## LEGISLATIVE BILL 992

Approved by the Governor March 12, 2024

Introduced by Dungan, 26; Slama, 1.

A BILL FOR AN ACT relating to the Real Property Appraiser Act; to amend sections 76-2241 and 76-2249, Reissue Revised Statutes of Nebraska, and sections 76-2201, 76-2203, 76-2207.30, 76-2218.02, 76-2219.02, 76-2221, 76-2228.01, 76-2228.02, 76-2230, 76-2231.01, 76-2232, 76-2233.02, and 76-2236, Revised Statutes Cumulative Supplement, 2022; to define and redefine terms; to adopt updates to federal law and uniform standards; to change provisions relating to exemptions, qualifications, credentials, scope of real property appraisal practice, terminology, continuing education, fees, and the directory of appraisers; to eliminate a random fingerprint audit program; to harmonize provisions; to repeal the original sections; and to declare an emergency.

Be it enacted by the people of the State of Nebraska,

Section 1. Section 76-2201, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2201 Sections 76-2201 to 76-2250 <u>and section 4 of this act</u>shall be known and may be cited as the Real Property Appraiser Act.

Sec. 2. Section 76-2203, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2203 For purposes of the Real Property Appraiser Act, the definitions found in sections 76-2203.01 to 76-2219.02 <u>and section 4 of this act</u> shall be used.

Sec. 3. Section 76-2207.30, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2207.30 Financial Institutions Reform, Recovery, and Enforcement Act of 1989 means the act as it existed on January 1, 2024 2022.

Sec. 4. <u>Personal inspection means a real property appraiser's in-person observation of identified real estate or real property without the use of the second control of the sec</u> special testing or special equipment performed as part of an evaluation <u>assignment, valuation assignment, or appraisal review assignment.</u>

Sec. 5. Section 76-2218.02, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2218.02 Uniform Standards of Professional Appraisal Practice means the standards adopted and promulgated by The Appraisal Foundation as the standards

existed on January 1, <u>2024</u> <del>2021</del>. Sec. 6. Section 76-2219.02, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2219.02 Workfile means <del>data, information, and</del> documentation necessary to support a real property appraiser's <u>analysis</u>, opinions, and conclusions, and to show compliance with the Uniform Standards of Professional Appraisal Practice.

Sec. 7. Section 76-2221, Revised Statutes Cumulative Supplement, 2022, is amended to read:

- amended to read:

  76-2221 The Real Property Appraiser Act shall not apply to:

  (1) Any person who is a salaried employee of (a) the federal government,

  (b) any agency of the state government or a political subdivision which appraises real estate, (c) any insurance company authorized to do business in this state, or (d) any bank, savings bank, savings and loan association, building and loan association, credit union, or small loan company licensed by this state or supervised or regulated by or through federal enactments covering financial institutions who renders an estimate or opinion of value of real estate or any interest in real estate when such estimate or opinion is rendered in connection with the salaried employee's employment for an entity listed in in connection with the salaried employee's employment for an entity listed in subdivisions (a) through (d) of this subdivision, except that any salaried employee of the entities listed in subdivisions (a) through (d) of this subdivision who signs a report as a credentialed real property appraiser shall be subject to the act and the Uniform Standards of Professional Appraisal Practice. Any salaried employee of the entities listed in subdivisions (a) through (d) of this subdivision who is a credentialed real property appraiser and who does not sign a report as a credentialed real property appraiser shall include the following disclosure prominently with such report: This opinion of value may not meet the minimum standards contained in the Uniform Standards of Professional Appraisal Practice and is not governed by the Real Property Appraiser Act;
- (2) A person referred to in subsection (1) of section 81-885.16;
  (3) Any person who provides assistance (a) in obtaining the data upon which assignment results are based, (b) in the physical preparation of a report, such as taking photographs, preparing charts, maps, or graphs, or typing or printing the report, or (c) that does not directly involve the exercise of judgment in arriving at the assignment results set forth in the report;
- (4) Any owner of real estate, employee of the owner, or attorney licensed to practice law in this state representing the owner who renders an estimate or

opinion of value of the real estate or any interest in the real estate when such estimate or opinion is for the purpose of real estate taxation, or any other person who renders such an estimate or opinion of value when that estimate or opinion requires a specialized knowledge that a real property appraiser would not have;

- (5) Any owner of real estate, employee of the owner, or attorney licensed to practice law in this state representing the owner who renders an estimate or opinion of value of real estate or any interest in real estate or damages thereto when such estimate or opinion is offered as testimony in any condemnation proceeding, or any other person who renders such an estimate or opinion when that estimate or opinion requires a specialized knowledge that a real property appraiser would not have;
- (6) Any owner of real estate, employee of the owner, or attorney licensed to practice law in this state representing the owner who renders an estimate or opinion of value of the real estate or any interest in the real estate when such estimate or opinion is offered in connection with a legal matter involving
- (7) Any person appointed by a county board of equalization to act as a referee pursuant to section 77-1502.01, except that any person who also practices as an independent real property appraiser for others shall be subject to the Real Property Appraiser Act and shall be credentialed prior to engaging in such other real property appraisal practice. Any real property appraiser appointed to act as a referee pursuant to section 77-1502.01 and who prepares a report for the county board of equalization shall not sign such report as a credentialed real property appraiser and shall include the following disclosure prominently with such report: This opinion of value may not meet the minimum standards contained in the Uniform Standards of Professional Appraisal Practice
- and is not governed by the Real Property Appraiser Act;
  (8) Any person who is appointed to serve as an appraiser pursuant to section 76-706, except that if such person is a credential holder, he or she shall (a) be subject to the scope of real property appraisal practice applicable to his or her classification of credential and (b) comply with the Uniform Standards of Professional Appraisal Practice, excluding standards 1 through 10; or
- (9) Any person, including an independent contractor, retained by a county to assist in the appraisal of real property as performed by the county assessor of such county subject to the standards established by the Tax Commissioner pursuant to section 77-1301.01. A person so retained shall be under direction and responsibility of the county assessor.

