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 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):

$105,400,000

CITY OF SAN DIEGO, CALIFORNIA

TOBACCO SETTLEMENT REVENUE FUNDING CORPORATION

Tobacco Settlement Asset-Backed Bonds

Series 2006

Other Obligated Person's Name (if any):_____

(Exactly as it appears on the Official Statement Cover)

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

CITY OF SAN DIEGO TOBACCO SETTLEMENT REVENUE FUNDING CORPORATION related CUSIP-797330

9 digit CUSIP: 797330AA5

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

TYPE OF FILING:

X Electronic __7_ pages_____

Paper (no. of pages attached) _____

If information is also available on the Internet, give URL: **NOT AVAILABLE**_____

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

A. [X] Annual Financial Information and Operating Data pursuant to Rule 15c2-12
(Financial information and operating data should not be filed with the MSRB.)

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

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

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

D. [X] Notice of Failure to Provide the Annual Report for the fiscal year ended June 30, 2006.

See Part A. of the Annual Report.

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 Contact:
Name **JAY M. GOLDSTONE** Title **CHIEF FINANCIAL OFFICER**
Employer **CITY OF SAN DIEGO**
Address **202 C STREET, MAIL STATION 9A** City **SAN DIEGO** State **CA** Zip Code **92101**

Dissemination Agent Contact, if any:
Name: **JAY M. GOLDSTONE** Title: **CHIEF FINANCIAL OFFICER**
Employer: **CITY OF SAN DIEGO**
Address: **202 C STREET, MAIL STATION 9A** City: **SAN DIEGO** State: **CA** Zip Code: **92101**
Relationship to Issuer: **DISCLOSURE REPRESENTATIVE**

Press Contact:
Name: _____ Title: _____
Telephone: _____ Fax: _____

ANNUAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2006 RELATING TO

$105,400,000
CITY OF SAN DIEGO
TOBACCO SETTLEMENT REVENUE FUNDING CORPORATION
(CUSIP Number 797330)

This Annual Report is being provided by the City of San Diego (the "City") on behalf of the San Diego Tobacco Settlement Revenue Funding Corporation (the "Corporation") for the above stated issuance pursuant to Continuing Disclosure Undertaking requirements and in compliance with Securities and Exchange Commission Rule 15c2-12 for the Fiscal Year ended June 30, 2006 (the "Annual Report").

This Annual Report, including any amendment or supplement hereto, is intended to be deposited by the Corporation with each of the Nationally Recognized Municipal Securities Information Repositories (the "NRMSIRs"), approved by the Securities and Exchange Commission, set forth in Exhibit A. Such filing is accomplished by filing with the Central Post Office through Disclosure USA.

This Annual Report is provided in accordance with the terms of the Continuing Disclosure Undertaking, and does not purport to provide full and complete information on the terms of the above stated issuance. The filing of this Annual Report does not constitute or imply any representation that no changes, circumstances or events have occurred since the end of the Fiscal Year to which this Annual Report relates (other than as contained in this Annual Report), or that no other information exists, which may have a bearing on the security for the above stated issuance or an investor's decision to buy, sell or hold the above stated issuance. The information contained in this Annual Report has been obtained from sources which are believed to be reliable. No statement in this Annual Report should be construed as a prediction or representation about future financial performance of the Corporation.

The City is acting as the Dissemination Agent for the above stated issuance. The City does not have any obligation to update this report other than as expressly provided in the Continuing Disclosure Undertaking for the above stated issuance.

Any statements regarding the above stated issuance, other than a statement made by the City in an official release or subsequent notice or annual report, published in a financial newspaper of general circulation and/or filed with the Municipal Securities Rulemaking Board or the NRMSIRs, are not authorized by the City. The City shall not be responsible for the accuracy, completeness or fairness of any such unauthorized statement.

DATED: April _____, 2007

CITY OF SAN DIEGO

By: _____
Jay M. Goldstone
Chief Financial Officer

Distribution: Wells Fargo Bank, National Association

EXHIBIT A

Nationally Recognized Municipal Securities Information Repositories approved by the Securities and Exchange Commission:

Bloomberg Municipal Repository
100 Business Park Drive
Skillman, NJ 08558
Phone: (609) 279-3225
Fax: (609) 279-5962
Email: Munis@Bloomberg.com

FT Interactive Data
Attn: NRMSIR
100 William Street, 15th Floor
New York, NY 10038
Phone: (212) 771-6999
Fax: (212) 771-7390
Email: NRMSIR@interactivedata.com

Standard & Poor's Securities Evaluations, Inc.
55 Water Street, 45th Floor
New York, NY 10041
Phone: (212) 438-4595
Fax: (212) 438-3975
Email: nrmsir_repository@sandp.com

DPC Data, Inc.
One Executive Drive
Fort Lee, NJ 07024
Phone: (201) 346-0701
Fax: (201) 947-0107
Email: nrmsir@dpcdata.com

TOBACCO SETTLEMENT REVENUE FUNDING CORPORATION
Tobacco Settlement Asset-Backed Bonds, Series 2006

Annual Report for the Fiscal Year Ended June 30, 2006

(A) This Annual Report does not include the audited financial statement of the Corporation for the fiscal year ended June 30, 2006, because the audit is not yet complete. As required by the Continuing Disclosure Undertaking for the issuance covered by this Annual Report, below are the updates of the required certain tabular information from the Offering Circular.

(B) Update of Strategic Contribution Fund and Total Payments Received by Indenture Trustee - Strategic Contribution Fund Payments. No payments were made to the Indenture Trustee in Fiscal Year 2005-06

Total Payments			
Date	Total Annual Payments to Indenture Trustee	Total Strategic Contribution Fund Payments to Indenture Trustee	Total Payments to Indenture Trustee
4/25/2006	--	--	--

Source: Wells Fargo Bank, National Association, Indenture Trustee

(C) Schedule of Sizing Amounts for Series 2006 Bond Maturity

Fiscal Year	Total Available Funds	Sizing Amounts for Series 2006 Bond Maturity	Interest	Total Debt Service	Sizing Amounts for Series 2006 Bond Maturity Debt Service Coverage Ratio
2005-06	$3,079,362.97 (1)	$0	$0	$0	--

(1) Cost Value of Capitalized Interest Account as of 6-30-06. Capitalized Interest used to cover interest expense from date of issuance to the first Interest Payment Date of 12-01-06.

Source: Wells Fargo Bank, National Association, Indenture Trustee