



**DEPARTMENT OF
FINANCE**

EDMUND G. BROWN JR. • GOVERNOR

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

August 31, 2012

Mr. Steven McHarris, Community and Economic Development Director
City of Soledad
248 Main Street
Soledad, CA 93960

Dear Mr. McHarris:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Soledad Housing Agency (Agency) 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 the following assets or transfer of assets identified on your Form:

- Exhibit A, Items 1 through 4 – The Agency could not provide sufficient documentation to support the use of vacant land for low and moderate income housing purposes.
- Exhibit D, Items 50 through 52 – The Housing Rehabilitation and Residential Façade Improvement Program grants totaling \$41,525. These grants were awarded on August 5, 2011 and October 28, 2011, respectively. HSC section 34163 (b) prohibits a redevelopment agency from entering into contracts with any entity for any purpose after June 27, 2011.

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.

Mr. Steven McHarris
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Please direct inquiries to Nichelle Thomas, Supervisor or Wendy Griffe, Lead Analyst at (916) 445-1546.

Sincerely,

A handwritten signature in black ink, appearing to read "Steve Szalay".

STEVE SZALAY
Local Government Consultant

cc: Ms. Adela Gonzalez, Executive Director, City of Soledad
Ms. Julie Aguero, Auditor-Controller Analyst II, Monterey County
California State Controller's Office