



June 19, 2014

Mr. Micah Runner, Economic Development Director  
City of Stockton  
425 North El Dorado Street, Room 317  
Stockton, CA 95202

Dear Mr. Runner:

Subject: Low and Moderate Income Housing Fund Due Diligence Review

The City of Stockton Successor Agency (Agency) submitted an Oversight Board approved Low and Moderate Income Housing Fund (LMIHF) Due Diligence Review (DDR) to the California Department of Finance (Finance) on March 6, 2014. The purpose of the review was to determine the amount of cash and cash equivalents available for distribution to the affected taxing entities. Since the Agency did not meet the October 15, 2012 submittal deadline pursuant to HSC section 34179.6 (c), Finance was not bound to completing its review and making a determination by the November 9, 2012 deadline pursuant to HSC section 34179.6 (d). However, Finance has completed its review of your DDR, which may have included obtaining clarification for various items.

Based on our review, Finance made no adjustments to the LMIHF balance available for allocation to the affected taxing entities. As a result, there are no unencumbered LMIHF balances available for distribution.

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

Sincerely,

JUSTYN HOWARD

Assistant Program Budget Manager

cc: Ms. LaVerna Blanco, Program Manager II, City of Stockton  
Mr. Jay Wilverding, Auditor-Controller, San Joaquin County  
California State Controller's Office