

First Regular Session  
Sixty-ninth General Assembly  
STATE OF COLORADO

**ENGROSSED**

*This Version Includes All Amendments Adopted  
on Second Reading in the House of Introduction*

LLS NO. 13-0158.01 Chuck Brackney x2295

**SENATE BILL 13-155**

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**SENATE SPONSORSHIP**

**Baumgardner,**

**HOUSE SPONSORSHIP**

**Ryden,**

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**Senate Committees**  
Business, Labor, & Technology  
Appropriations

**House Committees**

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**A BILL FOR AN ACT**

101 **CONCERNING THE CONTINUATION OF THE BOARD OF REAL ESTATE**  
102 **APPRAISERS, AND, IN CONNECTION THEREWITH, IMPLEMENTING**  
103 **THE RECOMMENDATIONS OF THE 2012 SUNSET REPORT BY THE**  
104 **DEPARTMENT OF REGULATORY AGENCIES.**

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**Bill Summary**

*(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://www.leg.state.co.us/billsummaries>.)*

**Sunset Process - Senate Business, Labor, and Employment Committee. Section 1** of the bill continues the board of real estate

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.  
*Capital letters indicate new material to be added to existing statute.*  
*Dashes through the words indicate deletions from existing statute.*

SENATE  
Amended 2nd Reading  
March 12, 2013

appraisers (board) until September 1, 2022. **Section 2** establishes that certified ad valorem appraisers certified under Colorado's regulatory statutes are not subject to regulation under the federal "Financial Institutions Reform, Recovery, and Enforcement Act of 1989". **Section 4** requires the board to adopt rules for the regulation of certified ad valorem appraisers.

**Section 5** of the bill eliminates the appraiser category "registered appraiser" and creates the category "certified ad valorem appraiser", and requires the board to transfer registered appraisers from that category to the category of certified ad valorem appraisers. Such persons who are employees of a county assessor's office have until December 31, 2015, to meet any additional requirements imposed by the board.

**Section 7** directs the board to adopt rules specifying the meaning of the term "moral character" for the purpose of appraiser certification and licensing. **Section 8** clarifies that an appraiser may be disciplined for past deferred judgments and for any conduct that could have been used to deny the issuance of a certificate or license.

**Sections 3, 6, 9, 10, 11, 13, and 14** make conforming amendments.

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1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 24-34-104, **amend**  
3 (44) introductory portion and (53.5) introductory portion; **repeal** (44) (b);  
4 and **add** (53.5) (c) as follows:

5 **24-34-104. General assembly review of regulatory agencies**  
6 **and functions for termination, continuation, or reestablishment.**

7 (44) The following agencies, functions, or both, ~~shall~~ terminate on July  
8 1, 2013:

9 (b) ~~The board of real estate appraisers, created by article 61 of title~~  
10 ~~12, C.R.S.;~~

11 (53.5) The following agencies, functions, or both, ~~shall~~ terminate  
12 on September 1, 2022:

13 (c) ~~THE BOARD OF REAL ESTATE APPRAISERS, CREATED BY ARTICLE~~  
14 ~~61 OF TITLE 12, C.R.S.~~

1           **SECTION 2.** In Colorado Revised Statutes, **amend as it will**  
2 **become effective July 1, 2013,** 12-61-701 as follows:

3           **12-61-701. Legislative declaration.** The general assembly finds,  
4 determines, and declares that sections 12-61-702 to 12-61-718 are enacted  
5 pursuant to the requirements of the "Real Estate Appraisal Reform  
6 Amendments", Title XI of the federal "Financial Institutions Reform,  
7 Recovery, and Enforcement Act of 1989", as amended. The general  
8 assembly further finds, determines, and declares that sections 12-61-702  
9 to 12-61-718 are intended to implement the requirements of federal law  
10 in the least burdensome manner to real estate appraisers and appraisal  
11 management companies. LICENSED AD VALOREM APPRAISERS LICENSED  
12 UNDER THIS ARTICLE ARE NOT REGULATED BY THE FEDERAL "REAL  
13 ESTATE APPRAISAL REFORM AMENDMENTS", TITLE XI OF THE FEDERAL  
14 "FINANCIAL INSTITUTIONS REFORM, RECOVERY, AND ENFORCEMENT ACT  
15 OF 1989", AS AMENDED, 12 U.S.C. SECS. 3331 TO 3351.

