

**S.E.C. RULE 15c2-12
NOTICE OF MATERIAL EVENT**

The City of Redwood City (the "City") hereby provides notice of the following event (the "Material Event") related to the following bonds (collectively, the "Bonds"):

Issues:

City of Redwood City Public Financing Authority Water Revenue Bonds Series 2007A

CUSIP Numbers: See Exhibit A attached hereto.

Material Event:

On April 16, 2010 Moody's upgraded the underlying rating on the above bonds from A1 to Aa2.

Insured Ratings:

Moody's insured or wrapped rating is the higher of a guarantors financial strength rating or any published underlying rating on the security. The above bonds are insured by AMBAC. Because the underlying rating on the bonds is higher than that of the financial strength rating of the Insurer, the City does not consider the rating of the Insurer to be a Material Event as such term is defined in S.E.C. rule 15c2-12, and makes no disclosure regarding the rating of the Insurer.

Other Matters:

This notice is provided solely for the purposes of the respective Continuing Disclosure Agreements, delivered by the City in connection with the issuance of the Bonds. The filing of this notice does not constitute or imply any representation: (i) that the foregoing Material Event is material to investors; (ii) regarding any other financial, operating or other information about the City or the Bonds; or (iii) that no other circumstances or events have occurred or that no other information exists concerning the City, the Bonds or the Material Event, which may have a bearing on the City's financial condition, the security for the Bonds, or an investor's decision to buy, sell, or hold the Bonds. No assurance can be given that these rating agencies will not take future action that will adversely affect the ratings on the Bonds.

Dated: July 5, 2012.

City of Redwood City

By: 

Brian Ponty
Director of Finance

EXHIBIT A

City of Redwood City Public Financing Authority Water Revenue Bonds Series 2007A

<u>Maturity Date</u> <u>(February 1)</u>	<u>CUSIP</u> <u>Number</u>
2011	75788RCP3*
2012	75788RCQ1*
2013	75788RCR9
2014	75788RCS7
2015	75788RCT5
2016	75788RCU2
2017	75788RCV0
2018	75788RCW8
2019	75788RCX6
2020	75788RCY4
2021	75788RCZ1
2022	75788RDA5
2023	75788RDB3
2024	75788RDC1
2025	75788RDD9
2026	75788RDE7
2027	75788RDF4
2028	75788RDG2
2029	75788RDH0
2030	75788RDJ6
2032	75788RDK3
2035	75788RDL1

*These bonds have been retired. This notice is submitted for these maturities to comply with SEC regulations for the period from the date of the rating upgrade to the date of these maturities' respective retirement.

Note: The CUSIP numbers set forth above are provided for the convenience of holders of the Bonds. The City is not responsible for the accuracy or completeness of the CUSIP numbers.