  Sec. 8. Section 76-2228.01, Revised Statutes Cumulative Supplement, 2022,
- is amended to read:
- 76-2228.01 (1) To qualify for a credential as a trainee real property appraiser, an applicant shall:
  - (a) Be at least nineteen years of age;
- (b) Hold a high school diploma or a certificate of high school equivalency or have education acceptable to the Real Property Appraiser Board;
- (b)(i)(A) If submitting an application on or before December 31, 2025, have (c)(i) Have successfully completed and passed examination for no fewer than seventy-five class hours in Real Property Appraiser Board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the Real Property Appraiser Board and completed the fifteen-hour National Uniform Standards of Professional Appraisal Practice Course. Each course shall include a proctored, closed-book examination pertinent to the material presented. Except for the fifteen-hour National Uniform Standards of Professional Appraisal Practice Course, which shall be completed within the two-year period immediately preceding submission of the application, all class hours shall be completed within the five-year period immediately preceding submission of the application, all class hours shall be completed within the five-year period immediately preceding submission of the application.
- immediately preceding submission of the application; or

  (B) If submitting an application after December 31, 2025, have successfully completed and passed examination for no fewer than eighty-three class hours in Real Property Appraiser Board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the Real Property Appraiser Board. Each course shall include a proctored, closed-book examination pertinent to the material presented. Except for the fifteen-hour National Uniform Standards of Professional Appraisal Practice Course, which shall be completed within the two-year period immediately preceding submission of the application, all class hours shall be completed within the five-year period immediately preceding submission of application; or
- (ii) Hold a degree in real estate from an accredited degree-awarding college or university that has had all or part of its curriculum approved by the Appraiser Qualifications Board as required core curriculum or the equivalent as determined by the Appraiser Qualifications Board. The degree shall be conferred within the five-year period immediately preceding submission of the application. If the degree in real estate or equivalent as approved by the Appraiser Qualifications Board does not satisfy all required qualifying education for credentialing, the remaining class hours shall be completed in Real Property Appraiser Board-approved qualifying education pursuant to subdivision (b)(i) (c)(i) of this subsection;
- (c) (d) As prescribed by rules and regulations of the Real Property Appraiser Board, successfully complete a Real Property Appraiser Board-approved supervisory real property appraiser and trainee course within one year immediately preceding the date of application; and

- (d) (e) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprintbased national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board.
- (2) Prior to engaging in real property appraisal practice, a trainee real property appraiser shall submit a written request for supervisory real property appraiser approval on a form approved by the board. The request for supervisory real property appraiser approval may be made at the time of application or any time after approval as a trainee real property appraiser.

  (3) To qualify for an upgraded credential, a trainee real property

appraiser shall satisfy the appropriate requirements as follows:

- (a) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprintbased national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record
- check to be carried out by the Real Property Appraiser Board; and

  (b) Within the <u>twenty-four</u> twelve months following approval of the applicant's education and experience by the Real Property Appraiser Board for an upgraded credential, pass an appropriate examination approved by the Appraiser Qualifications Board for that upgraded credential, prescribed by rules and regulations of the Real Property Appraiser Board, and administered by a contracted testing service. Successful completion of examination shall be valid for twenty-four months.
- (4) To qualify for a credential as a licensed residential real property
- no fewer than seventy-five additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent pursuant to subdivision (1) (b)(ii) (1)(c)(ii) of section 76-2230; and (b) Meet the experience requirements pursuant to subdivision (1)(c)
- of section 76-2230.
- (5) To qualify for a credential as a certified residential real property
- appraiser, a trainee real property appraiser shall:
   (a) Meet the postsecondary educational requirements pursuant subdivisions (1)(b) and (c) of section 76-2231.01;
- (b)(i) If submitting an application on or before December 31, 2025, successfully (b) Successfully complete and pass proctored, closed-book examinations for no fewer than one hundred twenty-five additional class hours in board-approved qualifying education court to board-approved by rules and resultations of the board-approved by rules and resultations of the board-approved by rules and resultations of the board-approved to the board-approved by rules and resultations of the board-approved to the board as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent
- pursuant to subdivision (1)(d)(ii) of section 76-2231.01; or and

  (ii) If submitting an application after December 31, 2025, successfully complete and pass proctored, closed-book examinations for no fewer than one hundred seventeen additional class hours in board-approved qualifying education courses conducted by education providers as processing by relational class. courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degreeawarding college or university or equivalent pursuant to subdivision (1)(d)(ii) of section 76-2231.01; and
- (c) Meet the experience requirements pursuant to subdivision (1)(e) of section 76-2231.01.
- (6) To qualify for a credential as a certified general real property appraiser, a trainee real property appraiser shall: (a) Meet the postsecondary educational
- requirements pursuant subdivisions (1)(b) and (c) of section 76-2232;
- (b)(i) If submitting an application on or before December 31, 2025, successfully (b) Successfully complete and pass proctored, closed-book examinations for no fewer than two hundred twenty-five additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent pursuant to subdivision (1)(d)(ii) of section 76-2232; or and
- (ii) If submitting an application after December 31, 2025, successfully complete and pass proctored, closed-book examinations for no fewer than two hundred seventeen additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-<u>awarding college or university or equivalent pursuant to subdivision (1)(d)(ii)</u>
- (c) Meet the experience requirements pursuant to subdivision (1)(e) of section 76-2232.
- (7) The scope of <u>real property appraisal</u> practice for the trainee real property appraiser shall be limited to real property appraisal practice assignments that the supervisory certified real property appraiser is permitted to engage in by his or her current credential and that the supervisory real property appraiser is competent to engage in.