16           **SECTION 3.** In Colorado Revised Statutes, 12-61-702, **amend**  
17 **as it will become effective July 1, 2013,** (1) as follows:

18           **12-61-702. Definitions.** As used in this part 7, unless the context  
19 otherwise requires:

20           (1) "Appraisal", "appraisal report", or "real estate appraisal"  
21 means a written or oral analysis, opinion, or conclusion relating to the  
22 nature, quality, value, or utility of specified interests in, or aspects of,  
23 identified real estate that is transmitted to the client upon the completion  
24 of an assignment. These terms include a valuation, which is an opinion of  
25 the value of real estate, and an analysis, which is a general study of real  
26 estate not specifically performed only to determine value; except that the  
27 terms include a valuation completed by an appraiser employee of a county

1     assessor as defined in section 39-1-102 (2), C.R.S. The terms do not  
2     include an analysis, valuation, opinion, conclusion, notation, or  
3     compilation of data by an officer, director, or regular salaried employee  
4     of a financial institution or its affiliate, made for internal use only by the  
5     financial institution or affiliate, concerning an interest in real estate that  
6     is owned or held as collateral by the financial institution or affiliate and  
7     that is not represented or deemed to be an appraisal except to the financial  
8     institution, the agencies regulating the financial institution, and any  
9     secondary markets that purchase real estate secured loans. An appraisal  
10    prepared by an officer, director, or regular salaried employee of a  
11    financial institution who is not ~~registered~~, licensed or certified under this  
12    part 7 shall contain a written notice that the preparer is not ~~registered~~,  
13    licensed or certified as an appraiser under this part 7.

14           **SECTION 4.** In Colorado Revised Statutes, 12-61-704, **amend**  
15    (1) (a), (1) (b), and (1) (e) as follows:

16           **12-61-704. Powers and duties of the board - rules.** (1) In  
17    addition to all other powers and duties imposed upon it by law, the board  
18    has the following powers and duties:

19           (a) To promulgate and amend, as necessary, rules ~~and regulations~~  
20    pursuant to article 4 of title 24, C.R.S., for the implementation and  
21    administration of this part 7 and as required to comply with the federal  
22    "Real Estate Appraisal Reform Amendments", Title XI of the federal  
23    "Financial Institutions Reform, Recovery, and Enforcement Act of 1989",  
24    and with any requirements imposed by amendments to such federal law.  
25    The board shall not establish any requirements that are more stringent  
26    than the requirements of any applicable federal law. LICENSED AD  
27    VALOREM APPRAISERS ARE NOT REGULATED BY THE FEDERAL "REAL

1 ESTATE APPRAISAL REFORM AMENDMENTS", TITLE XI OF THE FEDERAL  
2 "FINANCIAL INSTITUTIONS REFORM, RECOVERY, AND ENFORCEMENT ACT  
3 OF 1989". THE BOARD SHALL ADOPT RULES REGARDING MINIMUM  
4 QUALIFICATIONS AND STANDARDS OF PRACTICE FOR LICENSED AD  
5 VALOREM APPRAISERS.

6 (b) To charge application, examination, and ~~registration~~, license  
7 and certificate renewal fees established pursuant to section 12-61-111.5  
8 from all applicants for ~~registration~~, licensure, certification, examination,  
9 and renewal under this part 7. No fees received from applicants seeking  
10 ~~registration~~, licensure, certification, examination, or renewal shall be  
11 refunded.

