

HVCC ACTION PLAN

There is growing concern in the real estate industry over the implementation of the Home Valuation Code of Conduct (HVCC) and its effect on the use of appraisal management companies (AMCs) by lenders.

NAR is taking the following actions: (Target dates in bold script)

1. NAR is scheduling meetings with the Director of Federal Housing Finance Agency, Jim Lockhart to raise concerns about implementation of the HVCC and problems with AMCs and ask for an immediate 18 month moratorium. Director Lockhart is the conservator over Fannie and Freddie who entered the consent order with the NY Attorney General. **(June 22, 23, 24, or 25th)**
2. Government Affairs will conduct a fly in the week of June 22. Two members from each Association (State AE/State President or FPC as appropriate) to meet with members/staff of the House and Senate Banking/Financial Services Committee. The ask will be to cosponsor the bill (item 3) and to support an 18 month moratorium.
3. Our legislative team will work on getting a bill introduced in Congress asking for a 18 month moratorium. **(week of June 22)**
4. We will ask the Chair and Ranking Members of the House and Senate Banking [Reps Frank and Bachus/ Senators Dodd and Shelby] Committees to write Director Lockhart asking him to grant a 18 month moratorium **(week of June 22)**
5. We will try and get an 18 month moratorium attached to an immediate pending appropriation bill or other similar fast track bill. **(June)**
6. Staff will talk to the American Bankers Association who heretofore is fine with the AMC system to see if we can negotiate support. **(June 19)** NAR will engage a coalition of Appraisal Institute, MBA, Home Builders and other appropriate trade groups.
7. NAR Research is conducting a survey so we have concrete data information to bring to the regulators and the NY Attorney General's office. The survey will also be run through the State Association. EHS will be released next week and the appraisal issue will be mentioned front and center in NAR's release. **Survey release June 22**
8. NAR is scheduling a meeting with NYS Attorney General Andrew Cuomo and representatives of NYSAR. **(June 29. 30)**
9. NAR will conduct a Call For Action if we do not get a moratorium in the next week to 10 days

NAR is aware of multiple petitions calling for an end to the HVCC. NAR is taking a more tempered and thoughtful approach of asking for a moratorium during this trouble housing economy.