



August 29, 2012

Mr. Richard Martinez, Accounting Manager  
City of La Verne  
3660 D Street  
La Verne, CA 91750

Dear Mr. Martinez:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of La Verne submitted a Housing Assets Transfer Form (Form) to the California Department of Finance (Finance) on July 30, 2012 for the period February 1, 2012 through July 30, 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 A, Item 5 – The Improved Land Recreation Park does not qualify as a housing asset because it does not meet the definition of a housing asset. Resolution No. 212 authorized payment from the low and moderate income housing fund to acquire land for a park site. However, the park is not a housing asset reportable on Exhibit A of the Form and shall be returned to the successor agency.

Except for item 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 Kylie Le, Supervisor or Michael Barr, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY  
Local Government Consultant

cc: Mr. Ron Clark, Finance Officer, City of La Verne  
Ms. Kristina Burns, Program Specialist III, Los Angeles County Auditor Controller's Office  
California State Controller's Office