

**MATERIAL EVENT NOTICE**  
Pursuant to SEC Rule 15c2-12  
Related to  
Arizona Department of Transportation  
Highway Revenue Bonds  
Rating Change

This Material Event Notice is provided by the Arizona Department of Transportation (“ADOT”), pursuant to SEC Rule 15c2-12 of the Securities Exchange Act of 1934 (the “Rule”) with respect to ADOT’s Highway Revenue Bonds (base CUSIP #040654).

Pursuant to the Rule, ADOT is reporting that on September 7, 2011, Moody’s Investors Service, Inc. (“Moody’s”) lowered its rating on both ADOT’s Senior and Subordinated Lien Highway Revenue Bonds. The Senior Lien Bonds were lowered to Aa1 from Aaa and the Subordinated Lien Bonds were lowered to Aa2 from Aa1.

A copy of the Moody’s report is attached.

The date of this Notice is September 7, 2011.