DEPARTMENT OF FINANCE

EDMUND G. BROWN JR. • GOVERNOR

915 L STREET ■ SACRAMENTO CA ■ 95814-3706 ■ WWW.DOF.CA.GOV

August 23, 2012

Mr. Don Pauley, City Manager
City of Kingsburg
1401 Draper Street
Kingsburg, CA 93631

Dear Mr. Pauley:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the), the City of Kingsburg Low/Mod Successor Agency submitted a Housing Assets Transfer Form (Form) to the California Department of Finance (Finance) on July 24, 2012 for the period February 1, 2012 through July, 24, 2012.

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 A, Item 1, Land. The documentation provided does not indicate the land was purchased with Low and Moderate Income Housing Funds. HSC section 34176 (e) defines a housing asset. Housing assets transferred deemed not to be a housing asset shall 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 Chikako Takagi-Galamba, Supervisor or Wendy Griffe, Lead Analyst at (916) 445-1546.

Sincerely,

For

STEVE SZALAY
Local Government Consultant

cc: Ms. Sue Bauch, City Clerk, City of Kingsburg
Mr. Don Jensen, Assistant City Manager/Finance Director, City of Kingsburg
Ms. Robin Cook, Senior Accountant, Fresno County
Mr. George Gomez, Accounting Financial Manager, Fresno County
State Controller's Office