12 (e) To issue, deny, or refuse to renew a ~~registration~~, license or  
13 certificate pursuant to this part 7;

14 **SECTION 5.** In Colorado Revised Statutes, 12-61-706, **amend**  
15 (1) (b) introductory portion, (1) (b) (III), (1) (b) (IV), (3), (5), and (9);  
16 **amend as they will become effective July 1, 2013**, (1) (a), (2), and (10);  
17 and **add** (1) (c) and (1) (d) as follows:

18 **12-61-706. Qualifications for licensing and certification of**  
19 **appraisers - continuing education - rules.** (1) (a) The board shall, by  
20 rule, prescribe requirements for the initial ~~registration~~, licensing or  
21 certification of persons under this part 7 to meet the requirements of the  
22 "Real Estate Appraisal Reform Amendments", Title XI of the federal  
23 "Financial Institutions Reform, Recovery, and Enforcement Act of 1989",  
24 as amended, and shall develop, purchase, or contract for examinations to  
25 be passed by applicants. The board shall not establish any requirements  
26 for initial ~~registration~~, licensing or certification that are more stringent  
27 than the requirements of any applicable federal law; except that all

1 applicants shall pass an examination offered by the board. If there is no  
2 applicable federal law, the board shall consider and may use as guidelines  
3 the most recent available criteria published by the appraiser qualifications  
4 board of the appraisal foundation or its successor organization.

5 (b) The four levels of appraiser licensure, pursuant to paragraph  
6 (a) of this subsection (1), ~~shall be~~ ARE defined as follows:

7 (III) "~~Licensed appraiser~~" "LICENSED AD VALOREM APPRAISER"  
8 means an appraiser meeting the requirements set by the board for a  
9 ~~license tax~~ AD VALOREM appraiser certification;

10 (IV) "~~Registered appraiser~~" "LICENSED APPRAISER" means an  
11 appraiser meeting the requirements set by the board for ~~registration~~ A  
12 LICENSE.

13 (c) A COUNTY ASSESSOR OR EMPLOYEE OF A COUNTY ASSESSOR'S  
14 OFFICE WHO IS A LICENSED AD VALOREM APPRAISER MAY NOT PERFORM  
15 REAL ESTATE APPRAISALS OUTSIDE OF HIS OR HER OFFICIAL DUTIES.

16 (d) THE BOARD SHALL TRANSFER PERSONS EMPLOYED IN A COUNTY  
17 ASSESSOR'S OFFICE WHO ARE REGISTERED APPRAISERS AS OF JULY 1, 2013,  
18 TO THE CATEGORY OF LICENSED AD VALOREM APPRAISER. THE BOARD  
19 SHALL ALLOW THESE PERSONS UNTIL DECEMBER 31, 2015, TO MEET ANY  
20 ADDITIONAL REQUIREMENTS IMPOSED BY THE BOARD PURSUANT TO  
21 SECTION 12-61-704 (1) (a), AS AMENDED.

22 (2) (a) The board shall, by rule, prescribe continuing education  
23 requirements for persons ~~registered~~, licensed or certified ~~under this part~~  
24 7 AS CERTIFIED GENERAL APPRAISERS, CERTIFIED RESIDENTIAL  
25 APPRAISERS, OR LICENSED APPRAISERS as needed to meet the requirements  
26 of the "Real Estate Appraisal Reform Amendments", Title XI of the  
27 federal "Financial Institutions Reform, Recovery, and Enforcement Act

1 of 1989", as amended. The board shall not establish any continuing  
2 education requirements that are more stringent than the requirements of  
3 any applicable law; except that all persons ~~registered~~, licensed or certified  
4 under this part 7 are subject to continuing education requirements. If there  
5 is no applicable federal law, the board shall consider and may use as  
6 guidelines the most recent available criteria published by the appraiser  
7 qualifications board of the appraisal foundation or its successor  
8 organization.

9 (b) THE BOARD SHALL, BY RULE, PRESCRIBE CONTINUING  
10 EDUCATION REQUIREMENTS FOR LICENSED AD VALOREM APPRAISERS.

11 (3) Any provision of this section to the contrary notwithstanding,  
12 the criteria established by the board for the ~~registration~~, licensing or  
13 certification of appraisers pursuant to this part 7 shall not include  
14 membership or lack of membership in any appraisal organization.

15 (5) (a) Subject to section 12-61-714 (2), all appraiser employees  
16 of county assessors shall be ~~registered~~, licensed or certified as provided  
17 in subsections (1) and (2) of this section. Obtaining and maintaining a  
18 ~~registration~~, license or certificate under any one of said subsections (1)  
19 and (2) shall entitle an appraiser employee of a county assessor to perform  
20 all real estate appraisals required to fulfill such person's official duties.

