education and experience by the Real Property Appraiser Board, pass a 17 licensed residential real property appraiser examination, certified residential real property appraiser examination, or certified general 18 appraiser examination, 19 real property approved by the Appraiser Qualifications Board, prescribed by <u>rules and regulations</u> rule or 20 regulation of the Real Property Appraiser Board, and administered by a 21 22 contracted testing service.

(2) To qualify for an upgraded credential, a licensed residential
 real property appraiser shall satisfy the appropriate requirements as
 follows:

(a) Submit two copies of legible ink-rolled fingerprint cards or
equivalent electronic fingerprint submissions to the Real Property
Appraiser Board for delivery to the Nebraska State Patrol in a form
approved by both the Nebraska State Patrol and the Federal Bureau of
Investigation. A fingerprint-based national criminal history record check
shall be conducted through the Nebraska State Patrol and the Federal

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Bureau of Investigation with such record check to be carried out by the
 Real Property Appraiser Board; and

3 (b) Within the twelve months following approval of the applicant's 4 education and experience by the Real Property Appraiser Board for an 5 upgraded credential, pass an appropriate examination approved by the 6 Appraiser Qualifications Board for that upgraded credential, prescribed 7 by <u>rules and regulations</u> rule or regulation of the Real Property 8 Appraiser Board, and administered by a contracted testing service.

9 (3) To qualify for a credential as a certified residential real
10 property appraiser, a licensed residential real property appraiser shall:
11 (a) Meet the postsecondary educational requirements pursuant to
12 <u>subdivisions</u> subdivision (1)(b) and (c) of section 76-2231.01;

(b) Successfully complete and pass examination for no fewer than fifty additional class hours in board-approved qualifying education courses as prescribed by <u>rules and regulations</u> rule or regulation of the board, or hold a bachelor's degree in real estate from an accredited degree-awarding college or university pursuant to subdivision (1)(d)(ii) of section 76-2231.01; and

(c) Meet the experience requirements pursuant to subdivision (1)(e)of section 76-2231.01.

(4) To qualify for a credential as a certified general real property
appraiser, a licensed residential real property appraiser shall:

(a) Meet the postsecondary educational requirements pursuant to
 <u>subdivisions</u> subdivision (1)(b) and (c) of section 76-2232;

(b) Successfully complete and pass examination for no fewer than one hundred fifty additional class hours in board-approved qualifying education courses as prescribed by <u>rules and regulations</u> rule or regulation of the board, or hold a bachelor's degree in real estate from an accredited degree-awarding college or university pursuant to subdivision (1)(d)(ii) of section 76-2232; and

31 (c) Meet the experience requirements pursuant to subdivision (1)(e)

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1 of section 76-2232.

2 (5) An appraiser holding a valid licensed residential real property
3 appraiser credential shall satisfy the requirements for the trainee real
4 property appraiser credential for a downgraded credential.

(6) The scope of practice for a licensed residential real property 5 appraiser shall be limited to the appraisal of, and review of appraisal 6 of, noncomplex residential real property having no more than four units, 7 if any, with a transaction value of less than one million dollars and 8 9 complex residential real property having no more than four units, with a transaction value of less than two hundred fifty thousand dollars. The 10 appraisal of subdivisions for which a development analysis or appraisal 11 is necessary is not included in the scope of practice for a licensed 12 13 residential real property appraiser.

Sec. 50. Section 76-2231.01, Revised Statutes Cumulative Supplement,2014, is amended to read:

16 76-2231.01 (1) To qualify for a credential as a certified
 17 residential real property appraiser, an applicant shall:

18 (a) Be at least nineteen years of age;

(b) Hold a bachelor's degree, or higher, from an accredited degree-awarding college or university;

(c) Have his or her education evaluated for equivalency by one of
the following if the college degree is from a foreign country:

23 (i) An accredited degree-awarding college or university;

(ii) The American Association of Collegiate Registrars and
 Admissions Officers;

(iii) A foreign degree credential evaluation service company that is
 a member of the National Association of Credential Evaluation Services;
 or

(iv) A foreign degree credential evaluation service company that
 provides equivalency evaluation reports accepted by an accredited degree awarding college or university;

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1 (d)(i) Have successfully completed and passed examination for no fewer than two hundred class hours in Real Property Appraiser Board-2 approved qualifying education courses as prescribed by rules and 3 regulations rule or regulation of the Real Property Appraiser Board and 4 completed the fifteen-hour National Uniform Standards of Professional 5 6 Appraisal Practice Course. The fifteen-hour course shall be taught by a 7 Uniform Standards of Professional Appraisal Practice Instructor who is certified by the Appraiser Qualifications Board and who is a state-8 9 certified appraiser in good standing. The qualifying education courses shall be conducted by an accredited degree-awarding community college, 10 college, or university, an appraisal society, institute, or association, 11 a state or federal agency or commission, a proprietary school, or such 12 other education educational provider as may be approved by the Real 13 14 Property Appraiser Board, and shall be, at a minimum, fifteen class hours in length. Each course shall be conducted in a classroom and not online 15 16 or by correspondence. Each course shall include a closed-book examination 17 pertinent to the material presented; or

(ii) Hold a bachelor's degree or higher in real estate from an 18 accredited degree-awarding college or university that has had all or part 19 of its curriculum approved by the Appraiser Qualifications Board as 20 required core curriculum. If the degree in real estate as approved by the 21 Appraiser Qualifications Board does not satisfy all required qualifying 22 education for credentialing, the remaining class hours shall be completed 23 24 in Real Property Appraiser Board-approved qualifying education pursuant 25 to subdivision (d)(i) of this subsection;

(e) Have no fewer than two thousand five hundred hours of experience
as prescribed by <u>rules and regulations</u> rule or regulation of the Real
Property Appraiser Board. The required experience shall be acceptable to
the Real Property Appraiser Board and subject to review and determination
as to conformity with the Uniform Standards of Professional Appraisal
Practice. The experience shall have occurred during a period of no fewer

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than twenty-four months. If requested, evidence acceptable to the Real
 Property Appraiser Board concerning the experience shall be presented by
 the applicant in the form of written reports or file memoranda;

4 (f) Certify that he or she has not surrendered an appraiser 5 credential, or any other registration, license, or certification, held 6 for any other regulatory agency or in any other jurisdiction, in lieu of 7 disciplinary action pending or threatened within the five-year period 8 immediately preceding the date of application;

9 (g) Certify that his or her appraiser credential, or any other registration, license, or certification, held for any other regulatory 10 agency or in any other jurisdiction, has not been revoked or suspended 11 12 within the five-year period immediately preceding the date of 13 application;

(h) Not have been convicted of, including a conviction based upon aplea of guilty or nolo contendere:

16 (i) Any felony or, if so convicted, has had his or her civil rights17 restored;

(ii) Any crime of fraud, dishonesty, breach of trust, money
laundering, misrepresentation, or deceit involving real estate, financial
services, or in the making of an appraisal within the five-year period
immediately preceding the date of application; or

(iii) A crime which is related to the qualifications, functions, or
duties of a real property appraiser within the five-year period
immediately preceding the date of application;

(i) Certify that no civil judicial actions, including dismissal with
settlement, in connection with real estate, financial services, or in the
making of an appraisal have been brought against him or her within the
five-year period immediately preceding the date of application;

(j) Demonstrate character and general fitness such as to command theconfidence and trust of the public;

31 (k) Submit two copies of legible ink-rolled fingerprint cards or

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equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprint-based national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board; and

8 (1) Within the twelve months following approval of the applicant's 9 education and experience by the Real Property Appraiser Board, pass a 10 certified residential real property appraiser examination or certified 11 general real property appraiser examination, approved by the Appraiser 12 Qualifications Board, prescribed by <u>rules and regulations</u> rule or 13 regulation of the Real Property Appraiser Board, and administered by a 14 contracted testing service.

