



REVISED

March 22, 2013

Mr. Travis C. Hickey, Assistant Director
Finance and Administrative Services
City of Santa Fe Springs
11710 E. Telegraph Road
Santa Fe Springs, CA 90670

Dear Mr. Hickey:

Subject: Housing Assets Transfer Form

This letter supersedes the California Department of Finance's (Finance) Housing Asset Transfer Form letter dated August 30, 2012. Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Santa Fe Springs as Housing Successor Agency (Agency) submitted a Housing Assets Transfer Form (Form) to Finance on August 1, 2012, for the period February 1, 2012 through August 1, 2012. Finance issued its determination related to those transferred asset on August 30, 2012. Subsequently, the Agency requested a Meet and Confer session on one or more items that was objected to by Finance. The Meet and Confer session was held on February 8, 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.

Exhibit A, Items 1 through 5, Exhibit B, Item 1, and Exhibit D, Item 5. Finance no longer objects to the transfers for Exhibit A, Items 1 through 5 and Exhibit D, Item 5 and agrees to the removal of Exhibit B, Item 1 from the Form. Finance originally objected to the transfers because sufficient documentation was not provided to determine the assets listed are used for low and moderate housing purposes.

- For Exhibit A, Items 1 through 5, the Agency provided documents showing the properties were purchased using funds from the Low and Moderate Income Housing Fund (LMIHF) or housing bond proceeds. Therefore, the items are housing assets pursuant to HSC section 34176 (e) (1).
- For Exhibit B, Item 1, the Agency provided documents showing the vehicles were owned by the City, not the former Redevelopment Agency. Therefore, the item should be removed from the Form.
- For Exhibit D, Item 5, the Agency provided a copy of the agreement with the buyer dated June 23, 2011 and documents showing the loan was on a property purchased with LMIHF. Therefore, the item is a housing asset pursuant to HSC section 34176 (e) (3).

During the Meet and Confer process, the Agency requested to include an additional item to the Form on Exhibit D that was inadvertently omitted. The Agency provided documents showing that funds from the Low and Moderate Income Housing Fund were loaned to the Santa Fe Springs Housing Partners through an Affordable Housing Agreement dated March 28, 2002. Additionally, the loan was associated with the property listed as Exhibit A, Item 1, which was approved for transfer. Therefore, the loan receivable is a housing asset pursuant to HSC section 34176 (e) (3) and Finance approves the addition of the item to the Form and the transfer of the receivable.

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

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

Sincerely,



STEVE SZALAY
Local Government Consultant

cc: Ms. Kristina Burns, Manager, Community Redevelopment Administration Section,
Property Tax Division, Los Angeles County Auditor Controller Office
California State Controller's Office