

Material Event Disclosure – January 18, 2018

City of Riverside 2006 Certificates of Participation Galleria at Tyler Public Improvements

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 National Public Finance Guarantee Corp.'s (NPFGC) rating (formerly MBIA and FGIC):**

- (1) – On December 1, 2017 Standard and Poor's affirmed its "A" rating and then withdrew the rating at the company's request.
- (2) – On January 17, 2018 Moody's decreased its rating from "A3" to "Baa2"

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 the rating on the bonds:**

- (1) – In accordance with its March 25, 2010, report "Recalibration of U.S. Public Finance Ratings", Fitch has recalibrated its rating on the bonds from "A+" to "AA-"
- (2) - On April 29, 2011, Fitch has revised its rating on the bonds from "AA-" to "A+"
- (3) – On April 26, 2016, Fitch increased its rating from "A+" to "AA"
- (4) – On May 4, 2017 Standard and Poor's increased its long term and SPUR ratings on the bonds from "A+" to "AA-"

- **Actions taken relative to National Public Finance Guarantee Corp. (NPFGC) rating (formerly MBIA and FGIC):**

- (1) – On April 4, 2008 Fitch decreased its rating from "AAA" to "AA"
- (2) – On June 5, 2008 Standard & 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 on NPFGC

- (5) - On November 7, 2008 Moody's decreased its rating from "A2" to "Baa1"
- (6) - On February 18, 2009 Standard & Poor's decreased its rating from "AA" to "AA-"
- (7) - On June 5, 2009 Standard & Poor's decreased its rating from "AA-" to "A"
- (8) - On December 22, 2010 Standard & Poor's decreased its rating from "A" to "BBB"
- (9) - On December 19, 2011 Moody's decreased its rating from "Baa1" to "Baa2"
- (10) - On February 28, 2013 Standard & Poor's decreased its rating from "BBB" to "BB"
- (11) - On May 8, 2013 Standard & Poor's increased its rating from "BB" to "BBB"
- (12) - On May 10, 2013 Standard & Poor's increased its rating from "BBB" to "A"
- (13) - On May 21, 2013 Moody's increased its rating from "Baa2" to "Baa1"
- (14) - On March 18, 2014 Standard & Poor's increased its rating from "A" to "AA"
- (15) - On May 21, 2014 Moody's increased its rating from "Baa1" to "A3"
- (16) - On June 26, 2017 Standard and Poor decreased its rating from "AA-" to "A"

NPFGC has reinsured the insurance policy guaranteeing the scheduled payment of principal and interest on the bonds.

- **Substitution of Credit Provider:**

- (1) - In January 2009, Insurer Financial Guaranty Insurance Company (FGIC) was reinsured by National Public Finance Guarantee Corporation (NPFGC)

- **Actions taken relative to Financial Guaranty Insurance Company's (FGIC) rating:**

- (1) - On January 30, 2008, Fitch decreased its rating from "AAA" to "AA"
- (2) - On February 14, 2008, Moody's decreased its rating from "Aaa" to "A3"
- (3) - On January 31, 2008, Standard and Poor's decreased its rating from "AAA" to "AA"
- (4) - On February 25, 2008, Standard and Poor's decreased its rating from "AA" to "A"
- (5) - On March 26, 2008, Fitch decreased its rating from "AA" to "BBB"
- (6) - On March 28, 2008, Standard & Poor's decreased its rating from "A" to "BB"
- (7) - On March 31, 2008, Moody's decreased its rating from "A3" to "Baa3"
- (8) - On June 20, 2008, Moody's decreased its rating from "Baa3" to "B1"
- (9) - On July 31, 2008, Fitch decreased its rating from "BBB" to "CCC"
- (10) - On November 24, 2008, Fitch withdrew its rating of FGIC
- (11) - On November 24, 2008, Standard & Poor's decreased its rating from "BB" to "CCC"
- (12) - On December 19, 2008, Moody's decreased its rating from "B1" to "Caa1"
- (13) - On March 24, 2009, Moody's decreased its rating from "Caa1" to "Caa3"
- (14) - On March 24, 2009, Moody's withdrew its rating of FGIC
- (15) - On April 22, 2009, Standard & Poor's decreased its rating from "CCC" to "CC" and withdrew its rating of FGIC

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