15 (2) To qualify for an upgraded credential, a certified residential16 real property appraiser shall satisfy the following requirements:

(a) Submit two copies of legible ink-rolled fingerprint cards or 17 equivalent electronic fingerprint submissions to the Real Property 18 Appraiser Board for delivery to the Nebraska State Patrol in a form 19 approved by both the Nebraska State Patrol and the Federal Bureau of 20 Investigation. A fingerprint-based national criminal history record check 21 shall be conducted through the Nebraska State Patrol and the Federal 22 23 Bureau of Investigation with such record check to be carried out by the 24 Real Property Appraiser Board; and

(b) Within the twelve months following approval of the applicant's education and experience by the Real Property Appraiser Board for an upgrade to a certified general real property appraiser credential, pass a certified general real property appraiser examination approved by the Appraiser Qualifications Board, prescribed by <u>rules and regulations</u> rule or regulation of the Real Property Appraiser Board, and administered by a contracted testing service.

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(3) To qualify for a credential as a certified general real property
 appraiser, a certified residential real property appraiser shall:

3 (a) Meet the postsecondary educational requirements pursuant to
4 subdivisions subdivision (1)(b) and (c) of section 76-2232;

5 (b) Successfully complete and pass examination for no fewer than one 6 hundred additional class hours in board-approved qualifying education 7 courses as prescribed by <u>rules and regulations</u> rule or regulation of the 8 board, or hold a bachelor's degree in real estate from an accredited 9 degree-awarding college or university pursuant to subdivision (1)(d)(ii) 10 of section 76-2232; and

11 (c) Meet the experience requirements pursuant to subdivision (1)(e) 12 of section 76-2232.

(4) An appraiser holding a valid certified residential real property appraiser credential shall satisfy the requirements for the trainee real property appraiser credential and licensed residential real property appraiser credential for a downgraded credential. If requested, evidence acceptable to the Real Property Appraiser Board concerning the experience shall be presented along with an application in the form of written reports or file memoranda.

(5) The scope of practice for a certified residential real property appraiser shall be limited to the appraisal of, and review of appraisal of, residential property having no more than four residential units, without regard to transaction value or complexity. The appraisal of subdivisions for which a development analysis or appraisal is necessary, is not included in the scope of practice for a certified residential real property appraiser.

Sec. 51. Section 76-2232, Revised Statutes Cumulative Supplement,
28 2014, is amended to read:

76-2232 (1) To qualify for a credential as a certified general real
 property appraiser, an applicant shall:

31 (a) Be at least nineteen years of age;

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5

(b) Hold a bachelor's degree, or higher, from an accredited degree awarding college or university;

3 (c) Have his or her education evaluated for equivalency by one of
4 the following if the college degree is from a foreign country:

(i) An accredited degree-awarding college or university;

6 (ii) The American Association of Collegiate Registrars and
7 Admissions Officers;

8 (iii) A foreign degree credential evaluation service company that is 9 a member of the National Association of Credential Evaluation Services; 10 or

(iv) A foreign degree credential evaluation service company that provides equivalency evaluation reports accepted by an accredited degreeawarding college or university;

(d)(i) Have successfully completed and passed examination for no 14 fewer than three hundred class hours in Real Property Appraiser Board-15 approved qualifying education courses as prescribed by rules and 16 17 regulations rule or regulation of the Real Property Appraiser Board and completed the fifteen-hour National Uniform Standards of Professional 18 19 Appraisal Practice Course. The fifteen-hour course shall be taught by a Uniform Standards of Professional Appraisal Practice Instructor who is 20 certified by the Appraiser Qualifications Board and who is a state-21 22 certified appraiser in good standing. The qualifying education courses shall be conducted by an accredited degree-awarding community college, 23 24 college, or university, an appraisal society, institute, or association, a state or federal agency or commission, a proprietary school, or such 25 other education educational provider as may be approved by the Real 26 Property Appraiser Board, and shall be, at a minimum, fifteen class hours 27 in length. Each course shall be conducted in a classroom and not online 28 or by correspondence. Each course shall include a closed-book examination 29 pertinent to the material presented; or 30

31 (ii) Hold a bachelor's degree or higher in real estate from an

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1 accredited degree-awarding college or university that has had all or part 2 of its curriculum approved by the Appraiser Qualifications Board as 3 required core curriculum. If the degree in real estate as approved by the 4 Appraiser Qualifications Board does not satisfy all required qualifying 5 education for credentialing, the remaining class hours shall be completed 6 in Real Property Appraiser Board-approved qualifying education pursuant 7 to subdivision (d)(i) of this subsection;

8 (e) Have no fewer than three thousand hours of experience, of which one thousand five hundred hours shall be in nonresidential appraisal 9 work, as prescribed by rules and regulations rule or regulation of the 10 11 Property Appraiser Board. The required experience shall Real be acceptable to the Real Property Appraiser Board and subject to review and 12 determination as to conformity with the Uniform Standards of Professional 13 Appraisal Practice. The experience shall have occurred during a period of 14 no fewer than thirty months. If requested, evidence acceptable to the 15 16 Real Property Appraiser Board concerning the experience shall be 17 presented by the applicant in the form of written reports or file 18 memoranda;

(f) Certify that he or she has not surrendered an appraiser credential, or any other registration, license, or certification, held for any other regulatory agency or in any other jurisdiction, in lieu of disciplinary action pending or threatened within the five-year period immediately preceding the date of application;

24 (g) Certify that his or her appraiser credential, or any other registration, license, or certification, held for any other regulatory 25 agency or in any other jurisdiction, has not been revoked or suspended 26 the five-year period immediately preceding 27 within the date of application; 28

(h) Not have been convicted of, including a conviction based upon aplea of guilty or nolo contendere:

31 (i) Any felony or, if so convicted, has had his or her civil rights

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1 restored;

2 (ii) Any crime of fraud, dishonesty, breach of trust, money 3 laundering, misrepresentation, or deceit involving real estate, financial 4 services, or in the making of an appraisal within the five-year period 5 immediately preceding the date of application; or

6 (iii) A crime which is related to the qualifications, functions, or 7 duties of a real property appraiser within the five-year period 8 immediately preceding the date of application; -

9 (i) Certify that no civil judicial actions, including dismissal with 10 settlement, in connection with real estate, financial services, or in the 11 making of an appraisal have been brought against him or her within the 12 five-year period immediately preceding the date of application;

(j) Demonstrate character and general fitness such as to command theconfidence and trust of the public;

(k) Submit two copies of legible ink-rolled fingerprint cards or 15 16 equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form 17 approved by both the Nebraska State Patrol and the Federal Bureau of 18 Investigation. A fingerprint-based national criminal history record check 19 shall be conducted through the Nebraska State Patrol and the Federal 20 Bureau of Investigation with such record check to be carried out by the 21 22 Real Property Appraiser Board; and

(1) Within the twelve months following approval of the applicant's
education and experience by the Real Property Appraiser Board, pass a
certified general real property appraiser examination, approved by the
Appraiser Qualifications Board, prescribed by <u>rules and regulations</u> rule
or regulation of the Real Property Appraiser Board, and administered by a
contracted testing service.

(2) An appraiser holding a valid certified general real property
appraiser credential shall satisfy the requirements for the trainee real
property appraiser credential, licensed residential real property

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appraiser credential, and certified residential real property appraiser credential for a downgraded credential. If requested, evidence acceptable to the Real Property Appraiser Board concerning the experience shall be presented along with an application in the form of written reports or file memoranda.