21 (b) Appraiser employees of county assessors who are employed  
22 to appraise real property shall be subject to all provisions of this part 7;  
23 except that appraiser employees of county assessors who are employed to  
24 appraise real property shall not be subject to disciplinary actions by the  
25 board on the ground that they have performed appraisals beyond their  
26 level of competency when appraising real estate in fulfillment of their  
27 official duties. County assessors, if ~~registered~~, licensed or certified as

1 provided in subsections (1) and (2) of this section, shall not be subject to  
2 disciplinary actions by the board on the ground that they have performed  
3 appraisals beyond their level of competency when appraising real estate  
4 in fulfillment of their official duties.

5 (c) All reasonable costs incurred by an appraiser employee of a  
6 county assessor to obtain and maintain a ~~registration~~, license or certificate  
7 pursuant to this section shall be paid by the county.

8 (9) The board shall not issue an appraiser's license as referenced  
9 in subparagraph ~~(HH)~~ (IV) of paragraph (b) of subsection (1) of this  
10 section unless the applicant has at least twelve months appraisal  
11 experience.

12 (10) (a) The board shall not issue a ~~registration~~, license or  
13 certification until the applicant establishes that he or she is truthful and  
14 honest and has good moral character and submits a set of fingerprints to  
15 the Colorado bureau of investigation for the purpose of conducting a state  
16 and national fingerprint-based criminal history record check utilizing  
17 records of the Colorado bureau of investigation and the federal bureau of  
18 investigation. Each person submitting a set of fingerprints shall pay the  
19 fee established by the Colorado bureau of investigation for conducting the  
20 fingerprint-based criminal history record check to the bureau. Upon  
21 completion of the criminal history record check, the bureau shall forward  
22 the results to the board. The board may require a name-based criminal  
23 history record check for an applicant who has twice submitted to a  
24 fingerprint-based criminal history record check and whose fingerprints  
25 are unclassifiable. The board may deny an application for ~~registration~~,  
26 licensure or certification based on the outcome of the criminal history  
27 record check and may establish criminal history requirements more



1 stringent than those established by any applicable federal law.

2 (b) AN APPLICANT FOR CERTIFICATION AS A LICENSED AD  
3 VALOREM APPRAISER IS NOT SUBJECT TO THE FINGERPRINTING AND  
4 CRIMINAL BACKGROUND CHECK REQUIREMENTS OF PARAGRAPH (a) OF  
5 THIS SUBSECTION (10).

6 **SECTION 6.** In Colorado Revised Statutes, 12-61-707, **amend**  
7 (1) (a), (1) (b) (I), (1) (b) (II), (1) (b) (III), and (2); and **amend as it will**  
8 **become effective July 1, 2013**, (1) (b) introductory portion as follows:

9 **12-61-707. Expiration of licenses - renewal - penalties.**

10 (1) (a) All ~~registrations~~, licenses or certificates shall expire pursuant to  
11 a schedule established by the director and shall be renewed or reinstated  
12 pursuant to this section. Upon compliance with this section and any  
13 applicable rules of the board regarding renewal, including the payment of  
14 a renewal fee plus a reinstatement fee established pursuant to paragraph  
15 (b) of this subsection (1), the expired ~~registration~~, license or certificate  
16 shall be reinstated. No real estate appraiser's ~~registration~~, license or  
17 certificate that has not been renewed for a period greater than two years  
18 shall be reinstated, and such person shall be required to make new  
19 application for ~~registration~~, licensure or certification.

20 (b) A person who fails to renew his or her ~~real estate appraiser's~~  
21 ~~registration~~, license or certificate before the applicable renewal date may  
22 have it reinstated if the person does any one of the following:

23 (I) Makes proper application, within thirty-one days after the date  
24 of expiration, by payment of the regular ~~three-year~~ renewal fee; ~~or~~

25 (II) If proper application is made more than thirty-one days, but  
26 within one year, after the date of expiration, by payment of the regular  
27 ~~three-year~~ renewal fee and payment of a reinstatement fee equal to

1 one-third the regular ~~three-year~~ renewal fee; or

2 (III) If proper application is made more than one year, but within  
3 two years, after the date of expiration, by payment of the regular  
4 ~~three-year~~ renewal fee and payment of a reinstatement fee equal to  
5 two-thirds the regular ~~three-year~~ renewal fee.

