

Material Event Disclosure – May 27, 2014

Redevelopment Agency of the City of Riverside 2003 Tax Allocation Bonds, Series A Downtown/Airport Merged Project Area

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 Agency:

- **Actions taken relative to National Public Finance Guarantee Corp's (NPFGC) rating:**

(1) – On May 21, 2014, Moody's increased its rating from "Baa1" to "A3"

NPFGC has reinsured the 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 National Public Finance Guarantee Corp's (NPFG) rating:**

- (1) – On February 18, 2009, MBIA transferred its public finance insurance line of business to National Public Finance Guarantee Corp. (NPFG).
- (2) – On February 18, 2009, Standard and Poor's decreased its rating from "AA" to "AA-"
- (3) – On June 5, 2009, Standard and Poor's decreased its rating from "AA-" to "A"
- (4) – On December 22, 2010, Standard and Poor's decreased its rating from "A" to "BBB"
- (5) – On December 19, 2011, Moody's decreased its rating from "Baa1" to "Baa2"
- (6) – On February 28, 2013, Standard & Poor's decreased its rating from "BBB" to "BB"
- (7) – On May 8, 2013, Standard & Poor's increased its rating from "BB" to "BBB"
- (8) – On May 10, 2013, Standard & Poor's increased its rating from "BBB" to "A"
- (9) – On May 21, 2013, Moody's increased its rating from "Baa2" to "Baa1"
- (10) – On March 18, 2014, Standard & Poor's increased its rating from "A" to "AA-"

NPFG provides an insurance policy guaranteeing the scheduled payment of principal and interest on the bonds.

- **Substitution of Credit provider:**

- (1) – On February 18, 2009, the insurer MBIA was reinsured by National Public Finance Guarantee Corporation (NPFGC)

- **Actions taken relative to MBIA Insurance Corp's (MBIA) rating:**

- (1) – On April 4, 2008, Fitch Ratings decreased its rating from “AAA” to “AA”
- (2) – On June 4, 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 A2
- (4) – On June 26, 2008, Fitch withdrew its rating of MBIA.
- (5) – On November 5, 2008, Moody's decreased its rating from “A2” to “Baa1”

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