



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

Division of Supervision

Affordable Housing Appraisals

FIL-22-95
March 20, 1995

TO: CHIEF EXECUTIVE OFFICER

SUBJECT: *Appraised Market Value of Affordable Housing Loans*

In a joint policy statement, the Federal Deposit Insurance Corporation, the Office of Thrift Supervision, Comptroller of the Currency and Federal Reserve Board clarified that lenders should ensure that appraisals of affordable housing projects identify, consider and discuss the effect of certain types of financial assistance, such as low income housing tax credits, subsidies and grants, sometimes referred to as intangible items, on the estimate of market value for such projects.

A copy of the agencies' press release and the joint policy statement are attached.

Stanley J. Poling
Director

Attachment

Distribution: FDIC-Supervised Banks (Commercial and Savings)