6 (3) The scope of practice for the certified general real property 7 appraiser is the appraisal of all types of real property that appraiser 8 is competent to appraise.

9 Sec. 52. Section 76-2233, Revised Statutes Cumulative Supplement,
10 2014, is amended to read:

11 76-2233 (1) <u>A person</u> An individual currently credentialed to 12 appraise real estate and real property under the laws of another 13 jurisdiction may obtain a credential as a licensed residential real 14 property appraiser, a certified residential real property appraiser, or a 15 certified general real property appraiser by complying with all of the 16 provisions of the Real Property Appraiser Act relating to the appropriate 17 classification of credentialing.

18 (2) If, in the determination of the board, the applicant's 19 jurisdiction of practice specified in an application for credentialing 20 meets or exceeds the requirements of this state, and that jurisdiction is 21 determined to be in compliance with Title XI of the Financial 22 Institutions Reform, Recovery, and Enforcement Act of 1989, an applicant 23 of such jurisdiction may, through reciprocity, become credentialed under 24 the Real Property Appraiser Act.

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(3) To qualify for reciprocal credentialing, the applicant shall:

(a) Submit evidence of experience as prescribed by <u>rules and</u>
<u>regulations</u> <u>rule or regulation</u> of the board. The experience shall be
acceptable to the board and subject to review and determination as to
conformity with the Uniform Standards of Professional Appraisal Practice.
If requested, evidence acceptable to the board concerning the experience
shall be presented by the applicant in the form of written reports or

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1 file memoranda;

2 (b) Certify that disciplinary proceedings are not pending against
3 him or her in any jurisdiction or state the nature of any pending
4 disciplinary proceedings;

5 (c) Certify that he or she has not surrendered an appraiser 6 credential, or any other registration, license, or certification, held by 7 any other regulatory agency or in any other jurisdiction, in lieu of 8 disciplinary action pending or threatened within the five-year period 9 immediately preceding the date of application;

(d) Certify that his or her appraiser credential, or any other registration, license, or certification, held by any other regulatory agency or in any other jurisdiction, has not been revoked or suspended within the five-year period immediately preceding the date of application;

(e) Not have been convicted of, including a conviction based upon aplea of guilty or nolo contendere:

17 (i) Any felony or, if so convicted, has had his or her civil rights18 restored;

(ii) Any crime of fraud, dishonesty, breach of trust, money laundering, misrepresentation, or deceit involving real estate, financial services, or in the making of an appraisal within the five-year period immediately preceding the date of application; or

(iii) A crime which is related to the qualifications, functions, or
duties of a real property appraiser within the five-year period
immediately preceding the date of application;

(f) Certify that no civil judicial actions, including dismissal with settlement, in connection with real estate, financial services, or in the making of an appraisal have been brought against him or her within the five-year period immediately preceding the date of application;

30 (g) Demonstrate character and general fitness such as to command the 31 confidence and trust of the public;

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1 (h) Submit two copies of legible ink-rolled fingerprint cards or 2 equivalent electronic fingerprint submissions to the board for delivery 3 to the Nebraska State Patrol in a form approved by both the Nebraska 4 State Patrol and the Federal Bureau of Investigation. A fingerprint-based 5 national criminal history record check shall be conducted through the 6 Nebraska State Patrol and the Federal Bureau of Investigation with such 7 record check to be carried out by the board;

8 (i) Submit an irrevocable consent that service of process upon him 9 or her may be made by delivery of the process to the director of the 10 board if the plaintiff cannot, in the exercise of due diligence, effect 11 personal service upon the applicant in an action against the applicant in 12 a court of this state arising out of the applicant's activities as a real 13 property appraiser in this state; and

(j) Comply with such other terms and conditions as may be determinedby the board.

(4) The credential status of an applicant under this section,
 including current standing and any disciplinary action imposed against
 his or her credentials, shall be verified through the National Registry
 of the Appraisal Subcommittee of the Federal Financial Institutions
 Examination Council.

Sec. 53. Section 76-2233.01, Revised Statutes Cumulative Supplement,
2014, is amended to read:

76-2233.01 (1) A nonresident <u>currently credentialed to appraise</u> 23 24 real estate and real property under the laws of another jurisdiction may obtain a temporary credential as a licensed residential real property 25 appraiser, a certified residential real property appraiser, or 26 а certified general real property appraiser to engage in real property 27 28 appraisal activity perform a contract relating to the appraisal of real estate or real property in this state. 29

30 <u>(2)</u> To qualify for the issuance of a temporary credential, an 31 applicant shall:

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 $(a \pm)$ Submit an application on a form approved by the board;

(b) Submit a letter of engagement or a contract indicating the location of the appraisal assignment and completion date; 3

4 (c 2) Submit an irrevocable consent that service of process upon him or her may be made by delivery of the process to the director of the 5 board if the plaintiff cannot, in the exercise of due diligence, effect 6 7 personal service upon the applicant in an action against the applicant in a court of this state arising out of the applicant's activities in this 8 9 state;

10 $(\underline{d} 3)$ Submit evidence that he or she is credentialed as a licensed or certified appraiser of real estate and real property and is currently 11 12 in good standing in the jurisdiction of residency, along with his or her 13 social security number and such other information as the board may require; 14

(e 4) Certify that disciplinary proceedings are not pending against 15 the applicant in the applicant's state of domicile or in any jurisdiction 16 17 other jurisdiction or state the nature of any pending disciplinary 18 proceedings; and

(f = 5) Pay the appropriate an application fee in an amount 19 established by the board pursuant to section 76-2241. 20

(2) The credential status of an applicant under this section, 21 including current standing and any disciplinary action imposed against 22 his or her credentials, shall be verified through the National Registry 23 of the Appraisal Subcommittee of the Federal Financial Institutions 24 25 Examination Council.

(3) Application for a temporary credential is valid for one year 26 from the date application is made to the board or upon the expiration of 27 the assignment specified in the letter of engagement, whichever occurs 28 first. 29

(4) A temporary credential issued under this section shall be 30 expressly limited to a grant of authority to engage in real property 31

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<u>appraisal activity perform the appraisal work required for an assignment</u>
by the contract for appraisal services in this state. Each temporary
credential shall expire upon the completion of the <u>assignment</u> appraisal
work required by the contract for appraisal services or upon the
expiration of a period of six months from the date of issuance, whichever
occurs first. A temporary credential may be renewed for one additional
six-month period.

(5) Any person issued a temporary credential to engage in real 8 9 property appraisal activity in this state shall comply with all of the 10 provisions of the Real Property Appraiser Act relating to the appropriate classification of credentialing. The board may, upon its own motion, and 11 shall, upon the written complaint of any aggrieved person, cause an 12 13 investigation to be made with respect to an alleged violation of the act by a person who is engaged in, or who has engaged in, real property 14 appraisal activity as a temporary credential holder, and that person 15 shall be deemed a real property appraiser within the meaning of the act. 16

Sec. 54. Section 76-2233.02, Revised Statutes Cumulative Supplement,
2014, is amended to read:

19 76-2233.02 (1) A credential issued under the Real Property Appraiser Act other than a temporary credential shall remain in effect until 20 31 of the designated year unless surrendered, revoked, 21 December 22 suspended, or canceled prior to such date. To renew a valid credential, the credential holder shall file an application on a form approved by the 23 24 board and pay the appropriate prescribed renewal fee in an amount 25 established by the board pursuant to section 76-2241. The credential holder shall also pay the and a criminal history record check fee in an 26 amount established by the board pursuant to section 76-2241 for 27 28 maintenance of the random fingerprint audit program to the board not 29 later than November 30 of the designated year. A credential may be renewed for one year or two years. In every second year of the two-year 30 31 continuing education period renewal, as specified in section 76-2236,

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evidence of completion of continuing education requirements shall
 accompany renewal application or be on file with the board prior to
 renewal.

