



August 31, 2012

Ms. Rosanna Moore, City Manager
City of Brawley
400 Main Street
Brawley, CA 92227

Dear Ms. Moore:

Subject: Housing Assets Transfer Form Approval Letter

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Brawley (City) submitted a Housing Assets Transfer Form (Form) to the California Department of Finance (Finance) on August 1, 2012, for the period February 1, 2012 through August 1, 2012.

HSC section 34176 (e) defines a housing asset. Assets transferred deemed not to be a housing asset shall be returned to the successor agency. Finance has completed its review of your Form, which may have included obtaining clarification for various items. Based on a sample of line items reviewed and the application of law, Finance is objecting to Exhibit C, Item 1. The Promissory Note identifies the City as the "Holder" of the loan. It therefore is not an asset of the former Redevelopment Agency.

Except for the items disallowed as noted above, Finance is not objecting to the remaining items, if any, listed on your Form. If you disagree with our determination with respect to any items on the Form, you may request a Meet and Confer within five business days of receiving this letter.

Please direct inquiries to Beliz Chappuie, Supervisor or Cindie Lor, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Ms. Ruby D. Walla, Finance Director, City of Brawley
Mr. Douglas R. Newland, Auditor-Controller, Imperial County
California State Controller's Office