LB992 LB992 2024 2024

Sec. 9. Section 76-2228.02, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2228.02 (1) Each trainee real property appraiser's experience shall be subject to direct supervision by a supervisory real property appraiser. To qualify as a supervisory real property appraiser, a real property appraiser shall:

- (a) Be a certified residential real property appraiser or certified general real property appraiser in good standing;
- (b) Have held a certified real property appraiser credential in this state, or the equivalent in any other jurisdiction, for a minimum of three years immediately preceding the date of the written request for approval as supervisory real property appraiser;
- (c) Have not successfully completed disciplinary action by the board or any other jurisdiction, which action limited the real property appraiser's legal eligibility to engage in real property appraisal practice within three years immediately preceding the date the written request for approval as supervisory real property appraiser is submitted by the applicant or trainee real property appraiser on a form approved by the board;
- (d) As prescribed by rules and regulations of the board, have successfully completed a board-approved supervisory real property appraiser and trainee course preceding the date the written request for approval as supervisory real
- property appraiser is submitted by the applicant or trainee real property appraiser on a form approved by the board; and

  (e) Certify that he or she understands his or her responsibilities and obligations under the Real Property Appraiser Act as a supervisory real property appraiser and applies his or her signature to the written request for approval as supervisory real property appraiser. approval as supervisory real property appraiser submitted by the applicant or trainee real property appraiser.
- (2) The supervisory real property appraiser shall be responsible for the training and direct supervision of the trainee real property appraiser's experience by:
- (a) Accepting responsibility for the report by applying his or her signature and certifying that the report is in compliance with the Uniform Standards of Professional Appraisal Practice;
  - (b) Reviewing the trainee real property appraiser reports; and
- (c) <u>Conducting a personal inspection Personally inspecting each appraised property</u> with the trainee real property appraiser as is consistent with his or her scope of <u>real property appraisal</u> practice until the supervisory real property appraiser determines that the trainee real property appraiser is competent in accordance with the competency rule of the Uniform Standards of Professional Appraisal Practice.
- (3) A certified real property appraiser disciplined by the board or any other appraiser regulatory agency in another jurisdiction, which discipline may or may not have limited the real property appraiser's legal eligibility to engage in real property appraisal practice, shall not be eligible as a supervisory real property appraiser as of the date disciplinary action was imposed against the appraiser by the board or any other appraiser regulatory agency. The certified real property appraiser shall be considered to be in good standing and eligible as a supervisory real property appraiser upon the agency. The certified real property appraiser shall be considered to be in good standing and eligible as a supervisory real property appraiser upon the successful completion of disciplinary action that does not limit the real property appraiser's legal eligibility to engage in real property appraisal practice, or three years after the successful completion of disciplinary action that limits the real property appraiser's legal eligibility to engage in real property appraisal practice. Any action taken by the board or any other appraiser regulatory agency in another jurisdiction, which may or may not limit the real property appraiser's legal eligibility to engage in real property appraisal practice, involving any jurisdiction's isolated administrative responsibilities including, but not limited to, late payment of fees related to credentialing, failure to timely renew a credential, or failure to provide notification of a change in contact information, is not disciplinary action for the purpose of this subsection. the purpose of this subsection.
- (4) The trainee real property appraiser may have more than one supervisory real property appraiser, but a supervisory real property appraiser may not supervise more than three trainee real property appraisers at one time.
- (5) As prescribed by rules and regulations of the board, an appraisal experience log shall be maintained jointly by the supervisory real property appraiser and the trainee real property appraiser.

  Sec. 10. Section 76-2230, Revised Statutes Cumulative Supplement, 2022, is
- amended to read:
- 76-2230 (1) To qualify for a credential as a licensed residential real property appraiser, an applicant shall:
  - (a) Be at least nineteen years of age;
- (b) Hold a high school diploma or a certificate of high school equivalency
- or have education acceptable to the Real Property Appraiser Board;

  (b)(i)(A) If submitting an application on or before December 31, 2025,

  have (c)(i) Have successfully completed and passed examination for no fewer
  than one hundred fifty class hours in Real Property Appraiser Board-approved
  qualifying education courses conducted by education providers as prescribed by
  rules and regulations of the Real Property Appraiser Board and completed the fifteen-hour National Uniform Standards of Professional Appraisal Practice Course. Each course shall include a proctored, closed-book examination pertinent to the material presented; or
  - (B) If submitting an application after December 31, 2025, have

successfully completed and passed examination for no fewer than one hundred fifty-eight class hours in Real Property Appraiser Board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the Real Property Appraiser Board. Each course shall include a proctored, closed-book examination pertinent to the material presented; or

