



August 30, 2012

Mr. Jack Castro, Finance Director  
City of Huron  
36311 Lassen Avenue  
P. O. Box 339  
Huron, CA 93234

Dear Mr. Castro:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Huron Housing Authority (Authority) submitted a Housing Assets Transfer Form (Form) to the California Department of Finance (Finance) on July 31, 2012 for the period February 1, 2012 through July 31, 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 the following asset or transfer of asset identified on your Form:

- Exhibit B, item 1 – Cash in the amount of \$262,864 deposited in the Low and Moderate Housing Income Fund (LMHIF). HSC 34176 (a) (1) states all rights, powers, duties, obligations, and housing assets shall be transferred to the entity that assumes the housing functions previously performed by a redevelopment agency, excluding any amounts on deposit in the LMHIF. Therefore, the amount of \$262,864 deposited in the LMHIF is not a transferable housing asset and should be returned to the Successor Agency.

Except for 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 Evelyn Suess, Supervisor or Brian Dunham, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY  
Local Government Consultant

cc: Mr. George Gomez, Accounting Financial Manager, Fresno County  
California State Controller's Office