

**H B**

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# SENATE FINANCE COMMITTEE REPORT

DATE: 4/25/90

FURTHER:

DATE TURNED INTO OFFICE: 5/5/90

The Finance Committee considered CSHB 523 (Finance)

"An Act relating to certification of real estate appraisers; and providing for an effective date."

and recommended:

- |                          |                                |                          |                                  |
|--------------------------|--------------------------------|--------------------------|----------------------------------|
| <input type="checkbox"/> | replace with _____ CS _____    | <input type="checkbox"/> | same title                       |
| <input type="checkbox"/> | or adopt _____ CS _____        | <input type="checkbox"/> | new title                        |
| <input type="checkbox"/> | attached amendment(s)          | <input type="checkbox"/> | technical title change (HB only) |
| <input type="checkbox"/> | _____ letter of intent adopted |                          |                                  |

do pass

do not pass

no recommendation

individual recommendations

further referral to \_\_\_\_\_

ATTACHES NEW FISCAL NOTE(S):

Dept/Date:

fiscal note(s) \_\_\_\_\_

zero fiscal note(s) SFC/DCED

5/5/90

APPROVES PREVIOUS:

Dept/Date:

fiscal note(s) \_\_\_\_\_

zero fiscal note(s) \_\_\_\_\_

appropriation-no fiscal note

SIGNING DO PASS:

*Peace*

OTHER RECOMMENDATIONS:

1. *[Signature]* DO PASS

2. *[Signature]* (Self NO PASS)

Co-Chairs: Signatures and Recommendations

**FISCAL NOTE**

**REQUEST:**

Revision Date: \_\_\_\_\_  
Title: Certification of real  
estate appraisers  
Sponsor: Rep. Navarre  
Requestor: Senate Finance

Agency Affected: Commerce & Economic Dev.  
BRU: Occupational Licensing  
Components: \_\_\_\_\_

**EXPENDITURES/REVENUES:** (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

<b>CAPITAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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<b>REVENUE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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**FUNDING:** (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**POSITIONS:**

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

**ANALYSIS :** (Attach a separate page if necessary)

Prepared by: Senator Rick Uehling, Co-chairman  
Division: Senate Finance Committee

Phone: 465-4821  
Date: May 5, 1990

Approved by Commissioner: \_\_\_\_\_ Date: \_\_\_\_\_  
Agency: \_\_\_\_\_

Distribution (by preparer):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

Adopted

Original sponsor(s): REP. NAVARRE, Swackhammer, Sharp

1 IN THE HOUSE BY THE FINANCE COMMITTEE  
2 CS FOR HOUSE BILL NO. 523 (Finance)  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 SIXTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to certification of real estate  
7 appraisers; and providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 08 is amended by adding a new chapter to read:

10 CHAPTER 87. REAL ESTATE APPRAISERS.

11 ARTICLE 1. BOARD OF CERTIFIED REAL ESTATE APPRAISERS.

12 Sec. 08.87.010. BOARD CREATED. There is created in the Depart-  
13 ment of Commerce and Economic Development the Board of Certified Real  
14 Estate Appraisers. The board is composed of five members appointed by  
15 the governor. At least one member shall be a person licensed under  
16 this chapter as a general real estate appraiser, at least one member  
17 shall be a person licensed under this chapter as a residential real  
18 estate appraiser, at least one member shall be an executive in a  
19 mortgage banking entity, and at least one member shall represent the  
20 public. The board shall elect a chair from among its membership.

21 Sec. 08.87.020. POWERS AND DUTIES OF BOARD. In addition to the  
22 powers and duties conferred on the board by AS 08.01, the board shall

23 (1) establish the examination specifications for certifica-  
24 tion as a general real estate appraiser and as a residential real  
25 estate appraiser;

26 (2) adopt rules of professional conduct to establish and  
27 maintain a high standard of integrity in the real estate appraisal  
28 profession; and

29 (3) adopt regulations necessary to carry out the purposes

1 of this chapter.

