



August 30, 2012

Mr. James E. Taubert, Executive Director  
City of Madera  
428 East Yosemite Avenue  
Madera, CA 93630

Dear Mr. Taubert:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Madera 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.

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 50 – Vacant Lot. The property is defined as an economic remnant with landscape improvements and is not considered a housing asset pursuant to HSC section 34176 (e).
- Exhibit A, Item 370 – Low Mod Tenant Occupied Units. This item was included in the Exhibit twice, under Item 361 and 370.
- Exhibit C, Low-Mod Encumbrances. The following items are not considered enforceable obligations (EO) pursuant to HSC 34171 (d).
  - Item 1 - the Amended Grantee Agreement was executed after June 27, 2011.
  - Items 2 and 3 amounts were funding set-aside for a future affordable housing development project. However, no contracts have been executed to establish items as EOs.

Except for the items disallowed as noted above, Finance is not objecting to the remaining items 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.

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Please direct inquiries to Beliz Chappuie, Supervisor or Cindie Lor, Lead Analyst at  
(916) 445-1546.

Sincerely,



**STEVE SZALAY**  
Local Government Consultant

cc: Ms. Sandi Brown, Agency Secretary, City of Madera  
Mr. Jim Boyajian, Assistant Auditor-Controller, County of Madera  
Mr. Karl Noyes, Assistant Auditor-Controller, County of Madera  
California State Controller's Office