(2) The board shall establish a number of credential holders to be 4 selected at random to submit, along with the application for renewal, two 5 copies of legible ink-rolled fingerprint cards or equivalent electronic 6 fingerprint submissions to the board for delivery to the Nebraska State 7 Patrol in a form approved by both the Nebraska State Patrol and the 8 9 Federal Bureau of Investigation. A fingerprint-based national criminal history record check shall be conducted through the Nebraska State Patrol 10 and the Federal Bureau of Investigation with such record check to be 11 carried out by the board. 12

(3) If a credential holder fails to apply and meet the requirements 13 for renewal by November 30 of the designated year, such credential holder 14 may obtain a renewal of such credential by satisfying all of the 15 16 requirements for renewal and paying the appropriate a late processing fee in an amount established by the board pursuant to section 76-2241 if such 17 late renewal takes place prior to July 1 of the following year. A 18 credential holder selected at random to submit fingerprint cards or 19 equivalent electronic fingerprints that has applied and met all other 20 requirements for renewal prior to November 30 of the designated year 21 shall not pay a late processing fee if fingerprint cards or equivalent 22 23 electronic fingerprints are received prior to November 30 of the 24 designated year. If a credential holder that first obtained his or her credential at the current level on or after November 1 fails to apply and 25 meet the requirements for renewal by December 31 of the designated year, 26 such credential holder may obtain a renewal of such credential by 27 satisfying all the requirements for renewal and paying a late processing 28 fee if such late renewal takes place prior to July 1 of the following 29 <u>year.</u> The board may refuse to renew any credential if the credential 30 31 holder has continued to perform real property appraisal activities or

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other related activities in this state following the expiration of his or 1 2 her credential. If a credential is not renewed prior to July 1, a 3 credential holder shall reapply for credentialing and meet the current requirements in place at the time of application, except as provided in 4 section 55 of this act. 5 (1) A credential holder may request that his or her 6 Sec. 55. 7 credential be placed on inactive status for a period not to exceed two years. Such requests shall be submitted to the board on an application 8 9 form prescribed by the board. The payment of the appropriate fee in an 10 amount established by the board pursuant to section 76-2241 shall accompany all applications for requests of inactive status. 11 (2) A credential holder whose credential is placed on inactive 12 status shall not: 13 (a) Assume or use any title, designation, or abbreviation likely to 14 create the impression that such person holds an active credential issued 15 by the board; or 16 17 (b) Engage in appraisal practice or real property appraisal activity or act as a credentialed real property appraiser or real property 18 19 associate. (3) A credential holder whose credential is placed on inactive 20 status may make a request to the board that such credential be reinstated 21 22 to active status on an application form prescribed by the board. The payment of the appropriate fee in an amount established by the board 23 pursuant to section 76-2241 shall accompany all applications for 24 25 reinstatement of a credential. (4) A credential holder's application for reinstatement shall 26 include evidence that he or she has met the continuing education 27 requirements as specified in section 76-2236 while the credential was on 28 inactive status. 29 (5) If a credential holder's credential expires during the inactive 30

application for reinstatement. All requirements for renewal specified in
 section 76-2233.02 shall be met, except for the requirement to pay a late
 processing fee for applications received after November 30 of the
 designated year.
 (6) If a credential holder fails to reinstate his or her credential

6 to active status prior to the completion of the two-year period, his or 7 her credential will return to the status as if the credential was not 8 placed on inactive status. If a credential holder's credential is expired 9 at the completion of the two-year period, the credential holder shall 10 reapply for credentialing and meet the current requirements in place at 11 the time of application.

Sec. 56. Section 76-2236, Revised Statutes Cumulative Supplement,
2014, is amended to read:

76-2236 (1) Every credential holder shall furnish evidence to the 14 board that he or she has satisfactorily completed no fewer than twenty-15 eight hours of approved continuing education activities in each two-year 16 17 continuing education period. The continuing education period begins on January 1 of the next year for any credential holder who first obtained 18 19 his or her credential at the current level on or after July 1. Hours of satisfactorily completed approved continuing education activities cannot 20 21 be carried over from one two-year continuing education period to another. 22 Evidence of successful completion of such continuing education activities for the two-year continuing education period, including passing 23 24 examination if applicable, shall be submitted to the board in the manner 25 prescribed by the board. No continuing education activity shall be less than two hours in duration. A person who holds a temporary credential 26 does not have to meet any continuing education requirements in the Real 27 Property Appraiser Act. 28

(2) No more than fourteen hours of approved continuing education
 activities in each two-year continuing education period shall be taken
 online or by correspondence. All online courses shall conform to the

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1 Appraiser Qualifications Board's criteria.

2 (3) As prescribed by rules and regulations rule or regulation of the Real Property Appraiser Board and at least once every two years, the 3 4 seven-hour National Uniform Standards of Professional Appraisal Practice 5 Update Course as approved by the Appraiser Qualifications Board as of January 1, 2014, or the equivalent of the course as approved by the Real 6 7 Property Appraiser Board, shall be included in the continuing education requirement of each credential holder. The seven-hour National Uniform 8 9 Standards of Professional Appraisal Practice Update Course or an equivalent of the course as approved by the board shall: 10

11 (a) Be taken in a classroom and not online or by correspondence;

(b) Be approved by the board as a continuing education activity for
 the duration the course is approved by the Appraiser Qualifications Board
 as of January 1, 2014; and

(c) Be taught by an instructor certified by the Appraiser
Qualifications Board to teach the Uniform Standards of Professional
Appraisal Practice and who is a state-certified appraiser in good
standing.

(4) As prescribed by <u>rules and regulations rule or regulation</u> of the <u>Real Property Appraiser Board board</u> and at least once every four years, <u>but not more than every two years</u>, a seven-hour report writing update course, <u>as approved by the board</u>, shall be included in the continuing education requirement of each credential holder. <u>The seven-hour report</u> <u>writing update course shall be taken in a classroom and not online or by</u> correspondence.

26 (5) A continuing education activity conducted in another 27 jurisdiction in which the activity is approved to meet the continuing 28 education requirements for renewal of a credential in such other 29 jurisdiction shall be accepted by the board if that jurisdiction has 30 adopted and enforces standards for such continuing education activity 31 that meet or exceed the standards established by the Real Property 1 Appraiser Act and the rules and regulations of the board.

2 (6) The board may adopt a program of continuing education for
3 individual credentials as long as the program is compliant with the
4 Appraiser Qualifications Board's criteria specific to continuing
5 education.

(7 - 5) No more than fourteen hours may be approved by the Real 6 Property Appraiser Board board as continuing education in each two-year 7 continuing education period for participation, other than as a student, 8 9 in appraisal educational processes and programs, which includes teaching, program development, authorship of textbooks, or similar activities that 10 are determined by the board to be equivalent to obtaining continuing 11 education. Evidence of participation shall be submitted to the board upon 12 13 completion of the appraisal educational process or program. No preapproval will be granted for participation in appraisal educational 14 processes or programs. 15

(8 6) Qualifying education, as approved by the board, successfully
 completed by a credential holder to fulfill the class-hour requirement to
 upgrade to a higher classification than his or her current
 classification, shall be approved by the board as continuing education.

(9 7) Qualifying education, as approved by the board, taken by a
credential holder not to fulfill the class-hour requirement to upgrade to
a higher classification, shall be approved by the board as continuing
education if the credential holder completes the examination.