6 (2) ~~In the event~~ IF the federal registry fee ~~to be~~ collected by the  
7 board and transmitted to the federal financial institutions examination  
8 council is adjusted during the period prior to expiration of a license or  
9 certificate, the board shall collect the amount of the increase in such fee  
10 from the holder of the license or certificate and ~~shall forward such~~ THE  
11 amount to the ~~said~~ council ~~on an annual basis~~ ANNUALLY. THE FEDERAL  
12 REGISTRY FEE DOES NOT APPLY TO LICENSED AD VALOREM APPRAISERS  
13 LICENSED UNDER THIS ARTICLE.

14 **SECTION 7.** In Colorado Revised Statutes, 12-61-708, **amend**  
15 (1) introductory portion and (1) (a) as follows:

16 **12-61-708. Licensure or certification by endorsement -**  
17 **temporary practice.** (1) The board may issue a license or certification  
18 to an appraiser by endorsement to engage in the occupation of real estate  
19 appraisal to any applicant who has a license ~~registration~~, or certification  
20 in good standing as a real estate appraiser under the laws of another  
21 jurisdiction if:

22 (a) The applicant presents proof satisfactory to the board that, at  
23 the time of application for a Colorado ~~registration~~, license or certificate  
24 by endorsement, the applicant possesses credentials and qualifications  
25 ~~which~~ THAT are substantially equivalent to the requirements of this part  
26 7; or

27 **SECTION 8.** In Colorado Revised Statutes, 12-61-709, **amend**

1 (2); and **amend as it will become effective July 1, 2013**, (1) as follows:

2 **12-61-709. Denial of license or certificate - renewal.** (1) The  
3 board is empowered to determine whether an applicant for ~~registration,~~  
4 licensure or certification possesses the necessary qualifications for  
5 ~~registration,~~ licensure or certification required by this part 7. The board  
6 may consider such qualities as the applicant's truthfulness AND honesty  
7 and moral character, and whether the applicant has been convicted of a  
8 crime. As used in this subsection (1), "applicant" includes any individual  
9 who owns, in whole or in part, directly or indirectly, an appraisal  
10 management company and any appraiser designated as a controlling  
11 appraiser by a partnership, limited liability company, or corporation  
12 acting as an appraisal management company.==

13 (2) If the board determines that an applicant does not possess the  
14 applicable qualifications required by this part 7, or such applicant has  
15 violated any provision of this part 7 or the rules ~~and regulations~~  
16 promulgated by the board or any board order, the board may deny the  
17 applicant a ~~registration,~~ license or certificate or deny the renewal or  
18 reinstatement of a ~~registration,~~ license or certificate pursuant to section  
19 12-61-707; and, in such instance, the board shall provide such applicant  
20 with a statement in writing setting forth the basis of the board's  
21 determination that the applicant does not possess the qualifications or  
22 professional competence required by this part 7. Such applicant may  
23 request a hearing on such determination as provided in section 24-4-104  
24 (9), C.R.S.

25 **SECTION 9.** In Colorado Revised Statutes, 12-61-710, **amend**  
26 == (1) (i), (2), (2.5), (3), (5) (a), (10), and (11) as follows: ==

27 **12-61-710. Prohibited activities - grounds for disciplinary**

1 **actions - procedures - repeal.** (1) A real estate appraiser is in violation  
2 of this part 7 if the appraiser:

3           ==  
4           (i) Has been subject to an adverse or disciplinary action in another  
5 state, territory, or country relating to a license, certificate, ~~registration~~, or  
6 other authorization to practice as an appraiser. A disciplinary action  
7 relating to a ~~registration~~, license or certificate as an appraiser ~~registered~~,  
8 licensed or certified under this part 7 or any related occupation in any  
9 other state, territory, or country for disciplinary reasons shall be deemed  
10 to be prima facie evidence of grounds for disciplinary action or denial of  
11 licensure or certification by the board. This paragraph (i) shall apply only  
12 to violations based upon acts or omissions in such other state, territory,  
13 or country that are also violations of this part 7.

