



October 5, 2012

Ms. Sheryl Montgomery
City of Anaheim
201 Anaheim Blvd., 10th Floor
Anaheim, CA 92805

Dear Ms. Montgomery:

Subject: Housing Asset Transfer Form

This letter supersedes Finance's Housing Asset Transfer Form letter dated August 30, 2012. Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the Anaheim Housing Authority (Authority) 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. Finance issued its determination related to those transferred assets on August 30, 2012. Subsequently, the Agency requested a Meet and Confer session for one or more of the items denied by Finance. The Meet and Confer session was held on September 18, 2012.

Based on a review of additional information and documentation provided to Finance during the Meet and Confer process, Finance has completed its review of those specific items being disputed. Finance is no longer objecting to Exhibit A, item 10 – land and structures. However, Finance continues to object to Exhibit A, items 3 and 16 – unimproved land. The Authority did not provide documentation to establish these items are for low and moderate income housing purposes pursuant to HSC 34176 (e).

This is Finance's final determination related to the assets reported on your Form. Except for items disallowed as noted above, Finance is not objecting to the remaining items listed on your Form. Assets transferred deemed not to be a housing asset shall be returned to the successor agency.

Please direct inquiries to Evelyn Suess, Dispute Resolution Supervisor or Danielle Brandon, Analyst at (916) 445-1546.

Sincerely,

Steve Szalay
Local Government Consultant

cc: Mr. John E. Woodhead IV, Executive Director, City of Anaheim
Mr. Brad Hobson, Deputy Director, City of Anaheim
Mr. Frank Davies, Administrative Manager, Orange County
California State Controller's Office