

Material Event Disclosure – January 26, 2017

City of Riverside 2011 Water Variable Rate Refunding Revenue Bonds, Series A (SIFMA Indexed)

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 material event has occurred:

- **Actions taken relative to the rating on the bonds:**

- (1) – On January 25, 2017, Standard and Poor’s(S&P) converted from a short-term rating (A-1) to a long-term rating (AAA) on the bonds. This is a function of S&P’s rating criteria that provides a short-term rate for less than a 13 month, and a long-term rate for more than a 13 month tendered instrument. The January 12, 2017 SIFMA remarketing went from a one year to a three year term which changed the rating classification. S&P does not maintain short-term and long-term ratings for a single series of bonds. Fitch and Moody’s have provided both long and short-term ratings on the bonds and are maintaining their respective ratings of AA+/F1+ and Aa2/VMIG 1.

THE BELOW DISCLOSURE INFORMATION HAS PREVIOUSLY BEEN PROVIDED

- **None**