2 ARTICLE 2. CERTIFICATION.

3 Sec. 08.87.100. CERTIFICATE REQUIRED. A person is guilty of a  
4 class B misdemeanor who

5 (1) does not hold a certificate issued by the board, whose  
6 certificate is suspended or revoked, or whose certificate has lapsed,  
7 and holds out as a certified real estate appraiser in any way, orally  
8 or in writing, directly or by implication; or

9 (2) is certified as a residential real estate appraiser and  
10 holds out as certified to appraise real estate other than

11 (A) residential real property of four or fewer units;

12 or

13 (B) residential real property of 12 or fewer units  
14 when a net income capitalization analysis is not required by the  
15 terms of the appraisal assignment and a secondary mortgage market  
16 form is used.

17 Sec. 08.87.110. REAL ESTATE APPRAISER CERTIFICATE. (a) The  
18 board shall issue a general real estate appraiser certificate to a  
19 person who presents evidence satisfactory to the board that the person

20 (1) has successfully completed 150 or more classroom hours  
21 of instruction in subjects related to real estate appraisal from an  
22 appraisal organization or academic institution approved by the board;

23 (2) has successfully completed 15 classroom hours of in-  
24 struction related to standards of professional practice as a real  
25 estate appraiser;

26 (3) has within the seven years immediately preceding the  
27 filing of the application for certification four years of experience  
28 in real property appraisal or three years of experience as a regis-  
29 tered trainee under AS 08.87.310;

1                   (4) successfully completes an examination prescribed by the  
2 board;

3                   (5) has not been convicted of a crime involving moral  
4 turpitude; and

5                   (6) has paid the required fees.

6                   (b) The board shall issue a residential real estate appraiser  
7 certificate to a person who presents evidence satisfactory to the  
8 board that the person

9                   (1) meets the requirements of (a)(2) and (4) - (6) of this  
10 section;

11                   (2) has successfully completed 60 hours of classroom in-  
12 struction in subjects related to residential real estate appraisal  
13 from an appraisal organization or academic institution approved by the  
14 board; and

15                   (3) has within the five years immediately preceding the  
16 filing of the application for certification three years of experience  
17 in real property appraisal or two years of experience as a registered  
18 trainee under AS 08.87.310.

19                   (c) Notwithstanding (a) and (b) of this section, the board  
20 shall, without requiring the examination specified in (a)(4) of this  
21 section, issue a general real estate appraiser or residential real  
22 estate appraiser certificate to a person who can, by evidence satis-  
23 factory to the board, show that the person

24                   (1) has been certified in another state that has certifica-  
25 tion requirements substantially equivalent to the requirements estab-  
26 lished by this chapter and by regulations issued by the board under  
27 this chapter, and that provides for certification of nonresidents  
28 under conditions similar to those set out in this subsection and  
29 without discriminatory costs;

1           (2) is not the subject of an unresolved complaint or disci-  
2 plinary action before an authority regulating real estate appraisers  
3 or a professional real estate appraisers' association;

4           (3) has not failed the examination for certification as a  
5 real estate appraiser in this state;

6           (4) has not had certification as a real estate appraiser  
7 revoked or suspended in this state or in another jurisdiction;

8           (5) has submitted proof of continued competency satisfac-  
9 tory to the board;

10           (6) successfully completes an examination that may be  
11 prescribed by the board relating to appraisal matters unique to  
12 Alaska; and

13           (7) has paid the required fees.

14           (d) A certificate may be issued to a natural person only. A  
15 certified real estate appraiser may sign an appraisal report on behalf  
16 of a corporation, partnership, firm, or group practice.

17           (e) The board may provide for the limited certification of  
18 persons not meeting the qualifications prescribed in this section and  
19 may prescribe qualifications for limited certification. Persons  
20 receiving limited certification under this subsection may perform an  
21 appraisal that would otherwise require an appraiser certified under  
22 (a) - (c) of this section only if

23           (1) the property being appraised is located in a sparsely  
24 settled area of the state;

25           (2) the cost of an appraisal by an appraiser certified  
26 under (a) - (c) of this section would be unreasonably high with regard  
27 to the value of the property being appraised; and

28           (3) the appraisal by the person is consistent with federal  
29 law.