- (ii) Hold a degree in real estate from an accredited degree-awarding college or university that has had all or part of its curriculum approved by the Appraiser Qualifications Board as required core curriculum or the equivalent as determined by the Appraiser Qualifications Board. If the degree in real estate or equivalent as approved by the Appraiser Qualifications Board does not satisfy all required qualifying education for credentialing, the remaining class hours shall be completed in Real Property Appraiser Board-approved qualifying education pursuant to subdivision (b)(i) (c)(i) of this subsection;
- (c)(i)  $\frac{(d)(i)}{(d)}$  Have no fewer than one thousand hours of experience as prescribed by rules and regulations of the Real Property Appraiser Board. The required experience shall be acceptable to the Real Property Appraiser Board and subject to review and determination as to conformity with the Uniform Standards of Professional Appraisal Practice. The experience shall have occurred during a period of no fewer than six months; or
- (ii) Successfully complete a PAREA program. If the PAREA program does not satisfy all required experience for credentialing, the remaining experience hours shall be completed pursuant to subdivision (c)(i) (d)(i) of this subsection;
- (d) (e) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprintbased national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board; and
- (e) (f) Within the twenty-four twelve months following approval of the applicant's education and experience by the Real Property Appraiser Board, pass a licensed residential real property appraiser examination, certified residential real property appraiser examination, or certified general real property appraiser examination, approved by the Appraiser Qualifications Board, prescribed by rules and regulations of the Real Property Appraiser Board, and administered by a contracted testing service. Successful completion of examination shall be valid for twenty-four months.

  (2) To qualify for an upgraded credential, a licensed residential real property appraiser shall satisfy the appropriate requirements as follows:
- property appraiser shall satisfy the appropriate requirements as follows:

  (a) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprintbased national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board; and
- (b) Within the <u>twenty-four</u> twelve months following approval of the applicant's education and experience by the Real Property Appraiser Board for an upgraded credential, pass an appropriate examination approved by the Appraiser Qualifications Board for that upgraded credential, prescribed by rules and regulations of the Real Property Appraiser Board, and administered by a contracted testing service. Successful completion of examination shall be valid for twenty-four months.

  (3) To qualify for a credential as a certified residential real property
- appraiser, a licensed residential real property appraiser shall:
- (a)(i) Meet the postsecondary educational requirements subdivisions (1)(b) and (c) of section 76-2231.01; or
- (ii)(A) Have held a credential as a licensed residential real property appraiser for a minimum of five years; and

  (B) Not have been subject to a nonappealable disciplinary action by the board or any other jurisdiction, which action limited the real property appraiser's legal eligibility to engage in real property appraisal practice within five years immediately preceding the date of application for
- certified residential real property appraiser credential;
  (b)(i) If submitting an application on or before December 31, 2025,
  successfully (b) Successfully complete and pass proctored, closed-book examinations for no fewer than fifty additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent pursuant to subdivision (1)(d)(ii) of section 76-2231.01; or and
- (ii) If submitting an application after December 31, 2025, successfully complete and pass proctored, closed-book examinations for no fewer than forty-two additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent pursuant to subdivision (1)(d)(ii) of <u>section 76-2231.01; and</u>
- (c) Meet the experience requirements pursuant to subdivision (1)(e) of section 76-2231.01.
  - (4) To qualify for a credential as a certified general real property

appraiser, a licensed residential real property appraiser shall:

Meet the postsecondary educational requirements pursuant subdivisions (1)(b) and (c) of section 76-2232;

- (b)(i) If submitting an application on or before December 31, 2025, successfully (b) Successfully complete and pass proctored, closed-book examinations for no fewer than one hundred fifty additional class hours in (b)(i) If submitting an application on board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent pursuant to subdivision (1)(d)(ii) of section 76-2232; or and
- (ii) If submitting an application after December 31, 2025, successfully complete and pass proctored, closed-book examinations for no fewer than one hundred forty-two additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degreeawarding college or university or equivalent pursuant to subdivision (1)(d)(ii)
- (c) Meet the experience requirements pursuant to subdivision (1)(e) of section 76-2232.
- (5) An appraiser holding a valid licensed residential real property appraiser credential shall satisfy the requirements for the trainee real property appraiser credential for a downgraded credential.
- (6) The scope of <u>real property appraisal</u> practice for a licensed residential real property appraiser shall be limited to <del>real property appraisal</del> practice concerning noncomplex residential real property or real estate having no more than four units, if any, with a transaction value, or market value if no transaction takes place, of less than one million dollars and complex residential real property or real estate having no more than four units, if any, with a transaction value, or market value if no transaction takes place, of less than four hundred thousand dollars. <u>Subdivisions</u> The appraisal of subdivisions for which a development analysis or appraisal is necessary <u>are</u> is not included in the scope of <u>real property appraisal</u> practice for a licensed residential real property appraiser.

