

**MATERIAL EVENT NOTICE  
NOTICE OF DEFEASANCE  
AND TERMINATION OF REPORTING OBLIGATION**

**Community Facilities District No. 2 (Santaluz)  
Improvement Area No. 3  
Special Tax Bonds Series B of 2000**

<u>Maturity Date</u> <u>(September 1)</u>	<u>CUSIP</u>
2015	802808BB0
2021	802808BC8
2030	802808BD6

On June 16, 2015, Community Facilities District No. 2 (Santaluz) Improvement Area No. 3 issued its \$3,380,000 Special Tax Refunding Bonds Series 2015, the proceeds of which, together with certain funds on hand with the District, were used to defease the outstanding maturities of the above captioned Community Facilities District No. 2 (Santaluz) Improvement Area No. 3 Special Tax Bonds Series B of 2000 (the "Refunded Bonds"). Further, in accordance with Section 6 of the Continuing Disclosure Agreement of Community Facilities District No. 2 (Santaluz) Improvement Area No. 3, dated October 1, 2000, related to the Refunded Bonds, the District's Obligations under the Continuing Disclosure Agreement have now terminated.

DATED: June 16, 2015

CITY OF SAN DIEGO

By: Mary Lewis  
Mary Lewis  
Chief Financial Officer