

## **Material Event Disclosure – January 10, 2012**

### **Riverside Public Financing Authority 2001 Revenue Bonds, Series A/B CFD 86-1 (Orangecrest & Mission Grove)**

Pursuant to the requirements of the Continuing Disclosure Certificate for the above referenced issue, notice is hereby given of a material event consistent with Rule 15c2-12 of the Securities and Exchange Commission. The following additional material events have occurred since the last material event disclosure provided by the City:

- **Actions taken relative to Ambac Assurance Corporation's (Ambac) rating:**

- (1) – On April 07, 2011, Moody's withdrew its rating of Ambac

Ambac provided an insurance policy guaranteeing the scheduled payment of principal and interest on the bonds.

---

#### **THE BELOW DISCLOSURE INFORMATION HAS PREVIOUSLY BEEN PROVIDED**

---

- **Actions taken relative to Ambac Assurance Corporation's (Ambac) rating:**

- (1) – On January 18, 2008, Fitch decreased its rating from "AAA" to "AA"
- (2) – On June 5, 2008, Standard and Poor's decreased its rating from "AAA" to "AA"
- (3) – On June 19, 2008, Moody's decreased its rating from "Aaa" to "Aa3"
- (4) – On June 26, 2008, Fitch withdrew its rating of Ambac.
- (5) – On November 5, 2008, Moody's decreased its rating from "Aa3" to "Baa1"
- (6) – On November 19, 2008, Standard & Poor's decreased its rating from "AA" to "A"
- (7) – On April 21, 2009, Moody's decreased its rating from "Baa1" to "Ba3"
- (8) – On June 24, 2009, Standard & Poor's decreased its rating from "A" to "BBB"
- (9) – On July 28, 2009, Standard and Poor's decreased its rating from "BBB" to "CC"
- (10) – On July 29, 2009, Moody's decreased its rating from "Ba3" to "Caa2"
- (11) – On March 25, 2010, Standard and Poor's decreased its rating from "CC" to "R"
- (12) – On November 30, 2010, Standard and Poor's withdrew its rating of Ambac