(10 8) A board-approved seven-hour supervisory appraiser and trainee course successfully completed by a certified real property appraiser for approval as a supervisory appraiser shall be approved by the board as continuing education no more than once during each two-year continuing education period.

(<u>11</u> 9) The Real Property Appraiser Board shall approve continuing
 education activities <u>and instructors</u> which it determines would protect
 the public by improving the competency of credential holders. Evidence of

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1 completion of such continuing education activities for the two-year
2 continuing education period may be submitted to the board as each
3 activity is completed. A person who holds a temporary or reciprocal
4 credential shall not have to meet any continuing education requirements
5 in this state.

Sec. 57. Section 76-2229, Revised Statutes Cumulative Supplement,
2014, is amended to read:

8 <u>76-2229</u> (1)<u>(a)</u> No person other than a registered real property 9 <u>associate</u> appraiser shall assume or use the title registered real 10 property <u>associate</u> appraiser or any title, designation, or abbreviation 11 likely to create the impression of credentialing as a registered real 12 property <u>associate</u> appraiser by this state.

13 (b) No person other than a licensed residential real property 14 appraiser shall assume or use the title licensed residential real 15 property appraiser or any title, designation, or abbreviation likely to 16 create the impression of credentialing as a licensed residential real 17 property appraiser by this state.

18 (c) No person other than a certified residential real property 19 appraiser shall assume or use the title certified residential real 20 property appraiser or any title, designation, or abbreviation likely to 21 create the impression of credentialing as a certified residential real 22 property appraiser by this state.

23 (d) No person other than a certified general real property appraiser 24 shall assume or use the title certified general real property appraiser 25 or any title, designation, or abbreviation likely to create the 26 impression of credentialing as a certified general real property 27 appraiser by this state.

(e) No person other than a trainee real property appraiser shall
 assume or use the title trainee real property appraiser or any title,
 designation, or abbreviation likely to create the impression of
 credentialing as a trainee real property appraiser by this state.

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1 (2) A real property appraiser shall state whether he or she is a 2 registered real property appraiser, licensed residential real property 3 appraiser, certified residential real property appraiser, certified 4 general real property appraiser, or trainee real property appraiser<u>and</u> 5 <u>include his or her board-issued credential number</u> whenever he or she 6 identifies himself or herself as a real property appraiser, including on 7 all reports which are signed individually or as cosigner.

8 (<u>3</u> 2) The terms <u>real property associate</u> registered real property 9 appraiser, licensed residential real property appraiser, certified 10 residential real property appraiser, certified general real property appraiser, and trainee real property appraiser may only be used to refer 11 to a person who is credentialed as such under the Real Property Appraiser 12 13 Act and may not be used following or immediately in connection with the 14 name or signature of a corporation, partnership, limited partnership, limited liability company, firm, or group or in such manner that it might 15 16 be interpreted as referring to a corporation, partnership, <u>limited</u> 17 partnership, limited liability company, firm, or group or to anyone other than the credential holder. This subsection requirement shall not be 18 19 construed to prevent a credential holder from signing a an appraisal report on behalf of a corporation, partnership, limited partnership, 20 limited liability company, firm, or group if it is clear that only the 21 person individual holds the credential and that the corporation, 22 23 partnership, <u>limited partnership</u>, limited liability company, firm, or 24 group does not.

Sec. 58. Section 76-2237, Revised Statutes Cumulative Supplement,
26 2014, is amended to read:

76-2237 Each credential holder shall comply with the Uniform
 Standards of Professional Appraisal Practice. The board may shall adopt
 and promulgate rules and regulations which conform to assist in the
 <u>enforcement of the Uniform Standards of Professional Appraisal Practice.</u>
 The board shall review such rules and regulations annually. A copy of

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each such rule or regulation shall be transmitted electronically to each
 credential holder and shall be made available on the board's web site.

3 Sec. 59. Section 76-2238, Revised Statutes Cumulative Supplement,
4 2014, is amended to read:

5 76-2238 The following acts and omissions shall be considered grounds
6 for disciplinary action or denial of an application by the board:

7 (1) <u>Failure</u> Failing to meet the minimum qualifications for
8 credentialing established by or pursuant to the Real Property Appraiser
9 Act;

10 (2) Procuring or attempting to procure a credential under the act by 11 knowingly making a false statement, submitting false information, or 12 making a material misrepresentation in an application filed with the 13 board or procuring or attempting to procure a credential through fraud or 14 misrepresentation;

(3) Paying money or other valuable consideration other than the fees
provided for by the act to any member or employee of the board to procure
a credential;

(4) An act or omission involving real estate or appraisal practice
which constitutes dishonesty, fraud, or misrepresentation with or without
the intent to substantially benefit the credential holder or another
person or with the intent to substantially injure another person;

(5) <u>Failure</u> Failing to demonstrate character and general fitness
 such as to command the confidence and trust of the public;

(6) Conviction, including a conviction based upon a plea of guilty
or nolo contendere, of any felony unless his or her civil rights have
been restored;

(7) Entry of a final civil or criminal judgment against a credential
holder, including dismissal with settlement, on grounds of fraud,
dishonesty, breach of trust, money laundering, misrepresentation, or
deceit involving real estate, financial services, or in the making of an
appraisal;

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(8) Conviction, including a conviction based upon a plea of guilty
 or nolo contendere, of a crime which is related to the qualifications,
 functions, or duties of a real property appraiser;

4 (9) <u>Performing services as a credentialed real property appraiser or</u>
5 <u>a credentialed real property associate</u> Engaging in the business of real
6 <u>property appraising</u> under an assumed or fictitious name;

7 (10) Paying a finder's fee or a referral fee to any person in 8 connection with the appraisal of real estate or real property, except 9 that an intracompany payment for business development shall not be 10 considered to be unethical or a violation of this subdivision;

(11) Making a false or misleading statement in that portion of a
 written appraisal report that deals with professional qualifications or
 in any testimony concerning professional qualifications;

(12) Any violation of the act or any <u>rules and regulations</u> rule or
 regulation adopted and promulgated pursuant to the act;

16 (13) Violation of the confidential nature of any information to
17 which a credential holder gained access through employment for evaluation
18 assignments or valuation assignments;

19 (14) Acceptance of a fee for performing a real property appraisal 20 valuation assignment or evaluation assignment when the fee is or was 21 contingent upon (a) the real property appraiser reporting a predetermined 22 analysis, opinion, or conclusion, (b) the analysis, opinion, conclusion, 23 or valuation reached, or (c) the consequences resulting from the 24 appraisal;

(15) Failure or refusal to exercise reasonable diligence in
 developing an appraisal, preparing <u>a</u> an <u>appraisal</u> report, or
 communicating an appraisal;

(16) Negligence or incompetence in developing an appraisal,
 preparing <u>a an appraisal</u> report, or communicating an appraisal, including
 failure to follow the standards and ethical rules adopted by the board;

(17) Failure to maintain, or to make available for inspection and

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1 copying, records required by the board;

2 (18) Demonstrating negligence, incompetence, or unworthiness to act 3 as <u>a real property an appraiser or real property associate</u>, whether of 4 the same or of a different character as otherwise specified in this 5 section;

6 (19) Suspension or revocation of an appraisal credential or a 7 license in another regulated occupation, trade, or profession in this or 8 any other jurisdiction or disciplinary action taken by another 9 jurisdiction that limits the real property appraiser's ability to engage 10 in real property appraisal activity jurisdiction;

11 (20) Failure to renew or surrendering an appraisal credential or any 12 other registration, license, or certification held by any other 13 regulatory agency or in any other jurisdiction in lieu of disciplinary 14 action pending or threatened;

15 (21) Failure to report disciplinary action taken against an
 appraisal credential or any other registration, license, or certification
 held for any other regulatory agency or in any other jurisdiction within
 sixty days of receiving notice of such disciplinary action;

