



August 30, 2012

Will Kaholokula, Director of Finance and Admin Services
City of Bell Gardens
7100 S. Garfield Avenue
Bell Gardens, CA 90201

Dear Mr. Kaholokula:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Bell Gardens 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 asset or transfer of asset identified on your Form:

Exhibit D, Item 5 – The loan document provided was effective on September 8, 2011. HSC Section 34163 (b) prohibits a redevelopment agency from entering into contracts with any entity after June 27, 2011.

Except for 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 Nichelle Thomas, Supervisor or Wendy Griffe, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Mr. John Lam, City Attorney, City of Bell Gardens
Ms. Kristina Burns, Program Specialist III, Office of the Los Angeles County Auditor
California State Controller's Office