

Material Event Disclosure – May 9, 2017

City of Riverside 2004 General Obligation Bonds Election of 2003 Fire Facilities

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 the rating on the bonds:**

- (1) – On May 4, 2017, Standard & Poor’s increased its long term and SPUR ratings on the bonds from “AA-“ to “AA”

THE BELOW DISCLOSURE INFORMATION HAS PREVIOUSLY BEEN PROVIDED

- **Actions taken relative to Syncora’s (formerly XL Capital Assurance) rating:**

- (2) – On January 24, 2008, Fitch decreased its rating from “AAA” to “A”
- (3) – On February 7, 2008, Moody’s decreased its rating from “Aaa” to “A3”
- (4) – On February 25, 2008, Standard and Poor’s decreased its rating from “AAA” to “A-”
- (5) – On March 26, 2008, Fitch decreased its rating from “A” to “BB”
- (6) – On June 6, 2008, Standard and Poor’s decreased its rating from “A-“ to “BBB-“
- (7) – On June 20, 2008, Moody’s decreased its rating from “A3” to “B2”
- (8) – On July 29, 2008, Fitch decreased its rating from “BB” to “CCC”
- (9) – On September 5, 2008, Fitch withdrew its rating of Syncora
- (10) – On October 24, 2008, Moody’s decreased its rating from “B2” to “Caa1”
- (11) – On November 18, 2008, Standard & Poor’s decreased its rating from “BBB-“ to “B”
- (12) – On January 29, 2009, Standard and Poor’s decreased its rating from “B” to “CC”
- (13) – On March 9, 2009, Moody’s decreased its rating from “Caa1” to “Ca”
- (14) – On April 27, 2009, Standard and Poor’s decreased its rating from “CC” to “R”
- (15) – On July 28, 2010, Standard and Poor’s withdrew its rating of Syncora
- (16) – On November 8, 2012, Moody’s withdrew its rating of Syncora

Syncora (formerly XL Capital Assurance) provided an insurance policy guaranteeing the scheduled payment of principal and interest on the bonds.

- **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 “AA” to “AA+”
- (2) – On April 29, 2011, Fitch revised its rating on the bonds from “AA+” to “AA”