

**§ 93E-2-2. Definitions.**

(a) The following definitions apply in this Article:

(1) Appraisal management company. – A corporation, partnership, sole proprietorship, subsidiary, unit, or other business entity that utilizes an appraisal panel or fee panel and performs, directly or indirectly, appraisal management services.

The following entities are exempt from registration with the Board:

- a. Any agency of the federal government or any State or municipal government.
  - b. An appraiser who enters into an agreement, whether written or otherwise, with another appraiser for the performance of an appraisal, and upon completion of the appraisal, the appraisal report is signed both by the appraiser who completed the appraisal and the appraiser who requested the completion of the appraisal, except that an appraisal management company may not avoid the requirements of this Article by requiring that an employee of the appraisal management company who is an appraiser sign an appraisal report that is completed by an appraiser who is a member of the appraisal panel of the appraisal management company.
  - c. Any state or federally chartered bank, farm credit system, savings institution, or credit union.
  - d. Any licensed real estate broker performing only activities in accordance with Article 1 of this Chapter.
  - e. Any officer or employee of an exempt entity described in this subdivision when acting in the scope of employment for the exempt entity.
  - f. Any person licensed to practice law in this State, a court-appointed personal representative or trustee who orders an appraisal in connection with a bona fide client relationship in which the person directly contracts with an independent appraiser.
  - g. An appraisal management company that is a subsidiary owned and controlled by a financial institution regulated by a federal financial institution regulatory agency, pursuant to 12 U.S.C. § 3353.
- (2) Appraisal management services. – Direct or indirect performance of any of the following functions on behalf of a lender, financial institution, client, or any other person:
- a. Administer an appraiser panel.
  - b. Recruit, qualify, and/or verify licensing or certification of appraisers who are or may become part of an appraiser panel.
  - c. Negotiate fees and service level expectations with appraisers who are part of an appraiser panel.
  - d. Receive an order for an appraisal from one person and deliver the order for the appraisal to an appraiser that is part of an appraiser panel for completion.
  - e. Take and determine the status of orders for appraisals.
  - f. Conduct quality control of a completed appraisal performed by an appraiser who is part of an appraiser panel prior to the delivery of the appraisal to the person that ordered the appraisal.

