



December 15, 2012

Mr. Darrel L. Pyle, City Manager
City of Coalinga
155 W. Durian Avenue
Coalinga, CA 93210

Dear Mr. Pyle:

Subject: Housing Asset Transfer Form

This letter supersedes Finance's Housing Asset Transfer Form letter dated August 31, 2012. Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the City of Coalinga Successor Agency 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. Finance issued its determination related to those transferred assets on August 31, 2012. Subsequently, the City of Coalinga Successor Agency requested a Meet and Confer session on one or more items that was objected to by Finance.

Finance disputed Exhibit A, Items 1 and 2 – Vacant Property. No documentation was originally provided to indicate the former redevelopment agency's interest in the property, and the preliminary title report for the planned Pacific Estates subdivision did not include a low or moderate-income housing covenant.

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, and is not objecting to any assets or transfers of assets identified on your Form.

Additionally, Finance is approving the transfer of vacant land (APN 071-162-16S) which was inadvertently not included on the original Form. This is Finance's final determination related to the assets reported on your Form.

Please direct inquiries to Nichelle Thomas, Supervisor or Alexander Watt, Lead Analyst at (916) 445-1546.

Sincerely,

Steve Szalay
Local Government Consultant

cc: On following page

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cc: Ms. Mari Jimenez, Assistant Financial Service Director, City of Coalinga
Ms. Shannon Jensen, Economic Development Assistant, City of Coalinga
Mr. George Gomez, Account Financial Manager, Fresno County
California State Controller's Office