14           == ==  
15           (2) If an applicant, a ~~registrant~~, a licensee, or a certified person  
16 has violated any of the provisions of this section, the board may deny or  
17 refuse to renew any ~~registration~~, license or certificate, or, as specified in  
18 subsections (2.5) and (5) of this section, revoke or suspend any  
19 ~~registration~~, license or certificate, issue a letter of admonition to a  
20 licensee or certified person, place a ~~registrant~~, licensee or certified person  
21 on probation, or impose public censure.

22           (2.5) When a complaint or an investigation discloses an instance  
23 of misconduct by a ~~registered~~, licensed or certified appraiser that in the  
24 opinion of the board does not warrant formal action by the board but  
25 should not be dismissed as being without merit, the board may send a  
26 letter of admonition by certified mail to the appraiser against whom a  
27 complaint was made. The letter shall advise the appraiser of the right to

1 make a written request, within twenty days after receipt of the letter of  
2 admonition, to the board to begin formal disciplinary proceedings as  
3 provided in this section to adjudicate the conduct or acts on which the  
4 letter was based.

5 (3) A proceeding for discipline of a ~~registrant~~, licensee or certified  
6 person may be commenced when the board has reasonable grounds to  
7 believe that a ~~registrant~~, licensee or certified person has committed any  
8 act or failed to act pursuant to the grounds established in subsection (1)  
9 of this section or when a request for a hearing is timely made under  
10 subsection (2.5) of this section.

11 (5) As authorized in subsection (2) of this section, disciplinary  
12 actions by the board may consist of the following:

13 (a) **Revocation of a license or certificate.** (I) Revocation of a  
14 ~~registration~~, license or certificate by the board shall mean that the  
15 ~~registered~~, licensed or certified person shall surrender his or her  
16 ~~registration~~, license or certificate immediately to the board.

17 (II) Any person whose ~~registration~~, license or certificate to  
18 practice is revoked is rendered ineligible to apply for any ~~registration~~,  
19 license or certificate issued under this part 7 until more than two years  
20 have elapsed from the date of surrender of the ~~registration~~, license or  
21 certificate. Any reapplication after such two-year period shall be treated  
22 as a new application.

23 (10) Any ~~registrant~~, licensee or certified person having direct  
24 knowledge that any person has violated any of the provisions of this part  
25 7 shall report such knowledge to the board.

26 (11) The board, on its own motion or upon application, at any time  
27 after the imposition of any discipline as provided in this section may

1 reconsider its prior action and reinstate or restore such ~~registration~~,  
2 license or certificate or terminate probation or reduce the severity of its  
3 prior disciplinary action. The taking of any such further action or the  
4 holding of a hearing with respect thereto shall rest in the sole discretion  
5 of the board.

6 **SECTION 10.** In Colorado Revised Statutes, 12-61-712, **amend**  
7 (1) (a) as follows:

8 **12-61-712. Unlawful acts.** (1) It is unlawful for any person to:  
9 (a) Violate any provision of section 12-61-710 (1) (c), (1) (e), or  
10 (1) (f), or to perform a real estate appraisal in conjunction with a debt  
11 instrument that is federally guaranteed or in the federal secondary market  
12 or regulated pursuant to title 12, U.S.C., without first having obtained a  
13 ~~registration~~, license or certificate from the board pursuant to this part 7;

14 **SECTION 11.** In Colorado Revised Statutes, **amend** 12-61-714  
15 as follows:

16 **12-61-714. Special provision for appraiser employees of**  
17 **county assessors.** (1) Except as provided in subsection (2) of this  
18 section, unless a federal waiver is applied for and granted pursuant to  
19 section 12-61-704 (1) (j), on and after July 1, 1997, any person acting as  
20 a real estate appraiser in this state in conjunction with a debt instrument  
21 that is federally guaranteed or in the federal secondary market or  
22 regulated pursuant to title 12, U.S.C., shall be ~~registered~~, licensed or  
23 certified as provided in this part 7, and, on and after said date, no person  
24 shall practice in conjunction with a debt instrument that is federally  
25 guaranteed or in the federal secondary market or regulated pursuant to  
26 title 12, U.S.C., without such a ~~registration~~, license or certificate or hold  
27 himself or herself out to the public as a ~~registered~~, licensed or certified

1 real estate appraiser unless ~~registered~~, licensed or certified pursuant to  
2 this part 7.

