



Federal Deposit Insurance Corporation
550 17th Street NW, Washington, DC 20429-9990

Financial Institution Letter

FIL-20-2005

March 22, 2005

Appraisal Regulations

Frequently Asked Questions

Summary: The federal banking, thrift and credit union regulatory agencies are issuing the attached frequently asked questions and interagency statement on independent appraisal and evaluation functions. This document was developed in response to questions from financial institutions about the agencies' real estate appraisal regulations.

Distribution:

FDIC-Supervised Banks (Commercial and Savings)

Suggested Routing:

Chief Executive Officer
Compliance Officer
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Chief Appraiser
Legal Counsel

Related Topics:

FDIC Deposit Insurance Regulations
Part 323 – Appraisal Regulations

Attachment:

[Frequently Asked Questions on the Appraisal Regulations and the Interagency Statement on Independent Appraisal and Evaluation Functions](#)
[Frequently Asked Questions on the Appraisal Regulations and the Interagency Statement on Independent Appraisal and Evaluation Functions - PDF](#) 32k

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Note:

FDIC Financial Institution Letters (FILs) may be accessed from the FDIC's Web site at www.fdic.gov/news/news/financial/2005/index.html.

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Paper copies of FDIC FILs may be obtained through the FDIC's Public Information Center, 801 17th Street, NW, Room 100, Washington, DC 20434 (1-877-275-3342 or (703) 562-2200).

Highlights:

The attached document addresses common questions about the requirements of the appraisal regulations, including:

- Selecting an appraiser,
- Ordering an appraisal,
- Accepting a transferred appraisal,
- Reviewing appraisals, and
- Evaluation and other appraisal topics.

It should be reviewed in conjunction with the following interagency documents, which were issued with FIL-84-2003, dated October 28, 2003:

- *Independent Appraisal and Evaluation Functions* (2003), and
- *Interagency Appraisal and Evaluation Guidelines* (1994).

FIL-84-2003 can be found on the FDIC's Web site at <http://www.fdic.gov/news/news/financial/2003/fil0384.html>.