19 (<u>22</u> 20) Failure to comply with terms of a consent agreement or
 20 settlement agreement;

(<u>23</u> 21) Failure to submit or produce books, records, documents,
 workfiles work files, appraisal reports, or other materials requested by
 the board concerning any matter under investigation;

(<u>24</u> 22) Failure of an <u>education</u> educational provider to produce
 records, documents, reports, or other materials, including, but not
 limited to, required student attendance reports, to the board;

27 (25) Knowingly offering or attempting to offer a qualifying or 28 continuing education course or activity as being approved by the board to 29 an appraiser credentialed under the Real Property Appraiser Act, or an 30 applicant, without first obtaining approval of the activity from the 31 board, except for courses required by an accredited degree-awarding <u>college or university for completion of a degree in real estate, if the</u>
 <u>college or university had its curriculum approved by the Appraiser</u>
 Qualifications Board as gualifying education;

4 (<u>26</u> 23) Presentation to the <u>Real Property Appraiser Board</u> board of 5 any check which is returned to the State Treasurer unpaid, whether 6 payment of fee is for an initial or renewal credential or for 7 examination; and

8

(<u>27</u> 24) Failure to pass the examination.

9 Sec. 60. Section 76-2239, Reissue Revised Statutes of Nebraska, is 10 amended to read:

76-2239 (1) The board may, upon its own motion, and shall, upon the 11 written complaint of any aggrieved person, cause an investigation to be 12 made with respect to an alleged violation of the Real Property Appraiser 13 Act by any credential holder or applicant for credentialing under the 14 15 act. The board may revoke or suspend the credential or otherwise discipline a credential holder, revoke or suspend a qualifying or 16 17 continuing education course or activity, or deny any application, or issue a cease and desist order for any violation of the Real Property 18 19 Appraiser Act. Any disciplinary action taken against a credentialed real property appraiser, including any action that limits a credentialed real 20 property appraiser's ability to practice, shall be reported to federal 21 22 authorities as required by Title XI of the Financial Institutions Reform, Recovery, and Enforcement Act of 1989 of the acts or omissions set forth 23 24 in section 76-2238. Violation of the act or the rules and regulations 25 during a period of probation shall cause immediate execution of a suspension penalty. Upon receipt of information indicating that a person 26 credential holder may have violated any provision of the Real Property 27 28 Appraiser Act act, the board shall make an investigation of the facts to determine whether or not there is evidence of a violation. If technical 29 assistance is required, the board may contract with or use qualified 30 31 persons individuals or companies.

1 (2)(a) If an investigation indicates that a <u>person credential holder</u> 2 may have violated a provision of the act, the board may offer the <u>person</u> 3 credential holder an opportunity to voluntarily and informally discuss 4 the alleged violation before the board. The board may enter into consent 5 agreements or negotiate settlements.

6 (b) If an investigation indicates that a person not holding a 7 credential under the act has violated a provision of the act, the board 8 may issue a cease and desist order or refer the investigation to the 9 appropriate county attorney for the consideration of formal charges.

(c) If an investigation indicates that a credential holder has 10 violated a provision of the act, a formal complaint shall be prepared by 11 the board and served upon the credential holder. The complaint shall 12 require the credential holder to file an answer within thirty days of the 13 date of service. In responding to a complaint, the credential holder may 14 admit the allegations of the complaint, deny the allegations of the 15 16 complaint, or plead otherwise. Failure to make a timely response shall be 17 deemed an admission of the allegations of the complaint. Upon receipt of an answer to the complaint, the director or chairperson of the board 18 19 shall set a date, time, and place for an administrative hearing on the complaint. The date of the hearing shall not be less than thirty nor more 20 than one hundred twenty days from the date that the answer is filed 21 22 unless such date is extended for good cause.

Sec. 61. Section 76-2241, Revised Statutes Cumulative Supplement,
24 2014, is amended to read:

76-2241 (1) The board shall charge and collect appropriate fees for
 its services under the Real Property Appraiser Act as follows:

27 (<u>a</u> 1) <u>A credential</u> An application fee of <u>no more than</u> one hundred
 28 fifty dollars;

29 (\underline{b} 2) An examination fee of no more than three hundred dollars. The 30 board may direct applicants to pay the fee directly to a third party who 31 has contracted to administer the examination;

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1 (<u>c</u> 3) An initial and renewal credentialing fee, other than temporary 2 credentialing, of no more than three hundred dollars;

3 (<u>d</u> 4) A late processing fee of <u>no more than</u> twenty-five dollars for
4 each month or portion of a month the fee is late;

5 (<u>e</u> 5) A temporary credential application fee for a licensed
6 residential real property appraiser, a certified residential real
7 property appraiser, or a certified general real property appraiser of no
8 more than one hundred dollars;

9 (<u>f</u> 6) A <u>temporary credentialing</u> pocket card fee of no more than 10 fifty dollars for a licensed residential real property appraiser, 11 certified residential real property appraiser, or certified general real 12 property appraiser holding a temporary credential under the act;—and

13 (g) An inactive credential application fee for a licensed 14 residential real property appraiser, a certified residential real 15 property appraiser, or a certified general real property appraiser of no 16 more than one hundred dollars;

17 (h) An inactive credentialing fee of no more than three hundred 18 dollars;

19 (i) A duplicate proof of credentialing fee of no more than twenty-20 five dollars;

21 (j) A certificate of good standing fee of no more than ten dollars;
22 and

23 (<u>k</u> 7) A criminal history record check fee of no more than one 24 hundred dollars.

25 (2) All fees for credentialing through reciprocity shall be the same
26 as those paid by others pursuant to this section.

27 <u>(3)</u> In addition to the fees set forth in this section, the board may 28 collect and transmit to the appropriate federal authority any fees 29 established under the provisions of the Financial Institutions Reform, 30 Recovery, and Enforcement Act of 1989. The board may establish such fees 31 as it deems appropriate for special examinations and other services

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1 provided by the board.

2 (4) All fees and other revenue collected pursuant to the Real
3 Property Appraiser Act shall be remitted by the board to the State
4 Treasurer for credit to the Real Property Appraiser Fund.

5 Sec. 62. Section 76-2242, Reissue Revised Statutes of Nebraska, is 6 amended to read:

7 76-2242 (1) The board shall provide to each credential holder proof 8 that such person has been credentialed under the Real Property Appraiser 9 Act for the classification requirements set forth in the act. The board 10 <u>may shall</u> also issue a <u>credentialing</u> pocket card in such size and form as 11 it may approve.

12 (2) The board may, upon payment of the appropriate fee in an amount
 13 established by the board pursuant to section 76-2241, issue duplicate
 14 proof that such person has been credentialed under the act.

15 (2) Each credential issued under the act shall designate the
 principal place of business of the credential holder.

17 (3) Proof of credentialing and pocket cards issued by the board
18 shall remain the property of the state, and upon surrender, cancellation,
19 suspension, or revocation, any person holding the documents shall
20 immediately return such documents to the board.

21 Sec. 63. Section 76-2243, Reissue Revised Statutes of Nebraska, is 22 amended to read:

76-2243 Nothing contained in the Real Property Appraiser Act shall be deemed to prohibit any credential holder under the act from engaging in <u>appraisal practice</u> the practice of real property appraising as a professional corporation in accordance with the Nebraska Professional Corporation Act.

