



August 31, 2012

Mr. Mark Evanoff, Redevelopment Manager  
City of Union City  
34009 Alvarado-Niles Road  
Union City, CA 94587

Dear Mr. Evanoff:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Union City 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, Item 14 – The Green Street property valued at \$315,000. The sale date of this asset is July 8, 2011. HSC Section 34163 (b) prohibits a redevelopment agency from entering into contracts with any entity for any purpose after June 27, 2011.
- Exhibit C, Item 1 – Rehabilitation Grant program; a total of \$800,000 to be made available. No documentation was provided to demonstrate the grants are to be awarded for low and moderate income housing purposes.

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.

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

Sincerely,

STEVE SZALAY  
Local Government Consultant

Mr. Mark Evanoff  
August 31, 2012  
Page 2

cc: Mr. Vern Smith, Housing Coordinator, City of Union City  
Ms. Carol S. Orth, Division Chief, Tax Analysis, Alameda County  
California State Controller's Office