



August 31, 2012

Mr. Matt Michaelis, Administrative Services Manager
City of Marysville
526 C Street
Marysville, CA 95901

Dear Mr. Michaelis:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Marysville 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 Exhibit A, Items 1 through 15 and Exhibit D, Items 1 and 2 – Lots/Properties and Loans. It is our understanding the assets were not acquired for and there are no present or future plans to use the assets for low and moderate income housing purposes.

Except for the items 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 Robert Scott, Supervisor or Jenny DeAngelis, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Mr. Richard Eberle, Auditor-Controller, Yuba County
California State Controller's Office