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

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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):

THE CITY OF SAN DIEGO, CALIFORNIA (OBLIGOR, PURSUANT TO CERTIFICATES OF UNDIVIDED INTEREST IN INSTALLMENT PAYMENTS PAYABLE FROM NET SYSTEM REVENUES OF THE WATER UTILITY FUND OF THE CITY OF SAN DIEGO, CALIFORNIA) (STATE: CALIFORNIA)

CERTIFICATES OF UNDIVIDED INTEREST IN INSTALLMENT PAYMENTS PAYABLE FROM NET SYSTEM REVENUES OF THE WATER UTILITY FUND OF THE CITY OF SAN DIEGO, CALIFORNIA, SERIES 1998

PUBLIC FACILITIES FINANCING AUTHORITY OF THE CITY OF SAN DIEGO, CALIFORNIA (STATE: CALIFORNIA)

SUBORDINATED WATER REVENUE BONDS, SERIES 2002

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:

THE CITY OF SAN DIEGO, CALIFORNIA related CUSIP: 797263

PUBLIC FACILITIES FINANCING AUTHORITY OF THE CITY OF SAN DIEGO, CALIFORNIA related CUSIP: 79730C

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

TYPE OF FILING:

X Electronic: ___**3 pages**_____

Paper _____

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

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

A. 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, 2004 – See information attached.

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 **P. LAMONT EWELL** Title **CITY MANAGER**
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: **P. LAMONT EWELL** Title: **CITY MANAGER**
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: **GINA LEW** Title: **DIRECTOR OF PUBLIC AND MEDIA AFFAIRS**
Telephone: **(619) 236-6851** Fax: **(619) 236-6067**

NOTICE TO MUNICIPAL SECURITIES RULEMAKING BOARD AND
NATIONALLY RECOGNIZED MUNICIPAL SECURITIES INFORMATION REPOSITORIES
OF FAILURE TO FILE CONTINUING DISCLOSURE ANNUAL REPORT REGARDING

CERTIFICATES OF UNDIVIDED INTEREST
IN INSTALLMENT PAYMENTS PAYABLE FROM NET SYSTEM REVENUES
OF THE WATER UTILITY FUND OF THE CITY OF SAN DIEGO, CALIFORNIA
SERIES 1998

and

PUBLIC FACILITIES FINANCING AUTHORITY OF THE CITY OF SAN DIEGO
SUBORDINATED WATER REVENUE BONDS, SERIES 2002
(Payable Solely from Subordinated Installment Payments Secured By
Net System Revenues of the Water Utility Fund)

NOTICE IS HEREBY GIVEN that as of March 25, 2005 the City of San Diego has not provided an Annual Report for the fiscal year ended June 30, 2004 with respect to the certificates and bonds referenced above.

The Annual Report, when filed, will not include the audited financial statements of the City for the fiscal year ended June 30, 2003, or for the fiscal year ended June 30, 2004, because such audits are not yet complete. In addition, in light of certain errors with respect to the audited financial statements of the City for the fiscal year ended June 30, 2002, which were reported to the Nationally Recognized Municipal Securities Information Repositories on January 27, 2004 and March 12, 2004, the City has determined that it would not be prudent to file unaudited financials at this time.

The City anticipates that the annual financial information required by the continuing disclosure agreements, other than the audited or unaudited financial statements, will be filed by April 29, 2005. The audited financial statements for the years ended June 30, 2003 and June 30, 2004 will be filed as soon as they become available.

Dated: March 25, 2005

_____ as,
Disclosure Representative
Lisa Irvine for P. Lamont Ewell

cc: Municipal Securities Rulemaking Board
Nationally Recognized Municipal Securities Information Repositories
Wells Fargo Bank, Corporate Trust Services (Trustee)
MBIA Insurance Corporation
Financial Guaranty Insurance Company