



February 6, 2013

Mr. Daniel Rofoli, Consultant
Housing Authority of Los Angeles County
2 Coral Circle
Monterey Park, CA 91755

Dear Mr. Rofoli:

Subject: Housing Assets Transfer Form

This letter supersedes Finance's Housing Asset Transfer Form letter dated August 31, 2012. Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the Housing Authority of Los Angeles County as Housing Successor Agency (Agency) for the City of Arcadia 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. Finance issued its determination related to those transferred assets on August 31, 2012. Subsequently, the Agency requested a Meet and Confer session on one or more items that was objected to by Finance. The Meet & Confer session was held on January 25, 2013.

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.

All items listed on Exhibit A – Finance no longer objects to the transfers. Finance originally objected to the transfers because the Agency did not complete the required information for each of the line items listed in Exhibit A. The required information was marked "TBD." As such, we could not determine the appropriateness of the transfers of the assets. The Agency contends the items are housing assets because the properties were purchased with funds from the Low and Moderate Income Housing Fund (LMIHF). Based on documents provided during the meet and confer process, Finance verified the properties were acquired with LMIHF funds for low and moderate income housing purposes as required by HSC section 34176 (e) (1). Therefore, the items are housing assets eligible for transfer.

This is Finance's final determination related to the assets reported on your Form. Except for any 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.

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

Sincerely,

A handwritten signature in black ink, appearing to read 'Steve Szalay', with a stylized flourish at the end.

STEVE SZALAY
Local Government Consultant

cc: Ms. Jacqueline Rodarte, Project Manager, Los Angeles County
Ms. Kristina Burns, Manager, Community Redevelopment Administration Section,
Property Tax Division, Los Angeles County Auditor Controller's Office
Mr. Jerry Schwartz, Economic Development Manger, City of Arcadia
California State Controller's Office