



NOTICE OF PARTIAL OPTIONAL REDEMPTION

City of Sacramento

**Limited Obligation Refunding Bonds
Reassessment District II No. 2006-01
(Willowcreek II A.D. 96-01 and
North Natomas A.D. No 88-03)**

NOTICE IS HEREBY GIVEN pursuant to the terms of the governing document dated as of May 10, 2006, between City of Sacramento, as Issuer, and U.S. Bank National Association, as Trustee or Agent, that the bonds listed below have been selected for Partial Redemption on March 2, 2018 (the Redemption Date) at the price listed below of the principal amount (the Redemption Price) together with interest accrued to the Redemption Date.

***CUSIP Number: 785878TU3, 5.00%, Due: 09/02/2020, Redemption Price: 100.00%
Principal Amount of Redemption: \$35,000**

Registered Bond called in the amount indicated below:
B00K_2.....\$35,000

***CUSIP Number: 785878TW9, 5.00%, Due: 09/02/2022, Redemption Price: 100.00%
Principal Amount of Redemption: \$40,000**

Registered Bond called in the amount indicated below:
B00K_1.....\$40,000

Pursuant to the Governing Documents, payment of the Redemption Price on the Bonds called for redemption will be paid without presentation of the Bonds if presentation is not required and upon presentation of the Bonds if presentation is required. If presentation is required, surrender thereof can be made in the following manner:

Delivery Instructions:

**U.S. Bank
Global Corporate Trust Services
111 Fillmore Ave E
St. Paul, MN 55107**

Bondholders presenting their bonds in person for same day payment **must** surrender their bond(s) by 1:00 P.M. CST on the Redemption Date and a check will be available for pick up after 2:00 P.M. CST. Checks not picked up by 4:30 P.M. CST will be mailed out to the bondholder via first class mail. If payment of the Redemption Price is to be made to the registered owner of the Bond, you are not required to endorse the Bond to collect the Redemption Price.

Interest on the principal amount designated to be redeemed shall cease to accrue on and after the Redemption Date.

For a list of redemption requirements please visit our website at www.usbank.com/corporatetrust and click on the "Bondholder Information" link for Redemption instructions. You may also contact our Bondholder Communications team at **1-800-934-6802** Monday through Friday from 8 AM to 6 PM CST.

IMPORTANT NOTICE

Federal law requires the Paying Agent to withhold taxes at the applicable rate from the payment if an IRS Form W-9 or applicable IRS Form W-8 is not provided. Please visit www.irs.gov for additional information on the tax forms and instructions.

**The Undersigned shall not be held responsible for the selection or use of the CUSIP number in this Redemption Notice, nor is any representation made as to its correctness. It is included solely for the convenience of the Holders.*

By: U.S. Bank National Association
As Trustee or Agent

Dated: January 31, 2018