

MATERIAL-EVENT NOTICE PURSUANT TO S.E.C. RULE 15c2-12(b)(5)
RATING CHANGE

Dated: July 12, 2010

Previously Reported on August 10, 2009:

Moody's Rating Services lowered the underlying rating for the lease-revenue bonds of the city's Master Lease Program from Aa3 to A1. The following issues are affected:

- Sacramento City Financing Authority 1999 Capital Improvement Revenue Bonds (Solid Waste and Redevelopment Projects)
- Sacramento City Financing Authority 2002 Capital Improvement Revenue Bonds (City Hall and Redevelopment Projects)

Corrections to Previous Report of August 10, 2009:

Moody's Investor Services withdrew its rating for the Sacramento City Financing Authority lease-revenue bonds of the city's Master Lease Program on April 13, 2009. The following issue is affected:

- Sacramento City Financing Authority 1999 Capital Improvement Revenue Bonds (Solid Waste and Redevelopment Projects)

Moody's Investor Services confirmed its rating of Aa3 for the Sacramento City Financing Authority lease-revenue bonds of the city's Master Lease Program on November 12, 2009. The following issue is affected:

- Sacramento City Financing Authority 2002 Capital Improvement Revenue Bonds (City Hall and Redevelopment Projects)