



August 30, 2012

Mr. A.J. Wilson, Executive Director
Inland Valley Development Agency, Serving as Successor Agency to the Inland Valley
Development Agency
294 S. Leland Norton Way
San Bernardino, CA 92408

Dear Mr. Wilson:

Subject: Housing Assets Transfer Form

Pursuant to Health and Safety Code (HSC) section 34176 (a) (2), the Inland Valley Development Agency, Serving as Successor Agency to the Inland Valley Development Agency, submitted a Housing Assets Transfer Form (Form) to the California Department of Finance (Finance) on July 30, 2012 for the period February 1, 2012 through July 30, 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 asset or transfer of asset identified on your Form:

Exhibit C, Item 1 – Redisual balance in the Low and Moderate Income Housing Fund. No additional documentation was provided by the housing entity. As such we could not determine the appropriateness of the transfers of the assets.

Except for item 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 Nichelle Thomas, Supervisor or Susana Medina Jackson, Lead Analyst at (916) 445-1546.

Sincerely,



STEVE SZALAY
Local Government Consultant

cc: On following page

Mr. Wilson
August 30, 2012
Page 2

cc: Ms. Vanessa Doyle, Property Tax Manager, San Bernardino County
Ms. Linda Santillano, Supervising Accountant, San Bernardino County
Ms. Franz Zyss, Accountant III, San Bernardino County
Mr. Larry Walker, Auditor Controller, San Bernardino County
Mr. Albert Aleman, San Bernardino County
Ms. Ashley Schwenk, San Bernardino County
California State Controller's Office