



August 25, 2012

Mr. Jim Basham, Community Development Director
City of Monterey Park
320 West Newmark Avenue
Monterey Park, CA 91754

Dear Mr. Basham:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Monterey Park submitted a Housing Assets Transfer Form (Form) to the California Department of Finance (Finance) on July 26, 2012 for the period February 1, 2012 through July 26, 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, Items 1 and 5 – Finance was provided grant deeds for the related properties (dated November 27, 2006 and December 17, 2009, respectively) that show title was transferred to the redevelopment agency. However, the documents provided are not sufficient to demonstrate these properties meet the housing asset definition per HSC section 34176 (e). Specifically, the grant deeds do not clearly define that the properties are for low and moderate income housing purposes.

Except for 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 Evelyn Suess, Supervisor or Michael Barr, Lead Analyst at (916) 445-1546.

Sincerely,



STEVE SZALAY
Local Government Consultant

cc: On following page

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cc: Ms. Donna Ramirez, Acting Economic Development Specialist, City of Monterey Park
Ms. Kristina Burns, Program Specialist III, Los Angeles County Auditor-Controller
California State Controller's Office