1           Sec. 08.87.120. CONTINUING EDUCATION REQUIREMENTS FOR RENEWAL OF  
2 CERTIFICATE. (a) The board may not renew a certificate issued under  
3 this chapter unless the person applying for renewal presents evidence  
4 satisfactory to the board that the person has, within the two years  
5 preceding the application for renewal, attended 40 classroom hours of  
6 instruction in courses or seminars that have received the approval of  
7 the board.

8           (b) The board may grant credit toward some or all of the re-  
9 quirements of (a) of this section to a person who has

10           (1) successfully completed a program of study determined by  
11 the board to be equivalent for continuing education purposes to a  
12 course or seminar approved by the board for continuing education  
13 credit; or

14           (2) participated, other than as a student, in educational  
15 programs that related to real estate analysis or real property ap-  
16 praisal theory, practice, or technique, including teaching, program  
17 development, and preparation of textbooks, monographs, articles, and  
18 other instructional materials.

19           (c) The board shall adopt regulations on continuing education to  
20 ensure that persons applying for renewal of certificates have thorough  
21 knowledge of current theories, practices, and techniques of real  
22 estate analysis and appraisal. The regulations must provide for

23           (1) procedures for the sponsor of a course or seminar to  
24 apply for board approval for continuing education credit; the regu-  
25 lations must require the sponsor to show that claimed attendance at a  
26 course or seminar can be verified; and

27           (2) procedures for evaluating equivalency claims for appli-  
28 cants for certificate renewal under (b) of this section.

29           (d) In considering whether to approve courses and seminars under

1 this section, the board shall give special consideration to courses,  
2 seminars, and other appraisal education programs developed by or under  
3 the auspices of organizations or associations of professional real  
4 estate appraisers that are utilized by those organizations or asso-  
5 ciations for the purposes of awarding real estate appraisal desig-  
6 nations or of indicating compliance with the continuing education  
7 requirements of the organizations or associations.

8 (e) An amendment or repeal of a regulation adopted by the board  
9 under this section shall not operate to deprive a person holding a  
10 certificate under this chapter of credit toward renewal of the per-  
11 son's certificate for a course of instruction or seminar that had been  
12 completed by the person before the amendment or repeal of the regu-  
13 lation.

14 ARTICLE 3. PROHIBITED PRACTICES AND  
15 DISCIPLINARY PROCEEDINGS.

16 Sec. 08.87.200. PROHIBITED PRACTICES. A certified real estate  
17 appraiser may not

18 (1) act negligently or incompetently or fail without good  
19 cause to exercise reasonable diligence in developing an appraisal,  
20 preparing an appraisal report, or communicating an appraisal;

21 (2) wilfully disregard or violate a provision of this  
22 chapter or of a regulation adopted by the board under this chapter;

23 (3) fail to comply with the Uniform Standards of Profes-  
24 sional Appraisal Practice adopted by the Appraisal Standards Board of  
25 the Appraisal Foundation;

26 (4) accept a fee for an appraisal assignment that is con-  
27 tingent upon the appraiser reporting a predetermined estimate, analy-  
28 sis, or opinion or upon the opinion, conclusion, or valuation reached,  
29 or upon the consequences resulting from the appraisal assignment;

1 (5) knowingly make a false statement, submit false informa-  
2 tion, or fail to provide complete information in response to a ques-  
3 tion in an application for certification or for renewal of a certifi-  
4 cate; or

5 (6) violate the confidential nature of government records  
6 to which the person gains access through retention as an appraiser by  
7 the government agency.

8 Sec. 08.87.210. DISCIPLINARY PROCEEDINGS. The board may exer-  
9 cise its disciplinary powers under AS 08.01.075 if, after hearing, the  
10 board finds a certified real estate appraiser has

11 (1) violated a provision of this chapter or a regulation  
12 adopted by the board under this chapter;

13 (2) been convicted of a crime that involves moral turpi-  
14 tude; or

15 (3) committed, while acting as a real estate appraiser, an  
16 act or omission involving dishonesty, fraud, or misrepresentation with  
17 the intent to benefit the appraiser or another person or to injure  
18 another person.