  Sec. 11. Section 76-2231.01, Revised Statutes Cumulative Supplement, 2022,
- is amended to read:
- 76-2231.01 (1) To qualify for a credential as a certified residential real property appraiser, an applicant shall:
- (a) Be at least nineteen years of age;(b)(i) Hold a bachelor's degree, or higher, from an accredited degreeawarding college or university;
- (ii) Hold an associate's degree from an accredited degree-awarding community college, college, or university in the study of business administration, accounting, finance, economics, or real estate;

  (iii) Successfully complete thirty semester hours of college-level
- (iii) Successfully complete thirty semester nours or correge revereducation from an accredited degree-awarding community college, college, or university that includes:
- (A) Three semester hours in each of the following: English composition; microeconomics; macroeconomics; finance; algebra, geometry, or higher mathematics; statistics; computer science; and business law or real estate law;
- (B) Three semester hours each in two elective courses in any of the topics listed in subdivision (b)(iii)(A) of this subsection, or in accounting, geography, agricultural economics, business management, or real estate;

  (iv) Successfully complete thirty semester hours of the College-Level
- Examination Program that includes:

  (A) Three semester hours in each of the following subject matter areas: College algebra; college composition modular; principles of macroeconomics; principles of microeconomics; introductory business law; and information systems; and
- (B) Six semester hours in each of the following subject matter areas: College composition; and college mathematics; or
- (v) Successfully complete any combination of subdivisions (b)(iii) and (iv) of this subsection that ensures coverage of all topics and hours identified in subdivision (b)(iii) of this subsection;

  (c) Have his or her education evaluated for equivalency by one of the
- following if the college degree is from a foreign country:
  (i) An accredited degree-awarding college or university;
- (ii) A foreign degree credential evaluation service company that is a member of the National Association of Credential Evaluation Services; or (iii) A foreign degree credential evaluation service company that provides
- equivalency evaluation reports accepted by an accredited degree-awarding college or university;
- (d)(i) Have successfully completed and passed examination for no fewer than two hundred class hours in Real Property Appraiser Board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the Real Property Appraiser Board and completed the fifteen-hour National Uniform Standards of Professional Appraisal Practice Course. Each course shall include a proctored, closed-book examination pertinent to the material presented; or
- (ii) Hold a degree in real estate from an accredited degree-awarding college or university that has had all or part of its curriculum approved by the Appraiser Qualifications Board as required core curriculum or the equivalent as determined by the Appraiser Qualifications Board. If the degree

in real estate or equivalent as approved by the Appraiser Qualifications Board does not satisfy all required qualifying education for credentialing, the remaining class hours shall be completed in Real Property Appraiser Boardapproved qualifying education pursuant to subdivision (d)(i) of this subsection;

(e)(i) Have no fewer than one thousand five hundred hours of experience as prescribed by rules and regulations of the Real Property Appraiser Board. The required experience shall be acceptable to the Real Property Appraiser Board and subject to review and determination as to conformity with the Uniform Standards of Professional Appraisal Practice. The experience shall

occurred during a period of no fewer than twelve months; or

(ii) Successfully complete a PAREA program. If the PAREA program does not satisfy all required experience for credentialing, the remaining experience hours shall be completed pursuant to subdivision (e)(i) of this subsection;

(f) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser

- Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprintbased national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board; and
- (g) Within the <u>twenty-four</u> twelve months following approval of the applicant's education and experience by the Real Property Appraiser Board, pass a certified residential real property appraiser examination or certified general real property appraiser examination, approved by the Appraiser Qualifications Board, prescribed by rules and regulations of the Real Property Appraiser Board, and administered by a contracted testing service. Successful completion of examination shall be valid for twenty-four motion.
- (2) To qualify for an upgraded credential, a certified residential real property appraiser shall satisfy the following requirements:
- (a) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprintbased national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board; and
- (b) Within the <u>twenty-four</u> twelve months following approval of the applicant's education and experience by the Real Property Appraiser Board for an upgrade to a certified general real property appraiser credential, pass a certified general real property appraiser examination approved by the Appraiser Qualifications Board, prescribed by rules and regulations of the Real Property Appraiser Board, and administered by a contracted testing service. Successful
- appraiser, a certified residential real property appraiser shall:

  (a) Meet the postsecondary educational requirements
- pursuant subdivisions (1)(b) and (c) of section 76-2232;
- (b) Successfully complete and pass proctored, closed-book examinations for no fewer than one hundred additional class hours in board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the board, or hold a degree in real estate from an accredited degree-awarding college or university or equivalent pursuant to subdivision (1)
- (c) Meet the experience requirements pursuant to subdivision (1)(e) of section 76-2232.
- (4) A certified residential real property appraiser shall satisfy the requirements for the trainee real property appraiser credential and licensed residential real property appraiser credential for a downgraded credential. If requested, evidence acceptable to the Real Property Appraiser Board concerning the experience shall be presented along with an application in the form of written reports or file memoranda.
- (5) The scope of <u>real property appraisal</u> practice for a certified residential real property appraiser shall be limited to <del>real property appraisal</del> practice concerning residential real property or real estate having no more than four residential units, if any, without regard to transaction value or complexity. <u>Subdivisions</u> The appraisal of subdivisions for which a development analysis or appraisal is necessary <u>are is</u> not included in the scope of <u>real</u> property appraisal practice for а certified residential real property appraiser.
- Sec. 12. Section 76-2232, Revised Statutes Cumulative Supplement, 2022, is amended to read:
- 76-2232 (1) To qualify for a credential as a certified general real property appraiser, an applicant shall:
  - (a) Be at least nineteen years of age;
  - (b) Hold a bachelor's degree, or higher, from an accredited degree-
- awarding college or university;
  (c) Have his or her education evaluated for equivalency by one of the following if the college degree is from a foreign country:
  - (i) An accredited degree-awarding college or university;
- (ii) A foreign degree credential evaluation service company that is a member of the National Association of Credential Evaluation Services; or
  - (iii) A foreign degree credential evaluation service company that provides

equivalency evaluation reports accepted by an accredited degree-awarding college or university;

