



350 California Street
San Francisco, CA 94104

February 4, 2009

THIS TRANSMITTAL CONTAINS IMPORTANT INFORMATION THAT IS OF INTEREST TO THE BENEFICIAL OWNERS OF THE SUBJECT BONDS. IF APPLICABLE, ALL DEPOSITORIES, CUSTODIANS AND OTHER INTERMEDIARIES RECEIVING THIS NOTICE ARE REQUESTED TO EXPEDITE RE-TRANSMITTAL TO SUCH BENEFICIAL OWNERS IN A TIMELY MANNER.

**Notice of Additional Continued Hearing Date on
Petition for Order Instructing Trustee Regarding: (1) Allocation of Payments; (2) Payment of Trustee's Fees and Expenses; and (3) Approval of a Procedure for Settlement and Allocation; Memorandum of Points and Authorities in Support in Superior Court of California - County of El Dorado
April 3, 2009, Dept. 9 at 9:30 a.m.**

To the Holders of:

**PLACERVILLE PUBLIC FINANCING AUTHORITY REVENUE BONDS OF 1992,
SERIES A
PLACERVILLE PUBLIC FINANCING AUTHORITY REVENUE BONDS OF 1992,
SERIES C**

(CUSIPs listed on Exhibit A attached hereto)¹

The Trustee hereby provides this update regarding the outcome of the hearing held on January 30, 2009. Union Bank, N.A. (formerly known as Union Bank of California, N.A.) is the Trustee (the "**Trustee**") under the Indenture of Trust, dated as of March 15, 1992, pursuant to which the Placerville Public Financing Authority (the "**Authority**") issued the Placerville Public Financing Authority Revenue Bonds of 1992, Series A (the "**Series A Bonds**") and Union Bank, N.A. is the Trustee under the Indenture of Trust, dated as of June 1, 1992, pursuant to which the Authority issued the Placerville Public Financing Authority Revenue Bonds of 1992, Series C

¹The CUSIP numbers appearing herein have been included solely for the convenience of the Holders. Union Bank, N.A. assumes no responsibility for the selection or use of such numbers and make no representations as to the correctness of the CUSIP numbers appearing herein.

(the “*Series C Bonds*”). Except as otherwise expressly provided, all terms used in this Notice which are not otherwise defined in this Notice, shall have the meanings assigned to them in the Indentures, as applicable.

A. *Hearing on Petition Continued again to April 3, 2009.*

The Trustee hereby notifies the holders of the Series A Bonds and the Series C Bonds (together, the “*Bondholders*”) that the hearing on the Petition for Order Instructing Trustee regarding: (1) Allocation of Payments; (2) Payment of Trustee’s Fees and Expenses; and (3) Approval of a Procedure for Settlement and Allocation; Memorandum of Points and Authorities in Support (the “*Petition*”) **has been continued to Friday, April 3, 2009**, in the Superior Court of California for the County of El Dorado (the “*Court*”) in Department 9P at 9:30 a.m. The Court is located at:

3321 Cameron Park Drive
Cameron Park, CA 95682

Trustee’s counsel, Nixon Peabody LLP, and counsel for the City of Placerville appeared before Judge Riley on Friday, January 30th. Judge Riley was concerned about notice of the Petition, that is that all people potentially affected by the Petition had been properly advised of the proceedings. Despite hearing oral argument and stating on the record that he approved of the Trustee’s proposal, Judge Riley was unwilling to grant an order at the hearing. While the Trustee believes that it has provided the requisite notice as required by statute, the judge was unconvinced and is looking for additional evidence on this issue. Consequently, the hearing on the Petition has been continued to April 3, 2009, at 9:30 a.m. in Dept. 9, pending resolution of the notice issue.

As a Bondholder whose interest(s) may be affected by the Petition, this is your opportunity to go on record as to your opinion of the Petition, regardless of whether you support the Petition or object to it. You have the right to retain your own attorney who may make an appearance on your behalf at the next hearing, or who may file a written statement of your position with the Court. In the event that you do not wish to retain an attorney, you may also appear at Court on your own without representation of counsel or submit a written statement directly to the Court.

B. *Copy of Petition or Documents; Other Information and Means of Communication:*

As described in the Notice to Bondholders dated November 19, 2008 and the subsequent Notice to Bondholders dated January 21, 2009 (collectively the “**Notices**”), the Trustee filed the Petition with the Court on November 12, 2008.

As indicated in both Notices, although the Court does have its official docket online, it does not post online the documents which have been filed with it. Accordingly, if you would like a copy of the Petition or other documents filed by or prepared by the Trustee, you can obtain them by accessing the extranet established for this matter at

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<http://web20.nixonpeabody.com/uboc>, or by sending an e-mail requesting a copy of the Petition or other documents to kplummer@nixonpeabody.com. Whether you obtain information directly from the Court, or through the above-referenced methods, the Trustee makes no representation about the timeliness, completeness or accuracy of any of these sources.

To facilitate direct communication between the Trustee and the Bondholders, Bondholders are asked to request a “Certification of Holdings” form by e-mail to Placervillecase@uboc.com, and then to complete and return the form in accordance with its instructions. The completion and return of a Certification of Holdings form will facilitate Bondholders’ timely receipt of any further notices, as well.

The Trustee may conclude that a specific response to particular inquiries from an individual Bondholder is not consistent with equal and full dissemination of information to all Bondholders. The Trustee makes no recommendations and gives no investment, legal or tax advice to Bondholders. EACH HOLDER IS STRONGLY ADVISED TO CONSULT WITH ITS OWN FINANCIAL, TAX AND/OR LEGAL ADVISORS.

If you have any question with respect to this Notice, please contact us by e-mail at Placervillecase@uboc.com or alternately, by mail at:

Corporate Trust Department
Union Bank, N.A.
350 California Street, 11th Floor
San Francisco, CA 94104
Attn: Placerville Case

Unfortunately due to the large number of bond holders, the Trustee is unable to accept any telephone calls or inquiries regarding this Notice. Please direct any questions regarding this Notice by email or mail as instructed above.

UNION BANK, N.A.,
as Trustee

Exhibit A

CUSIPs

The CUSIP numbers appearing herein have been included solely for the convenience of the Holders. Union Bank, N.A. assumes no responsibility for the selection or use of such numbers and make no representations as to the correctness of the CUSIP numbers appearing herein.

ISSUE NAME	CUSIPs
PLACERVILLE PUBLIC FINANCING AUTHORITY REVENUE BONDS OF 1992, SERIES A	726110AY5, 726110BA6, 726110BC2 & 726110BE8
PLACERVILLE PUBLIC FINANCING AUTHORITY REVENUE BONDS OF 1992, SERIES C	726110BM0, 726110BN8, 726110BP3, 726110BQ1, 726110BR9, 726110BS7, 726110BT5, 726110BU2, 726110BV0 & 726110BW8