3 (2) Any appraiser employee of any county assessor who is  
4 employed to appraise real property shall be ~~registered~~, licensed or  
5 certified as provided in this part 7 and shall have two years from the date  
6 of taking office or the beginning of employment to comply with the  
7 provisions of this part 7.

8 **SECTION 12.** In Colorado Revised Statutes, 12-61-715, **add** (2)  
9 as follows:

10 **12-61-715. Duties of board under federal law.** (2) THE BOARD  
11 SHALL NOT COLLECT OR TRANSMIT THE INFORMATION REQUIRED BY THIS  
12 SECTION FOR LICENSED AD VALOREM APPRAISERS.

13 **SECTION 13.** In Colorado Revised Statutes, 12-61-716, **amend**  
14 (1) as follows:

15 **12-61-716. Business entities.** (1) A corporation, partnership,  
16 bank, savings and loan association, savings bank, credit union, or other  
17 business entity may provide appraisal services if such appraisal is  
18 prepared by ~~individuals registered, certified, or licensed in accordance~~  
19 ~~with this part 7~~ A CERTIFIED GENERAL APPRAISER, A CERTIFIED  
20 RESIDENTIAL APPRAISER, OR A LICENSED APPRAISER. An individual who  
21 is not a ~~registered, certified, or licensed appraiser~~ CERTIFIED GENERAL  
22 APPRAISER, A CERTIFIED RESIDENTIAL APPRAISER, OR A LICENSED  
23 APPRAISER may assist in the preparation of an appraisal if:

24 (a) The assistant is under the direct supervision of a ~~registered~~,  
25 certified or licensed appraiser; and

26 (b) The final appraisal document is approved and signed by an  
27 individual who is a ~~registered~~, certified or licensed appraiser.

1           **SECTION 14.** In Colorado Revised Statutes, 12-61-718, **amend**  
2 (1) (b) as follows:

3           **12-61-718. Scope of article - regulated financial institutions -**  
4 **de minimis exemption.** (1) (b) Such appraisal shall not be represented  
5 or deemed to be an appraisal except to the said financial institution, the  
6 agencies regulating the said financial institution, and any secondary  
7 markets that purchase real estate secured loans. Such appraisal shall  
8 contain a written notice that the preparer is not ~~registered~~, licensed or  
9 certified as an appraiser under this part 7. Nothing in this subsection (1)  
10 shall be construed to exempt a person ~~registered~~, licensed or certified as  
11 an appraiser under this part 7 from regulation as provided in this part 7.

12           **SECTION 15.** In Colorado Revised Statutes, 39-2-123, **amend**  
13 (2) as follows:

14           **39-2-123. Board of assessment appeals created - members -**  
15 **compensation.** (2) Effective July 1, 1991, the existing board of  
16 assessment appeals is abolished, and the terms of members of the board  
17 then serving are terminated. Effective July 1, 1991, except as otherwise  
18 provided in section 39-2-125 (1) (c) (I), the new board shall be comprised  
19 of three members who shall be appointed by the governor with the  
20 consent of the senate. Members of the board shall be experienced in  
21 property valuation and taxation and shall be public employees, as defined  
22 in section 24-10-103 (4) (a), C.R.S., who are not subject to the state  
23 personnel system laws. One of such members shall be or shall have been,  
24 within the five years immediately preceding the date of initial  
25 appointment, actively engaged in agriculture. On and after June 1, 1993,  
26 members shall be ~~registered~~, licensed or certificated pursuant to the  
27 provisions of part 7 of article 61 of title 12, C.R.S., and, if any member



1 fails to become so ~~registered~~, licensed or certificated by said date, the  
2 office of such member shall be deemed to be vacated and shall be filled  
3 in the same manner as other vacancies. Initial appointments to the board  
4 shall be as follows: One member shall be appointed for a term of two  
5 years, and two members shall be appointed for terms of four years.  
6 Thereafter, appointments to the board shall be for terms of four years  
7 each. Service on the board shall be at the pleasure of the governor, who  
8 may appoint a replacement to serve for the unexpired term of any  
9 member. Such replacement shall be appointed with the consent of the  
10 senate. Any other vacancies on the board shall be filled by appointment  
11 by the governor with the consent of the senate for the unexpired term.