19 ARTICLE 4. GENERAL PROVISIONS.

20 Sec. 08.87.300. RETENTION OF RECORDS. (a) A certified real  
21 estate appraiser shall retain for not less than three years copies of  
22 all written contracts engaging the appraiser's services for real  
23 property appraisal work, and all reports and supporting data assembled  
24 and formulated by the appraiser in preparing the reports.

25 (b) The three-year period specified in (a) of this section for  
26 retention of records is applicable to each engagement of the services  
27 of the appraiser and commences upon the date of the submittal of the  
28 appraisal reports to the client unless, within the three-year period,  
29 the appraiser is notified that the appraisal report is involved in

1 litigation, in which case the three-year retention period commences  
2 upon the date of the final disposition of the litigation.

3 (c) All records that a certified appraiser must maintain under  
4 (a) of this section shall be made available to the board or department  
5 for inspection and copying upon reasonable notice to the appraiser.

6 Sec. 08.87.310. REGISTERED TRAINEES. (a) A person engaged in  
7 the practice of real estate appraisal who is employed by or under the  
8 direct supervision of a certified real estate appraiser may become a  
9 registered trainee by submitting proof to the board that the person  
10 has successfully completed at least 30 classroom hours of courses in  
11 subjects related to real estate appraisal from an appraisal orga-  
12 nization or academic institution approved by the board.

13 (b) A registered trainee may prepare or assist in the prepara-  
14 tion of an appraisal report issued by a certified real estate apprais-  
15 er if the report is also signed by the certified real estate appraiser  
16 and if the certified real estate appraiser accepts full responsibility  
17 for the report.

18 Sec. 08.87.320. ACTIONS BY UNCERTIFIED REAL ESTATE APPRAISERS  
19 PROHIBITED. A person may not bring an action in a court of this state  
20 for compensation for an act done or service rendered as a certified  
21 real estate appraiser if the person did not hold a certificate under  
22 this chapter at the time that the person performed the act or service  
23 or offered to perform the act or service.

24 Sec. 08.87.330. EXEMPTIONS. This chapter does not apply to a  
25 person who appraises real estate as part of the tax assessment process  
26 of a municipality.

27 Sec. 08.87.340. APPRAISALS BY UNCERTIFIED APPRAISERS PERMITTED.  
28 Nothing in this chapter precludes a person who is not certified as a  
29 real estate appraiser from appraising real estate for compensation if

1 the person does not hold out to be a certified appraiser and if ap-  
2 praisal by a certified appraiser is not required by federal law.

3 Sec. 08.87.900. DEFINITIONS. In this chapter

4 (1) "analysis assignment" means an analysis, opinion, or  
5 conclusion prepared by a real estate appraiser that relates to the  
6 nature, quality, or utility of certified real estate or real property;

7 (2) "appraisal" means an analysis, opinion, or conclusion  
8 prepared by a real estate appraiser relating to the nature, quality,  
9 value, energy efficiency, or utility of specified interests in, or  
10 aspects of, identified real estate, and includes a valuation ap-  
11 praisal, an analysis assignment, and a review assignment;

12 (3) "appraisal assignment" means an engagement for which an  
13 appraiser is employed or retained to act, or would be perceived by  
14 third parties or the public as acting, as a disinterested person  
15 rendering an unbiased analysis, opinion, or conclusion relating to the  
16 nature, quality, value, or utility of specified interests in, or  
17 aspects of, identified real estate;

18 (4) "appraisal report" means any communication, written or  
19 oral, of an appraisal;

20 (5) "board" means the Board of Certified Real Estate Ap-  
21 praisers;

22 (6) "department" means the Department of Commerce and  
23 Economic Development;

24 (7) "general real estate appraiser" means a real estate  
25 appraiser certified to appraise all types of real property;

26 (8) "real estate" means an identified parcel or tract of  
27 land, including improvements, but excluding subsurface natural re-  
28 source values;

29 (9) "real property" means one or more defined interests,

1 benefits, and rights inherent in the ownership of real estate;

2 (10) "residential real estate appraiser" means a real estate  
3 appraiser certified to appraise residential real property, subject to  
4 the limitations of AS 08.87.100(2);

5 (11) "review assignment" means an analysis, opinion, or  
6 conclusion prepared by a real estate appraiser that forms an opinion  
7 as to the adequacy and appropriateness of a valuation appraisal or an  
8 analysis assignment;

9 (12) "valuation appraisal" means an analysis, opinion, or  
10 conclusion prepared by a real estate appraiser that estimates the  
11 value of an identified parcel of real estate, or identified real  
12 property at a particular time.

