



**NOTICE OF MATERIAL EVENT
UNDER SEC RULE 15c2-12**

\$14,300,000
**REDEVELOPMENT AGENCY OF THE
CITY OF SAN JOSE**
Merged Area Redevelopment Project
Taxable Tax Allocation Bonds
Series 2006A-T

\$67,000,000
**REDEVELOPMENT AGENCY OF THE
CITY OF SAN JOSE**
Merged Area Redevelopment Project
Tax Allocation Bonds
Series 2006B

On behalf of the Redevelopment Agency of the City of San Jose, we would like to inform you of the following material event(s) on the issue captioned above (the "Bonds"). The Bonds and all other issues insured by Radian Asset Assurance and/or its subsidiaries (collectively "Radian") have had their insured ratings downgraded by the following rating agencies:

- On September 5, 2007, Fitch Ratings downgraded RADIAN to 'A+' from 'AA' and placed them on a rating outlook "Negative."
- On May 2, 2008, Fitch Ratings withdrew its 'A+' rating upon RADIAN's request.
- On June 16, 2008, Standard & Poor's downgraded RADIAN to 'A' from 'AA' and placed them on a "Negative Outlook."
- On June 25, 2008, Moody's Investor Services downgraded RADIAN to 'A3' from 'Aa3' and placed them on a "Negative Outlook."
- On August 26, 2008, Standard & Poor's downgraded RADIAN to 'BBB+' from 'A' and placed them on a "Negative Outlook."
- On March 13, 2009, Moody's Investor Services downgraded RADIAN to 'Ba1' from 'A3' with a Stable Outlook.

Please contact Fitch Ratings, Standard & Poor's and Moody's Investor Services for an explanation of the significance of their ratings.

JONES HALL

Municipal Secondary Market Disclosure Information Cover Sheet

This cover sheet should be sent with all submissions made to the Municipal Securities Rulemaking Board, Nationally Recognized Municipal Securities Information Repositories, and any applicable State Information Depository, whether the filing is voluntary or made pursuant to Securities and Exchange Commission rule 15c2-12 or any analogous state statute.

See www.sec.gov/info/municipal/nrmsir.htm for list of current NRMSIRs and SIDs

IF THIS FILING RELATES TO A SINGLE BOND ISSUE:

Provide name of bond issue exactly as it appears on the cover of the Official Statement
(please include name of state where issuer is located):

\$14,300,000, Redevelopment Agency of the City of San Jose, Merged Area Redevelopment Project, Taxable Tax
Allocation Bonds, Series 2006A-T. (California); and
\$67,000,000, Redevelopment Agency of the City of San Jose, Merged Area Redevelopment Project, Tax
Allocation Bonds, Series 2006B. (California)

Provide nine-digit CUSIP* numbers if available, to which the information relates:

798147J96 798147K29 798147K45 798147K37 798147K52

IF THIS FILING RELATES TO ALL SECURITIES ISSUED BY THE ISSUER OR ALL SECURITIES OF A SPECIFIC CREDIT OR ISSUED UNDER A SINGLE INDENTURE:

Issuer's Name (please include name of state where Issuer is located): Redevelopment Agency of the City of San
Jose. (California)

Other Obligated Person's Name (if any): Not Applicable
(Exactly as it appears on the Official Statement Cover)

Provide six-digit CUSIP* number(s), if available, of Issuer: 798147

*(Contact CUSIP's Municipal Disclosure Assistance Line at 212.438.6518 for assistance with obtaining the proper CUSIP numbers.)

TYPE OF FILING:

Electronic (number of pages attached) 4 Paper (number of pages attached) _____

If information is also available on the Internet, give URL: _____

WHAT TYPE OF INFORMATION ARE YOU PROVIDING? (Check all that apply)

A. Financial Information and Operating Data pursuant to Rule 15c2-12

(Financial information and operating data should not be filed with the MSRB.)

- Annual
 Semi-annual
 Quarterly

Fiscal Period Covered: _____

B. Audited Financial Statements or CAFR pursuant to Rule 15c2-12

Fiscal Period Covered: _____

C. Notice of a Material Event pursuant to Rule 15c2-12 (Check as appropriate)

- | | |
|--|--|
| 1. <input type="checkbox"/> Principal and interest payment delinquencies | 6. <input type="checkbox"/> Adverse tax opinions or events affecting the tax-exempt status of the security |
| 2. <input type="checkbox"/> Non-payment related defaults | 7. <input type="checkbox"/> Modifications to the rights of security holders |
| 3. <input type="checkbox"/> Unscheduled draws on debt service reserves reflecting financial difficulties | 8. <input type="checkbox"/> Bond calls |
| 4. <input type="checkbox"/> Unscheduled draws on credit enhancements reflecting financial difficulties | 9. <input type="checkbox"/> Defeasances |
| 5. <input type="checkbox"/> Substitution of credit or liquidity providers, or their failure to perform | 10. <input type="checkbox"/> Release, substitution, or sale of property securing repayment of the securities |
| | 11. <input checked="" type="checkbox"/> Rating changes |

D. Notice of Failure to Provide Annual Financial Information as Required

E. Other Secondary Market Information (Specify): _____

I hereby represent that I am authorized by the issuer or obligor or its agent to distribute this information publicly:

Issuer/Filer Contact:

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Dissemination Agent Contact, if any:

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Address 475 Sansome Street, 11th Floor City San Francisco State CA Zip Code 94111
Telephone 415-273-4519 Fax 415-273-2492
Email Address james.meyers@uboc.com Relationship to Issuer Trustee/Dissemination Agent

Obligor Contact, if any:

Name _____ Title _____
Employer _____
Address _____ City _____ State _____ Zip Code _____
Telephone _____ Fax _____
Email Address _____ Obligor Web site Address _____

Investor Relations Contact, if any:

Name _____ Title _____
Telephone _____ Email Address _____