12 **SECTION 16.** In Colorado Revised Statutes, 39-8-108.5, amend  
13 (1) (b) introductory portion as follows:

14 **39-8-108.5. Arbitration of property valuations - arbitrators -**  
15 **qualifications - procedures.** (1) (b) Except as otherwise provided in  
16 paragraph (c) of this subsection (1), persons on such list shall be, in  
17 addition to any other qualifications deemed necessary by the board,  
18 experienced in the area of property taxation, on and after June 1, 1993, be  
19 ~~registered~~, licensed or certificated pursuant to part 7 of article 61 of title  
20 12, C.R.S., and be any one of the following:

21 **SECTION 17.** In Colorado Revised Statutes, 28-3-106, amend  
22 (1) (s) (I) as follows:

23 **28-3-106. Powers and duties of adjutant general.** (1) The  
24 adjutant general has the following powers and duties:

25 (s) (I) If, in the judgment of the adjutant general, any real estate  
26 which has been acquired for military purposes is unsuitable for military  
27 purposes, the adjutant general, by and with the approval of the governor,

1 in writing, has authority to sell, trade, or otherwise dispose of such real  
2 estate, but, except as otherwise provided by subparagraph (II) of this  
3 paragraph (s), such real estate shall not be disposed of for less than its  
4 appraised value. The appraised value of such real estate shall be  
5 determined by an appraiser who is ~~registered~~, licensed or certificated  
6 pursuant to part 7 of article 61 of title 12, C.R.S., and who is selected by  
7 the adjutant general from a list of three qualified individuals submitted to  
8 the adjutant general by the department. Appraisers shall be selected for  
9 the list, and their fees shall be negotiated in accordance with the standards  
10 established by part 14 of article 30 of title 24, C.R.S. The adjutant  
11 general, by and with the advice and approval of the governor, is  
12 authorized to lease any property belonging to the department when it is  
13 not needed for the immediate use of the department. All conveyances  
14 which are required for the purpose of this section shall be executed by the  
15 governor under the seal of the state, and the proceeds of all sales, trades,  
16 or other disposition shall be placed in an account to be invested by the  
17 state treasurer as provided in section 24-36-113, C.R.S. Any interest  
18 earned on the investment or deposit of such proceeds shall remain in such  
19 account and shall not be credited to the general fund or any other fund of  
20 the state. Said proceeds and any interest thereon shall be disbursed by  
21 authority of the adjutant general, subject to appropriation by the general  
22 assembly, only for the construction, repair, improvement, acquisition, or  
23 costs of acquisition or sale of armories throughout the state. Costs of  
24 acquisition or sale shall include but need not be limited to appraisals, site  
25 surveys, environmental surveys, title work, property inspections, closing  
26 costs, legal fees, real estate fees, site preparation, or utility studies. Prior  
27 to disposing of any real property pursuant to the provisions of this

1 paragraph (s), the adjutant general shall submit a report to the capital  
2 development committee which describes such real property, the  
3 maintenance costs related to such real property, the current value of such  
4 real property, any conditions or limitations which may restrict the use of  
5 such real property, and the terms of the proposed disposition of such real  
6 property. The capital development committee shall review any such report  
7 which is submitted to the capital development committee and shall  
8 provide recommendations to the adjutant general concerning the proposed  
9 real property disposition within thirty days after the date of receipt of such  
10 report. The adjutant general shall not complete any such real property  
11 disposition without considering any recommendations of the capital  
12 development committee which are provided within such thirty-day period.

13 **SECTION 18. Effective date.** This act takes effect July 1, 2013.

14 **SECTION 19. Safety clause.** The general assembly hereby finds,  
15 determines, and declares that this act is necessary for the immediate  
16 preservation of the public peace, health, and safety.