28 Sec. 64. Section 76-2244, Reissue Revised Statutes of Nebraska, is 29 amended to read:

30 76-2244 Each resident credential holder shall designate <u>in the</u>
 31 <u>manner prescribed by the board</u> and maintain a principal place of business

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and shall conspicuously display his or her proof of credentialing in such place of business. Upon any change of his or her principal place of business, a resident or nonresident credential holder shall promptly give notice thereof in writing to the board and the board shall issue a new proof of credentialing for the unexpired term. A nonresident shall not be required to maintain a place of business in this state if he or she maintains an active place of business in his or her place of domicile.

8 Sec. 65. Section 76-2245, Reissue Revised Statutes of Nebraska, is9 amended to read:

10 76-2245 No person engaged in real property appraisal activities in this state or acting in the capacity of a real property appraiser or real 11 property associate in this state may bring or maintain any action in any 12 13 court of this state to collect compensation for the performance of valuation services real property appraisal activities for 14 which credentialing is required by the Real Property Appraiser Act without 15 alleging and proving that he or she was duly credentialed under the act 16 17 in this state at all times during the performance of such services 18 activities.

Sec. 66. Section 76-2246, Reissue Revised Statutes of Nebraska, isamended to read:

76-2246 Any person required to be credentialed by the Real Property 21 Appraiser Act who engages in real property appraisal activity or who 22 advertises or holds himself or herself out to the general public as a 23 24 real property appraiser or real property associate in this state without obtaining proper credentialing under the act shall be guilty of a Class 25 III misdemeanor and shall be ineligible to apply for credentialing under 26 the act for a period of one year from the date of his or her conviction 27 28 of such offense. The board may, in its discretion, credential such person within such one-year period upon application and after an administrative 29 hearing. 30

31 Sec. 67. Section 76-2247.01, Reissue Revised Statutes of Nebraska,

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1 is amended to read:

2 76-2247.01 (1) A person may retain or employ a real property 3 appraiser or real property associate credentialed under the Real Property 4 Appraiser Act to perform valuation provide appraisal services, including, but not limited to, valuation assignments and consulting services. In 5 each case, the valuation services, including any appraisal, appraisal 6 7 review, and the appraisal report, shall comply with the Real Property Appraiser Act and the Uniform Standards of Professional Appraisal 8 9 Practice.

10 (2) In a valuation assignment, the real property appraiser shall remain an impartial, disinterested third party. When providing an 11 <u>evaluation assignment</u> a consulting service, the real property appraiser 12 13 may respond complete the evaluation assignment in a manner that responds to a client's stated objective but shall also remain an impartial, 14 15 disinterested third party. Compensation of a real property appraiser for either a valuation assignment or consulting service shall not be 16 17 contingent upon the real property appraiser reporting a predetermined 18 analysis, opinion, or conclusion reached or upon the results achieved.

19 Whenever, in the judgment of the board, any person has Sec. 68. engaged or is about to engage in any acts or practices which constitute 20 or will constitute a violation of the Real Property Appraiser Act, the 21 22 Attorney General may maintain an action in the name of the State of 23 Nebraska, in the district court of the county in which such violation or 24 threatened violation occurred, to abate and temporarily and permanently enjoin such acts and practices and to enforce compliance with the act. 25 The plaintiff shall not be required to give any bond nor shall any court 26 27 costs be adjudged against the plaintiff.

Sec. 69. Section 76-2249, Revised Statutes Cumulative Supplement,
2014, is amended to read:

30 76-2249 (1) The board may prepare a printed directory showing the
 31 name and place of business of credential holders under the Real Property

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Appraiser Act which may be made available on the board's web site.
Printed copies . Copies of the directory shall be made available to the
public at such reasonable price per copy as may be fixed by the board.
The directory and shall be provided to federal authorities as required by
the Financial Institutions Reform, Recovery, and Enforcement Act of 1989.

(2) The board shall provide without charge to any credential holder 6 7 under the Real Property Appraiser Act a set of rules and regulations adopted and promulgated by the board and any other information which the 8 9 board deems important in the area of real property appraisal in this state the State of Nebraska. The information may be made available 10 electronically or printed in a booklet, a pamphlet, or any other form the 11 board determines appropriate. The board may update such material as often 12 13 as it deems necessary. The board may provide such material to any other person upon request and may charge a fee for the material. The fee shall 14 be reasonable and shall not exceed any reasonable or necessary costs of 15 producing the material for distribution. 16

Sec. 70. Section 76-2250, Reissue Revised Statutes of Nebraska, is amended to read:

19 76-2250 The board may, upon payment of <u>the appropriate</u> a fee in an 20 amount <u>established by the board pursuant to section 76-2241</u> specified in 21 <u>its rules and regulations</u>, issue a certificate of good standing to any 22 credential holder under the Real Property Appraiser Act who is in good 23 standing in this state.

24 Sec. 71. <u>Beginning on the effective date of this act, there shall</u> 25 <u>be a one-year moratorium on enforcement action by the board involving</u> 26 <u>mass appraisals conducted under the authority of any county assessor by</u> 27 <u>employees or independent contractors.</u>

Sec. 72. Section 76-3202, Revised Statutes Cumulative Supplement,
29 2014, is amended to read:

30 76-3202 For purposes of the Nebraska Appraisal Management Company
 31 Registration Act:

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(1) Appraisal has the same meaning as in section 76-2204;

2 (2) Appraisal Foundation has the same meaning as in section 76-2205; (3) Appraisal management company means, in connection with valuing 3 4 real property collateralizing mortgage loans, mortgages, or trust deeds 5 incorporated into a securitization, any external third party that oversees a network or panel of more than fifteen certified or licensed 6 7 appraisers in this state or twenty-five or more certified or licensed appraisers nationally within a given year and that is authorized, either 8 9 by a creditor of a consumer credit transaction secured by a consumer's principal dwelling or by an underwriter of or other principal in the 10 secondary mortgage markets: 11

12

(a) To recruit, select, and retain appraisers;

(b) To contract with certified or licensed appraisers to perform
real property appraisal activity;

(c) To manage the process of having an appraisal performed, 15 16 including providing administrative duties such as receiving appraisal orders and appraisal reports, submitting completed appraisal reports to 17 underwriters, collecting fees 18 creditors and from creditors and underwriters for appraisal services provided, and reimbursing appraisers 19 for appraisal services performed; or 20

21 (d) To review and verify the work of appraisers;

(4) Appraisal practice has the same meaning as in section76-2205.01;

24

(5) Appraisal report has the same meaning as in section 76-2206;

 $(5 \ 6)$ Appraisal review means the act or process of developing and communicating an opinion about the quality of another appraiser's work that was performed as part of a real property appraisal activity, except that a quality control examination of <u>a</u> an appraisal report shall not be an appraisal review;

30 ($\underline{6}$ 7) Appraisal services means residential valuation assignments 31 performed by an individual acting as an appraiser, including, but not

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1 limited to, appraisal, <u>or appraisal review</u>, or consulting services;

2 (<u>7</u> 8) Appraiser means an individual who holds a license or
3 certification as an appraiser and is expected to perform valuation
4 assignments competently and in a manner that is independent, impartial,
5 and objective;

6 (<u>8</u> 9) Appraiser panel means a group of licensed or certified
7 independent appraisers that have been selected to perform appraisal
8 services for a third party;

9 (9 ± 10) Board means the Real Property Appraiser Board;

10 (11) Consulting service has the same meaning as in section 11 76-2211.01;

12 (<u>10</u> 12) Controlling person means:

(a) An officer or director of, or owner of greater than a ten
percent interest in, a corporation, partnership, or other business entity
seeking to act or acting as an appraisal management company in this
state;

(b) An individual employed, appointed, or authorized by an appraisal management company that has the authority to enter into a contractual relationship with other persons for the performance of services requiring registration as an appraisal management company and that has the authority to enter into agreements with appraisers for the performance of appraisals; or

