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## United States General Accounting Office

REGIONAL OFFICE

8112 FEDERAL OFFICE BUILDING FIFTH AND MAIN STREETS CINCINNATI, OHIO 45202 089022

NOV 11 1977

Mr. Paul Lydens, Director U.S. Department of Housing and Urban Development Columbus Area Office 200 North High Street Columbus, Ohio 43215

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Dear Mr. Lydens:

The General Accounting Office is examining the processes Department of Housing and Urban Development (HUD) follows in acquiring, preserving, and disposing of single family houses. As part of the examination, we compared HUD's inventory of acquired houses at the Columbus area office with those recorded in HUD's name at the Franklin County Courthouse. The comparison showed that HUD was the owner on record of 27 properties not included in its inventory. Courthouse records show some of these properties had been transferred to HUD as early as 1972 and 1973 (see appendix I).

Our analysis of the 27 properties revealed

- -- five properties had never been included in HUD's inventory,
- --four properties were awaiting title opinion and/or approval, and
- --eighteen of the properties were shown on HUD records as sold.

Acquired property should be identified, recorded, and placed in the inventory for disposition as quickly as possible after title has been acquired. According to HUD regulations, the local office is supposed to make sure the buyer records transfer of title at the courthouse when the sale is closed.

To correct the above conditions, HUD inventory records should be reconciled with the county courthouse records. We believe the reconciliation should include at least the following analysis

--determine if HUD has title to (1) the five properties for which your office has no record of ownership and (2) the four properties awaiting title opinions or approval. If the properties belong to HUD they should be included in the inventory and if not HUD should ask the county to correct their records.

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--determine if HUD sold the eighteen properties and either have HUD removed as owner of record or place the properties back in inventory.

Please let us know how this condition occurred and what you could do to prevent it from happening again. Thank you and your staff for the cooperation given the representatives of this office and if you have any questions, please contact Mr. Dan McCafferty or Mr. Homer Carrington at 684-2107.

Sincerely,

Robert W. Hanlon Regional Manager

## COURTHOUSE HUD RECORDED PROPERTIES NOT LISTED IN HUD'S PROPERTY DISPOSITION INVENTORY

## Properties with no record of ownership

Address 356 S. Eureka Av 2228 Homestead 1 2287 Delbert Rd. 2053 Aberdeen Av 2065 Aberdeen Av	Dr. 7-6-76 4-18-77 ve. 5-12-77
Properties awaiting title opinion or approva-	<u>1</u>
1252 Woodnell A 2469 Kitchner D 1069 Kelton Ave 2056 Woodward A	1-19-77 2-14-77
Properties reported sold	
375 Wilson Ave 1093-5 E. 18th 1043 Studer Ave 1548 Oak Street 1219 E. Fulton 638 Wilson Ave. 587 E. Stam Ave 2314 Howey Ave. 984 Ellsworth A 1117 24th Ave 1554 Republic A 1233 Briarwood 1271 Aberdeen A 1495 Arlington 751 Kimball 2334 Lexington 1351 Aberdeen A 954 E. 19th Ave	5-6-74 1-10-75 St. 10-28-75 2-4-76 2-20-76 8-27-76 ve. 9-23-76 10-7-76 ve. 10-8-76 Ave. 10-13-76 ve. 10-20-76 Ave. 11-10-76 12-10-76 Ave 12-14-76 ve. 1-7-77