- (d)(i) Have successfully completed and passed examination for no fewer three hundred class hours in Real Property Appraiser Board-approved qualifying education courses conducted by education providers as prescribed by rules and regulations of the Real Property Appraiser Board and completed the fifteen-hour National Uniform Standards of Professional Appraisal Practice Course. Each course shall include a proctored, closed-book examination pertinent to the material presented; or
- (ii) Hold a degree in real estate from an accredited degree-awarding college or university that has had all or part of its curriculum approved by the Appraiser Qualifications Board as required core curriculum or the equivalent as determined by the Appraiser Qualifications Board. If the degree in real estate or equivalent as approved by the Appraiser Qualifications Board does not satisfy all required qualifying education for credentialing, the remaining class hours shall be completed in Real Property Appraiser Boardqualifying education pursuant to subdivision (d)(i)subsection;
- (e)(i) Have no fewer than three thousand hours of experience, of which one thousand five hundred hours shall be in nonresidential appraisal work, as prescribed by rules and regulations of the Real Property Appraiser Board. The required experience shall be acceptable to the Real Property Appraiser Board and subject to review and determination as to conformity with the Uniform Standards of Professional Appraisal Practice. The experience shall have occurred during a period of no fewer than eighteen months; or
- (ii) Successfully complete a PAREA program. If the PAREA program does not satisfy all required experience for credentialing, the remaining experience hours shall be completed pursuant to subdivision (e)(i) of this subsection; (f) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the Real Property Appraiser Board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprint-based national criminal history record check shall be conducted through the based national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the Real Property Appraiser Board; and
- Within the <u>twenty-four</u> twelve months following (g) approval applicant's education and experience by the Real Property Appraiser Board, pass a certified general real property appraiser examination, approved by Appraiser Qualifications Board, prescribed by rules and regulations of the Real Property Appraiser Board, and administered by a contracted testing service. Successful completion of examination shall be valid for twenty-four months.
- (2) A certified general real property appraiser shall satisfy the requirements for the trainee real property appraiser credential, licensed residential real property appraiser credential, and certified residential real property appraiser credential for a downgraded credential. If requested, evidence acceptable to the Real Property Appraiser Board concerning the experience shall be presented along with an application in the form of written reports or file memoranda.
- (3) The scope of <u>real property appraisal</u> practice for the certified general real property appraiser shall include <del>real property appraisal practice concerning</del> all types of real property or real estate that <u>the real property</u> appraiser is competent to engage in.

  Sec. 13. Section 76-2233, Revised Statutes Cumulative Supplement, 2022, is
- amended to read:
- $76\mbox{-}2233$  (1) A person currently credentialed to engage in real property appraisal practice concerning real estate and real property under the laws of another jurisdiction may qualify for a credential through reciprocity as a licensed residential real property appraiser, a certified residential real property appraiser, or a certified general real property appraiser by complying with all of the provisions of the Real Property Appraiser Act relating to the appropriate classification of credentialing appropriate classification of credentialing.
- (2) An applicant under this section may qualify for a credential if, in the determination of the board:
- (a) The requirements for credentialing in the applicant's jurisdiction of practice specified in an application for credentialing meet or exceed the minimum requirements of the Real Property Appraiser Qualification Criteria as adopted and promulgated by the Appraiser Qualifications Board of The Appraisal Foundation; and
- (b) The regulatory program of the applicant's jurisdiction of practice specified in an application for credentialing is determined to be effective in accordance with Title XI of the Financial Institutions Reform, Recovery, and Enforcement Act of 1989 by the Appraisal Subcommittee of the Federal Financial Institutions Examination Council.
- (3) The status of an applicant's jurisdiction of practice specified in an application for credentialing through reciprocity shall be verified through the most recent Compliance Review Report issued by the Appraisal Subcommittee of the Federal Financial Institutions Examination Council. In the case that findings pertaining to the adoption or implementation of the Real Property Appraiser Qualification Criteria indicate that one or more credentialing requirements do not meet or exceed the Real Property Appraiser Qualification Criteria as promulgated by the Appraiser Qualifications Board of The Appraisal Foundation, the board may request evidence from the jurisdiction of practice or the Appraisal Subcommittee of the Federal Financial Institutions Examination

LB992 2024

Council showing that progress has been made to mitigate the findings in the Compliance Review Report.

- (4) To qualify for a credential through reciprocity, the applicant shall:
  (a) Submit two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprint-based national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the board;
- (b) Submit an irrevocable consent that service of process upon him or her may be made by delivery of the process to the director of the board if the plaintiff cannot, in the exercise of due diligence, effect personal service upon the applicant in an action against the applicant in a court of this state arising out of the applicant's activities as a real property appraiser in this state; and
- (c) Comply with such other terms and conditions as may be determined by the board.
- (5) The credential status of an applicant under this section, including current standing and any disciplinary action imposed against his or her credentials, shall be verified through the <u>Appraiser National</u> Registry of the Appraisal Subcommittee of the Federal Financial Institutions Examination Council.

Sec. 14. Section 76-2233.01, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2233.01 (1) A nonresident currently credentialed to engage in real property appraisal practice concerning real estate and real property under the laws of another jurisdiction may obtain a temporary credential as a licensed residential real property appraiser, a certified residential real property appraiser, or a certified general real property appraiser to engage in real property appraisal practice in this state.