(c) An individual who possesses, directly or indirectly, the power
to direct or cause the direction of the management or policies of an
appraisal management company;

(<u>11</u> 13) Federal financial institution regulatory agency means the
 Board of Governors of the Federal Reserve System, the Federal Deposit
 Insurance Corporation, the Office of the Comptroller of the Currency, the
 Office of Thrift Supervision, the National Credit Union Administration,
 or the successor of any of such agencies;

31 (<u>12</u> 14) Federally related transaction means any real estate-related

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1 financial transaction which:

2 (a) A federal financial institution regulatory agency or the
3 Resolution Trust Corporation engages in, contracts for, or regulates; and
4 (b) Requires the services of an appraiser;

5 (<u>13</u> 15) Owned and controlled means direct or indirect ownership or
6 control of more than twenty-five percent of the voting shares of an
7 appraisal management company;

8 (<u>14</u> 16) Person means an individual, firm, partnership, limited 9 partnership, limited liability company, association, corporation, or 10 other group engaged in joint business activities, however organized;

11 (<u>15</u> 17) Quality control examination means an examination of <u>a</u> an 12 appraisal report for compliance and completeness, including grammatical, 13 typographical, or other similar errors;

(<u>16</u> 18) Real estate has the same meaning as in section 76-2214;

15 (<u>17</u> 19) Real estate-related financial transaction means any 16 transaction involving:

(a) The sale, lease, purchase, investment in, or exchange of real
property, including interests in real property or the financing thereof;
(b) The refinancing of real property or interests in real property;

20 or

14

(c) The use of real property or interests in real property as
 security for a loan or investment, including mortgage-backed securities;

(<u>18</u> 20) Real property has the same meaning as in section <u>28 of this</u>
 <u>act</u> 76-2217;

25 (<u>19</u> 21) Real property appraisal activity has the same meaning as in 26 section 76-2215;

27 (20 22) Relocation management company means a business entity in 28 which the preponderance of its business services include relocation of 29 employees as an agent or contracted service provider to the employer for 30 the purposes of determining an anticipated sales price for the residence 31 of an employee being relocated by the employer;

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1 (21) Report has the same meaning as in section 32 of this act;

2 (<u>22</u> 23) Uniform Standards of Professional Appraisal Practice has the
3 same meaning as in section <u>36 of this act</u> 76-2213.01; and

4 (<u>23</u> 24) Valuation assignment has the same meaning as in section
5 76-2219.

Sec. 73. Section 76-3204, Revised Statutes Cumulative Supplement,
2014, is amended to read:

8 76-3204 The Nebraska Appraisal Management Company Registration Act9 does not apply to:

10 (1) A person that exclusively employs persons for the performance of 11 appraisal services. The employer is responsible for ensuring that the 12 appraisal services are performed by employees in accordance with the 13 Uniform Standards of Professional Appraisal Practice;

(2) An appraisal management company that is owned and controlled by
a financial institution regulated by a federal financial institution
regulatory agency;

(3) An appraiser that enters into an agreement, written or oral, with an appraiser for the performance of appraisal services if upon the completion of the appraisal services the appraisal report is signed by both the appraiser who completed the appraisal services and the appraiser who requested the appraisal services; or

22 (4) A relocation management company.

Sec. 74. Section 76-3208, Revised Statutes Cumulative Supplement,
24 2014, is amended to read:

25 76-3208 An appraisal management company that applies to the board 26 for a registration to do business in this state as an appraisal 27 management company shall not:

(1) Knowingly employ any individual to perform appraisal services
who has had a license or certificate to act as an appraiser in this state
or in any other state refused, denied, canceled, surrendered in lieu of
revocation, or revoked;

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1 (2) Knowingly enter into any independent contractor arrangement to 2 perform appraisal services, whether in verbal, written, or other form, 3 with any individual who has had a license or certificate to act as an 4 appraiser in this state or in any other state refused, denied, canceled, 5 surrendered in lieu of revocation, or revoked; or

6 (3) Knowingly prohibit an appraiser from including within the body 7 of <u>a an appraisal</u> report that is submitted by the appraiser to the 8 appraisal management company or its assignee the fee that the appraiser 9 was paid by the appraisal management company for the performance of the 10 appraisal report.

Sec. 75. Section 76-3213, Revised Statutes Cumulative Supplement, 2014, is amended to read:

13 76-3213 An appraisal management company may not alter, modify, or 14 otherwise change a completed appraisal report submitted by an appraiser 15 without the appraiser's written consent.

Sec. 76. Section 76-3215, Revised Statutes Cumulative Supplement, 2014, is amended to read:

18 76-3215 (1) Each appraisal management company registered in this 19 state, except in cases of noncompliance with the conditions of the 20 engagement, shall make payment of fees to an appraiser for the completion 21 of an appraisal or valuation assignment within sixty days after the date 22 on which the appraiser transmits or otherwise provides the completed 23 appraisal report or valuation assignment to the appraisal management 24 company or its assignee.

(2) Except within the first ninety days after an appraiser is first added to the appraiser panel of an appraisal management company, an appraisal management company may not remove the appraiser from the appraiser panel of the appraisal management company or otherwise refuse to assign requests for appraisal services to an appraiser on the appraiser panel without:

31 (a) Notifying the appraiser in writing of the reasons why the

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appraiser is being removed from the appraiser panel of the appraisal
 management company; and

3 (b) Providing an opportunity for the appraiser to respond to the4 notification from the appraisal management company.

5 (3) An appraiser who is removed from the appraiser panel of an 6 appraisal management company may file a complaint with the board for a 7 review of the decision of the appraisal management company. The scope of 8 the board's review in any such case is limited to determining that the 9 appraisal management company has complied with subsection (2) of this 10 section and whether a violation of the Real Property Appraiser Act has 11 occurred.

12 (4) If an appraiser files a complaint against an appraisal 13 management company pursuant to subsection (3) of this section, the board 14 shall adjudicate the complaint within one hundred eighty days after the 15 filing of the complaint.

16 (5) If, after opportunity for hearing and review, the board 17 determines that an appraisal management company acted improperly in 18 removing the appraiser from the appraiser panel, the board shall:

19 (a) Provide written findings to the involved parties;

(b) Provide an opportunity for the appraisal management company andthe appraiser to respond to the findings; and

22 (c) Make recommendations for action.

Original sections 76-2204, 76-2205, 76-2205.01, 76-2208, 23 Sec. 77. 24 76-2210, 76-2210.01, 76-2210.02, 76-2211.02, 76-2212, 76-2215, 76-2217, 25 76-2218, 76-2219, 76-2220, 76-2222, 76-2239, 76-2242, 76-2243, 76-2244, 76-2245, 76-2246, 76-2247.01, and 76-2250, Reissue Revised Statutes of 26 27 Nebraska, and sections 76-2201, 76-2202, 76-2203, 76-2206, 76-2210.03, 28 76-2211, 76-2212.01, 76-2212.02, 76-2212.03, 76-2213, 76-2213.01, 76-2216, 76-2217.04, 76-2221, 76-2223, 76-2227, 76-2228, 29 76-2228.01, 76-2228.02, 76-2229, 76-2230, 76-2231.01, 76-2232, 76-2233, 76-2233.01, 30 76-2233.02, 76-2236, 76-2237, 76-2238, 76-2241, 76-2249, 31 76-3202,

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76-3204, 76-3208, 76-3213, and 76-3215, Revised Statutes Cumulative
 Supplement, 2014, are repealed.

3 Sec. 78. The following sections are outright repealed: Sections 4 76-2211.01 and 76-2217.01, Reissue Revised Statutes of Nebraska, and 5 section 76-2229.01, Revised Statutes Cumulative Supplement, 2014.