13 \* Sec. 2. AS 08.01.010 is amended by adding a new paragraph to read:

14 (31) Board of Certified Real Estate Appraisers (AS 08.87.-  
15 010).

16 \* Sec. 3. AS 08.03.010(c) is amended by adding a new paragraph to read:

17 (24) Board of Certified Real Estate Appraisers (AS 08.87.-  
18 010) -- June 30, 1994.

19 \* Sec. 4. AS 44.62.330(a) is amended by adding a new paragraph to read:

20 (55) Board of Certified Real Estate Appraisers.

21 \* Sec. 5. INITIAL APPOINTMENTS TO THE BOARD OF CERTIFIED REAL ESTATE  
22 APPRAISERS. Notwithstanding AS 08.87.010, as enacted by sec. 1 of this  
23 Act, a person is eligible for an initial appointment as an appraiser member  
24 of the Board of Certified Real Estate Appraisers if the person has at least  
25 10 years of experience as a real estate appraiser or if the person is a  
26 designated member in good standing of a real estate appraisal organization  
27 that, as of January 1, 1989, required appraisal experience, appraisal  
28 education, and testing to become a member, and required adherence to gen-  
29 erally accepted standards of professional practice in order to retain

1 designated membership.

2 \* Sec. 6. AS 08.87.100, enacted by sec. 1 of this Act, takes effect  
3 July 1, 1991.

4 \* Sec. 7. Except for AS 08.87.100, enacted by sec. 1 of this Act, this  
5 Act takes effect July 1, 1990.



this session will likely require hiring certified appraisers from the "lower 48" on federally funded projects.

**Significant points necessary for Alaska to conform to Federal requirements**

- 1) An independent regulatory agency that answers to the Governor.
- 2) Appraiser certification/ licensing activities should not be conducted by the same officials that are responsible for real estate regulation.
- 3) Certified appraisers must satisfy criteria established by the Appraisal Qualification Board of the Appraisal Foundation and must pass a state examination consistent with the Appraiser Foundation guidelines.
- 4) "Grandfathering" is not allowed.
- 5) The Legislature, by enacting the proper law during this session, would allow sufficient time for those now engaged in appraisal work the necessary time to become certified.

**Amendments made in Labor & Commerce Committee (CSHB 523)**

- \* Page 1, Sec. 08.87.020 (2) Adopt rules of professional conduct
- \* Page 7, Art. 4 deleted in total. This deletion makes appraiser certification mandatory.
- \* Page 8, Sec. 08.87.330 Exempts municipal tax assessors.
- \* Page 9, Sec. 08.87.900 (8) Excluding subsurface natural resource values.

**Amendments made in the Finance Committee**

- \* Page 1, line 14 change four to five, on lines 15 & 16 delete executive director of Alaska Housing Finance Corporation.
- \* Page 4, following line 18. This new section allows for a limited certification, when certain conditions are met.

\* Page 8, following line 15. Appraisals By Uncertified Appraisers Permitted. This is a reinstatement of Article 4 that was deleted in Labor & Commerce. The purpose of the reinstatement was to insure that in-house appraisals conducted by insurance companies, banks, or other institutions would be allowed, so long as the appraisal is not held out to be a certified appraisal.

\* Page 9, line 9, energy efficiency was inserted.

### Current Status of HB 523

\* HB 523 passed out of the House Labor & Commerce Committee on March 6th.

\* HB 523 passed out of House Finance Committee on March 29th.

\* HB 523 passed the House of Representatives on March 6th. The House vote was 35 to 3.

\* HB 523 has no known opposition. The bill is supported by the state realtors association, the appraisers association, and the Department of Commerce.

\* HB 523 was passed by the Senate Labor & Commerce Committee on April 25th.

