



August 30, 2012

Mr. Alex Terrazas, Assistant Town Manager
Town of Truckee
10183 Truckee Airport Road
Truckee, CA 96161-3306

Dear Mr. Terrazas:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the Town of Truckee 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 Exhibit D, Items 16 through 18. The Town of Truckee issued these loans totaling \$242,000 with former Truckee Redevelopment Agency housing set-aside funds after June 27, 2011. HSC 34163 (b) prohibits an agency from entering into agreements, obligations, or contracts with any entity for any purpose after June 27, 2011.

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 Beliz Chappuie, Supervisor or Cindie Lor, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Ms. Kim Szczurek, Administrative Services Director, Town of Truckee
Mr. Tony Lashbrook, Town Manager, Town of Truckee
Ms. Marcia L. Salter, Nevada County Auditor-Controller
California State Controller's Office