- (2) To qualify for the issuance of a temporary credential, an applicant shall:
  - (a) Submit an application on a form approved by the board;
- (b) Submit a letter of engagement or a contract indicating the location of the real property appraisal practice assignment;
- (c) Submit an irrevocable consent that service of process upon him or her may be made by delivery of the process to the director of the board if the plaintiff cannot, in the exercise of due diligence, effect personal service upon the applicant in an action against the applicant in a court of this state
- arising out of the applicant's activities in this state; and

  (d) Pay the appropriate application fee in an amount established by the board pursuant to section 76-2241.
- (3) The credential status of an applicant under this section, including current standing and any disciplinary action imposed against his or her credentials, shall be verified through the <u>Appraiser National Registry</u> of the Appraisal Subcommittee of the Federal Financial Institutions Examination Council.
- (4) Application for a temporary credential is valid for one year from the date application is made to the board or upon the expiration of the assignment specified in the letter of engagement, whichever occurs first.
- (5) A temporary credential issued under this section shall be expressly limited to a grant of authority to engage in real property appraisal practice required for an assignment in this state. Each temporary credential shall expire upon the completion of the assignment or upon the expiration of a period of six months from the date of issuance, whichever occurs first. A temporary
- credential may be renewed for one additional six-month period.

  (6) Any person issued a temporary credential to engage in real property appraisal practice in this state shall comply with all of the provisions of the Real Property Appraiser Act relating to the appropriate classification of credentialing. The board may, upon its own motion, and shall, upon the written complaint of any aggrieved person, cause an investigation to be made with respect to an alleged violation of the act by a person who is engaged in, or who has engaged in, real property appraisal practice as a temporary credential holder, and that person shall be deemed a real property appraiser within the meaning of the act.
- Sec. 15. Section 76-2233.02, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2233.02 (1) A credential issued under the Real Property Appraiser Act other than a temporary credential shall remain in effect until December 31 of the designated year unless surrendered, revoked, suspended, or canceled prior to such date. To renew a valid credential, the credential holder shall file an application on a form approved by the board and pay the appropriate renewal fee in an amount established by the board pursuant to section 76-2241.—The credential holder shall also pay the criminal history record check fee in an amount established by the board pursuant to section 76-2241 for maintenance of the random fingerprint audit program to the board not later than November 30 of the designated year. A credential may be renewed for one year or two years. In every second year of the two-year continuing education period, as specified in section 76-2236, evidence of completion of continuing education requirements shall accompany renewal application or be on file with the board prior to renewal.

(2) The board shall establish a number of credential holders to be

selected at random to submit, along with the application for renewal, two copies of legible ink-rolled fingerprint cards or equivalent electronic fingerprint submissions to the board for delivery to the Nebraska State Patrol in a form approved by both the Nebraska State Patrol and the Federal Bureau of Investigation. A fingerprint-based national criminal history record check shall be conducted through the Nebraska State Patrol and the Federal Bureau of Investigation with such record check to be carried out by the board.

(2) (3) If a credential holder fails to apply and meet the requirements for renewal by November 30 of the designated year, such credential holder may obtain a renewal of such credential by satisfying all of the requirements for renewal and paying the appropriate late processing fee in an amount established by the board pursuant to section 76-2241 if such late renewal takes place prior to July 1 of the following year. A credential holder selected at random to submit fingerprint cards or equivalent electronic fingerprints that has applied and met all other requirements for renewal prior to November 30 of the designated year shall not pay a late processing fee if fingerprint cards or equivalent electronic fingerprints are received prior to November 30 of the designated year. If a credential holder that first obtained his or her credential at the current level on or after November 1 fails to apply and meet the requirements for renewal by December 31 of the designated year, such credential holder may obtain a renewal of such credential by satisfying all the requirements for renewal and paying a late processing fee if such late renewal takes place prior to July 1 of the following year. The board may refuse to renew any credential if the credential holder has continued to, directly or indirectly for another, offer, attempt, agree to engage in, or engage in real property appraisal practice in this state following the expiration of his or her credential. If a credential is not renewed prior to July 1, a credential holder shall reapply for credentialing and meet the current requirements in place at the time of application, except as provided in section 76-2233.03.

Sec. 16. Section 76-2236, Revised Statutes Cumulative Supplement, 2022, is amended to read:

76-2236 (1) Every credential holder shall furnish evidence to the board that he or she has satisfactorily completed no fewer than twenty-eight hours of approved continuing education activities in each two-year continuing education period. Hours of satisfactorily completed approved continuing education activities cannot be carried over from one two-year continuing education period to another. Evidence of successful completion of such continuing education activities for the two-year continuing education period, including passing examination if applicable, shall be submitted to the board in the manner prescribed by the board. No continuing education activity shall be less than two hours in duration. A person who holds a temporary credential does not have to meet any continuing education requirements in the Real Property Appraiser Act.

- (2) As prescribed by rules and regulations of the Real Property Appraiser Board and at least once every two years, the seven-hour National Uniform Standards of Professional Appraisal Practice <u>Continuing Education Update</u> Course as approved by the Appraiser Qualifications Board or the equivalent of the course as approved by the Real Property Appraiser Board, shall be included in the continuing education requirement of each credential holder. An instructor certified by the Appraiser Qualifications Board satisfies this requirement by successfully completing <u>an</u> <u>a seven-hour</u> instructor recertification course and examination, <u>if applicable</u>, as approved by the Appraiser Qualifications Board.
- examination, if applicable, as approved by the Appraiser Qualifications Board.