**For Additional Information: Contact Tom Ackerly (3779) / Capitol 24.**

## FISCAL NOTE

**REQUEST:**

Revision Date: \_\_\_\_\_  
 Title: An Act relating to certification of real estate appraisers; . . .  
 Sponsor: Representative Navarre  
 Requestor: House Labor & Commerce

Agency Affected: Commerce & Economic Dev.  
 BRU: Occupational Licensing  
 Components: \_\_\_\_\_

**EXPENDITURES/REVENUES: (Thousands of Dollars)**

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES	17.5	17.5	17.5	17.5	17.5	17.5
TRAVEL	18.4	14.7	10.4	10.4	10.4	10.4
CONTRACTUAL	25.0	15.0	15.0	15.0	15.0	15.0
SUPPLIES	1.3	1.3	1.3	1.3	1.3	1.3
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>62.2</b>	<b>48.5</b>	<b>44.2</b>	<b>44.2</b>	<b>44.2</b>	<b>44.2</b>

CAPITAL	0	0	0	0	0	0
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REVENUE	60.0	0	60.0	0	60.0	0
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**FUNDING: (Thousands of Dollars)**

GENERAL FUND						
FEDERAL FUNDS						
OTHER GF/PR	62.2	48.5	44.2	44.2	44.2	44.2
<b>TOTAL</b>	<b>62.2</b>	<b>48.5</b>	<b>44.2</b>	<b>44.2</b>	<b>44.2</b>	<b>44.2</b>

**POSITIONS:**

FULL-TIME	0	0	0	0	0	0
PART-TIME	1	1	1	1	1	1
TEMPORARY	0	0	0	0	0	0

**ANALYSIS :** (Attach a separate page if necessary) The bill establishes a five-member Board of Real Estate Appraisers to establish examination and continuing education requirements for certification of general real estate appraisers and residential real estate appraisers. The division has received information that approximately 200 individuals may apply and seek certification upon passage of this legislation. (CONTINUED)

Prepared by: Jennifer Strickler, Administrative Officer Phone: 465-2144  
 Division: Occupational Licensing Date: 2/23/90

Approved by Commissioner: Larry Merculieff Date: 2-23-90  
 Agency: Department of Commerce & Economic Development

Distribution (by preparer):  
 Legislative Finance  
 Legislative Sponsor  
 Requestor  
 Office of Management and Budget  
 Impacted Agency(ies)

CONTINUATION OF FISCAL NOTE ANALYSIS - HB 523

This fiscal note represents the cost of certifying real estate appraisers with a three-member board and using an estimate of 200 individuals who may qualify for certification. Costs of the program are projected based on the number of individuals certified. Therefore, using 200 individuals as a base, the real estate appraiser certification program will be responsible to cover less than one percent (.076) of the division's operating costs, in addition to funds required to carry out specific mandates of the bill. A breakdown of these costs is as follows:

Personal Services:

One Seasonal Occupational Licensing Examiner I \$17.5  
Six months, GGU, Range 12A

Travel: \$18.4

In FY 91, this funding will provide for four face-to-face meetings: two in Anchorage, one in Juneau, and one in Fairbanks; assuming two members are appointed from Anchorage, two from Juneau, and one from Fairbanks, and three division staff to attend each meeting. This funding will also provide travel to administer the examination in various locations throughout the state.

In FY 92, board meetings are reduced to three with travel provided to administer the examination in various locations.

FY 93 and forward, board meetings are reduced to two each year and travel funds to administer the examination in various locations throughout the state.

Contractual: \$25.0

This fiscal note provides \$10.0 for development of a professional certification examination in the first year. Currently, there are testing agencies with real estate appraiser examinations and, therefore, only those questions specific to Alaska will need to be developed. An additional \$15.0 will fund printing, advertising, postage and communication costs.

Supplies: \$ 1.3

Funding will provide standard office supplies.

TOTAL: \$62.2

REVENUE:

The revenues are based on 200 individuals paying a certification fee of \$150 per year. Because certifications are issued for a two-year period, revenues are doubled every other year. As indicated, certification fees of 200 certified individuals will not cover program costs and, therefore, the program will have to be covered by other licensing areas renewing in those years or supplemented with general funds.