## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 564

Session of 1995

INTRODUCED BY HOLL, FEBRUARY 15, 1995

AS REPORTED FROM COMMITTEE ON PROFESSIONAL LICENSURE, HOUSE OF REPRESENTATIVES, AS AMENDED, MAY 13, 1996

## AN ACT

- 1 Amending the act of July 10, 1990 (P.L.404, No.98), entitled "An act providing for the certification of real estate appraisers; specifying requirements for certification;
- 4 providing for sanctions and penalties; and making an
- 5 appropriation, "further providing for certification, for
- 6 applications, for qualifications, for disciplinary measures
- 7 and for scope of practice; and making a repeal.
- 8 The General Assembly of the Commonwealth of Pennsylvania
- 9 hereby enacts as follows:
- 10 Section 1. Sections 3, 6(a) and (h), 11(a)(15) and 18 of the
- 11 act of July 10, 1990 (P.L.404, No.98), known as the Real Estate
- 12 Appraisers Certification Act, are amended to read:
- 13 Section 3. Real estate appraiser certification required.
- It shall be unlawful, on or after [July 1, 1991] January 1,
- 15 1993, for any person to hold himself out as a State-certified
- 16 real estate appraiser or to perform appraisals required by the
- 17 Financial Institutions Reform, Recovery, and Enforcement Act of
- 18 1989 (Public Law 101-73, 103 Stat. 183) to be performed by a
- 19 State-certified or State-licensed real estate appraiser unless

- 1 that person holds [a] an appropriate, current[,] and valid
- 2 certification from the board to perform real estate appraisals.
- 3 [The board shall postpone the prohibition on the performance of
- 4 appraisals without certification from on or after July 1, 1991,
- 5 to on or after a later date upon notice that such prohibition
- 6 has been postponed pursuant to the Financial Institutions
- 7 Reform, Recovery, and Enforcement Act of 1989. Nothing in this
- 8 act shall prohibit a person who is licensed or exempted from
- 9 licensure under the act of February 19, 1980 (P.L.15, No.9),
- 10 known as the Real Estate Licensing and Registration Act, from
- 11 performing a real property appraisal without being a State-
- 12 certified real estate appraiser if that appraisal is not
- 13 required by the Financial Institutions Reform, Recovery, and
- 14 Enforcement Act of 1989 to be performed by a State-certified or
- 15 a State-licensed real estate appraiser.] <u>It shall be unlawful on <---</u>
- 16 or TWO YEARS after the effective date of this act for any person <-
- 17 to perform real estate appraisals in nonfederally related
- 18 transactions unless that person holds a valid certificate from
- 19 the board to perform real estate appraisals.
- 20 Section 6. Application and qualifications.
- 21 (a) Classes of certification.--There shall be [two] three
- 22 classes of certification for certified real estate appraisers as
- 23 follows:
- 24 (1) Residential, which shall consist of those persons
- applying for, and granted, certification relating solely to
- 26 the appraisal of residential real property as required
- 27 pursuant to the Financial Institutions Reform, Recovery, and
- 28 Enforcement Act of 1989 (Public Law 101-73, 103 Stat. 183).
- 29 (2) General, which shall consist of those persons
- 30 applying for, and granted, certification relating to the

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- 2 property without limitation <u>as required pursuant to the</u>
- 3 <u>Financial Institutions Reform, Recovery, and Enforcement Act</u>
- 4 <u>of 1989 (Public Law 101-73, 103 Stat. 183)</u>.
- 5 (3) Broker/appraiser, which shall consist of those
- 6 persons who, on the effective date of this act, are licensed
- 7 real estate brokers under the act of February 19, 1980
- 8 (P.L.15, No.9), known as the Real Estate Licensing and
- 9 Registration Act, and who, within two years of the effective
- date of this act, make application to the board and are
- 11 granted without examination a broker/appraiser certificate. A
- 12 <u>holder of a broker/appraiser certificate shall only be</u>
- permitted to perform those real property appraisals that were
- 14 permitted to be performed by a licensed real estate broker
- 15 <u>under the Real Estate Licensing and Registration Act as of</u>
- the effective date of this act. Furthermore, this
- 17 <u>certification classification precludes performance of A</u>
- 18 HOLDER OF A BROKER/APPRAISER CERTIFICATE IS NOT AUTHORIZED TO

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- 19 PERFORM real estate appraisals pursuant to the Financial
- 20 Institutions Reform, Recovery, and Enforcement Act of 1989.
- 21 \* \* \*
- 22 [(h) Guidelines and regulations. -- In order to facilitate the
- 23 speedy implementation of this act, the board shall have the
- 24 power and authority to promulgate, adopt and use guidelines to
- 25 prescribe the education, experience, examination and other
- 26 qualifications required for certification pursuant to this
- 27 section. Such quidelines shall be published in the Pennsylvania
- 28 Bulletin. The guidelines shall not be subject to review pursuant
- 29 to section 205 of the act of July 31, 1968 (P.L.769, No.240),
- 30 referred to as the Commonwealth Documents Law, sections 204(b)

- 1 and 301(10) of the act of October 15, 1980 (P.L.950, No.164),
- 2 known as the Commonwealth Attorneys Act, or the act of June 25,
- 3 1982 (P.L.633, No.181), known as the Regulatory Review Act, and
- 4 shall be effective for a period not to exceed two years from the
- 5 effective date of this act. After the expiration of the two-year
- 6 period, the guidelines shall expire and shall be replaced by
- 7 regulations which shall have been promulgated, adopted and
- 8 published as provided by law.]
- 9 Section 11. Disciplinary and corrective measures.
- 10 (a) Authority of board.--The board may deny, suspend or
- 11 revoke certificates, or limit, restrict or reprimand a
- 12 certificateholder for any of the following causes:
- 13 \* \* \*
- 14 (15) Having a license or certificate to perform
- appraisals suspended, revoked[,] or refused by an appraisal
- licensure or certification authority of another state,
- 17 <u>territory or country</u>, or receiving other disciplinary actions
- 18 by the appraisal licensure or certification authority of
- another state, territory or country.
- 20 \* \* \*
- 21 Section 18. [State licensure requirements] Scope of practice.
- 22 Persons who are certified as residential real estate
- 23 appraisers and general real estate appraisers under this act
- 24 [shall also be deemed to be State-licensed appraisers under the
- 25 Financial Institutions Reform, Recovery, and Enforcement Act of
- 26 1989 (Public Law 101-73, 103 Stat. 183).] shall also have
- 27 authority to perform real estate appraisals in nonfederally
- 28 related transactions appropriate to their certification
- 29 <u>classification</u>. Brokers/appraisers shall continue to have
- 30 <u>authority to perform real estate appraisals in nonfederally</u>

- 1 related transactions.
- 2 Section 2. As much as reads "or appraises" in paragraph (3)
- 3 of the definition of "broker" in section 201 of the act of
- 4 February 19, 1980 (P.L.15, No.9), known as the Real Estate
- 5 Licensing and Registration Act, is repealed TWO YEARS AFTER THE <-
- 6 EFFECTIVE DATE OF THIS ACT.
- 7 Section 3. This act shall take effect in 60 days.