



August 31, 2012

Ms. Angela Freitas, Interim Executive Director
Stanislaus County
1010 10th Street, Suite 3400
Modesto, CA 95354

Dear Ms. Freitas:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the Stanislaus County 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 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 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 – Vacant Lot. It is our understanding the vacant lot will be used to build a water well and not for low and moderate income housing purposes.

Except for the 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 Robert Scott, Supervisor or Jenny DeAngelis, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Mr. Aaron Farnon, Community Development Manager, Stanislaus County
Ms. Lauren Klein, CPA, Auditor-Controller, Stanislaus County
California State Controller's Office