

MATERIAL EVENT NOTICE

NOTICE REGARDING ELECTION OF CITY OF SAN DIEGO THAT THE PUBLIC FACILITIES FINANCING AUTHORITY OF THE CITY OF SAN DIEGO SENIOR SEWER REVENUE REFUNDING BONDS, SERIES 2015 WILL NO LONGER PARTICIPATE IN OR BE SECURED BY THE RESERVE FUND

**Public Facilities Financing Authority of the City of San Diego
Senior Sewer Revenue Refunding Bonds, Series 2015
(Payable Solely From Subordinated Installment Payments Secured By
Net System Revenues of the Wastewater Utility Fund)**

This notice is being filed by the City of San Diego in satisfaction of its Continuing Disclosure Agreement obligations related to each of the above-captioned bonds.

Dated: March 30, 2016

CITY OF SAN DIEGO

By: 
Mary Lewis
Chief Financial Officer

**NOTICE REGARDING ELECTION OF CITY OF SAN DIEGO
THAT THE PUBLIC FACILITIES FINANCING AUTHORITY OF THE
CITY OF SAN DIEGO SENIOR SEWER REVENUE REFUNDING BONDS, SERIES 2015
WILL NO LONGER PARTICIPATE IN OR BE SECURED BY THE RESERVE FUND**

NOTICE IS HEREBY GIVEN to the Owners of the following Public Facilities Financing Authority of the City of San Diego Senior Sewer Revenue Refunding Bonds, Series 2015 (Payable Solely From Installment Payments Secured by Wastewater System Net Revenues) (the “2015 Bonds”) that:

**Public Facilities Financing Authority of the City of San Diego
Senior Sewer Revenue Refunding Bonds, Series 2015
(Payable Solely From Installment Payments
Secured by Wastewater System Net Revenues)**

Maturity Date (May 15)	CUSIP Number ¹	Maturity Date (May 15)	CUSIP Number ¹
2016	79730AHX9	2024	79730AJD1
2022	79730AHY7	2025	79730AJB5
2022	79730AJE9	2026	79730AJC3
2023	79730AHZ4	2027	79730AJF6
2024	79730AJA7		

¹ CUSIP numbers are provided only for the convenience of the reader. Neither the Authority nor the City undertakes any responsibility for the accuracy of such CUSIP numbers or for any changes or errors in the list of CUSIP numbers.

pursuant to the provisions of the Indenture, dated as of May 1, 2009 (the “Master Indenture”), by and between the Public Facilities Financing Authority of the City of San Diego (the “Authority”) and U.S. Bank National Association, as successor trustee (the “Trustee”), as amended and supplemented by the First Supplemental Indenture, dated as of June 1, 2009 (the “First Supplemental Indenture”), by and between the Authority and the Trustee, as supplemented by the Second Supplemental Indenture, dated as of April 1, 2010 (the “Second Supplemental Indenture”), by and between the Authority and the Trustee, and as amended and supplemented by the Third Supplemental Indenture, dated as of September 1, 2015 (the “Third Supplemental Indenture”), by and between the Authority and the Trustee, and as amended and supplemented by the Fourth Supplemental Indenture, dated as of March 1, 2016 (the “Fourth Supplemental Indenture,” and collectively with the Master Indenture, the First Supplemental Indenture, the Second Supplemental Indenture and the Third Supplemental Indenture, the “Indenture”), by and between the Authority and the Trustee, the City of San Diego (the “City”), on behalf of the Authority, has elected that, on and after March 30, 2016, the 2015 Bonds shall no longer be included as Reserve Fund Participating Bonds and shall no longer be secured by or have a lien on the Reserve Fund or any other Debt Service Reserve Fund.

Capitalized terms used herein and not defined herein have the meanings ascribed to them in the Indenture.

**Public Facilities Financing Authority of the
City of San Diego**

City of San Diego

March 30, 2016