  (3) A continuing education activity conducted in another jurisdiction in which the activity is approved to meet the continuing education requirements for renewal of a credential in such other jurisdiction shall be accepted by the board if that jurisdiction has adopted and enforces standards for such continuing education activity that meet or exceed the standards established by the Real Property Appraiser Act and the rules and regulations of the board.
- (4) The board may adopt a program of continuing education for individual credentials as long as the program is compliant with the Appraiser Qualifications Board's criteria specific to continuing education.
- (5) No more than fourteen hours may be approved by the Real Property Appraiser Board as continuing education in each two-year continuing education period for participation, other than as a student, in appraisal educational processes and programs, which includes teaching, program development, authorship of textbooks, or similar activities that are determined by the board to be equivalent to obtaining continuing education. Evidence of participation shall be submitted to the board upon completion of the appraisal educational process or program. No preapproval will be granted for participation in appraisal educational processes or programs.
- (6) As prescribed by rules and regulations of the Real Property Appraiser Board, qualifying Qualifying education, as approved by the board, successfully completed by a credential holder to fulfill the class-hour requirement to upgrade to a higher classification than his or her current classification, shall be approved by the board as continuing education.
- (7) <u>Beginning January 1, 2026, as prescribed by rules and regulations of the Real Property Appraiser Board and at least once every two years, a successfully completed board-approved valuation bias and fair housing laws course shall be included in the continuing education requirement of each credential holder. Qualifying education, as approved by the board, taken by a credential holder not to fulfill the class-hour requirement to upgrade to a higher classification, shall be approved by the board as continuing education if the credential holder completes the examination.</u>

LB992 2024

- (8) A board-approved supervisory real property appraiser and trainee course successfully completed by a certified real property appraiser shall be approved by the board as continuing education no more than once during each two-year continuing education period.
- (9) The Real Property Appraiser Board shall approve continuing education activities and instructors which it determines would protect the public by improving the competency of credential holders.

Sec. 17. Section 76-2241, Reissue Revised Statutes of Nebraska, is amended to read:

76-2241 (1) The board shall charge and collect appropriate fees for its services under the Real Property Appraiser Act as follows:
(a) A credential application fee of no more than <u>two</u> one hundred <del>fifty</del>

- dollars;
- (b) An examination fee of no more than three hundred dollars. The board direct applicants to pay the fee directly to a third party who has contracted to administer the examination;
- (c) An initial and renewal credentialing fee, other than temporary credentialing, of no more than three hundred <u>fifty</u> dollars;
- (d) A late processing fee of no more than twenty-five dollars for each month or portion of a month the fee is late;

  (e) A temporary credential application fee for a licensed residential real property appraiser, a certified residential real property appraiser, or a certified general real property appraiser of no more than one hundred fifty dollars;
- (f) A temporary credentialing fee of no more than <u>one hundred fifty</u> dollars for a licensed residential real property appraiser, certified residential real property appraiser, or certified general real property appraiser holding a temporary credential under the act;
- (g) An inactive credential application fee of no more than one hundred dollars;
  - (h) An inactive credentialing fee of no more than three hundred dollars;
- (i) A duplicate proof of credentialing fee of no more than twenty-five dollars;
  - (j) A certificate of good standing fee of no more than ten dollars; and
- (k) A criminal history record check fee of no more than one hundred dollars.
- (2) All fees for credentialing through reciprocity shall be the same as those paid by others pursuant to this section.
- (3) In addition to the fees set forth in this section, the board may collect and transmit to the appropriate federal authority any fees established under the provisions of the Financial Institutions Reform, Recovery, and Enforcement Act of 1989. The board may establish such fees as it deems appropriate for special examinations and other services provided by the board.
- (4) All fees and other revenue collected pursuant to the Real Property Appraiser Act shall be remitted by the board to the State Treasurer for credit
- to the Real Property Appraiser Fund. Sec. 18. Section 76-2249, Reissue Revised Statutes of Nebraska, is amended to read:
- 76-2249 (1) The board may prepare a directory showing the name, and place of business, and effective and expiration dates for credentials of credential holders under the Real Property Appraiser Act which may be made available on the board's website. Printed copies of the directory shall be made available to the public at such reasonable price per copy as may be fixed by the board. The
- directory shall be provided to federal authorities as required by the Financial Institutions Reform, Recovery, and Enforcement Act of 1989.

  (2) The board shall provide without charge to any credential holder under the Real Property Appraiser Act a set of rules and regulations adopted and promulgated by the board and any other information which the board deems important in the area of real property appraisal in this state. The information may be made available electronically or printed in a booklet, a pamphlet, or any other form the board determines appropriate. The board may update such material as often as it deems necessary. The board may provide such material to any other person upon request and may charge a fee for the material. The fee shall be reasonable and shall not exceed any reasonable or necessary costs of producing the material for distribution.
- Sec. 19. Original sections 76-2241 and 76-2249, Reissue Revised Statutes of Nebraska, and sections 76-2201, 76-2203, 76-2207.30, 76-2218.02, 76-2219.02, 76-2221, 76-2228.01, 76-2228.02, 76-2230, 76-2231.01, 76-2232, 76-2233.01, 76-2233.02, and 76-2236, Revised Statutes Cumulative Supplement, 2022, are repealed.
- Sec. 20. Since an emergency exists, this act takes effect when passed and approved according to law.