

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.

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 PARTICIPATION);

City of San Diego 2003 Certificates of Participation (1993 Balboa Park/Mission Bay Park Refunding): CUSIP 797260

City of San Diego, California Certificates of Participation (Balboa Park and Mission Bay Park Capital Improvements Program) Series 1996A: CUSIP 797260

City of San Diego, California Refunding Certificates of Participation (Balboa Park and Mission Bay Park Capital Improvements Program, Series 1991) Series 1996B: CUSIP 797260

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

Public Facilities Financing Authority of the City of San Diego Refunding Revenue Bonds (Reassessment District No. 1999 1) Series 1999-A Senior Lien Bonds & 1999-B Subordinate Lien Bonds: CUSIP 79729P

Public Facilities Financing Authority of the City of San Diego Lease Revenue Bonds Series 2007A (Ballpark Refunding): CUSIP 797299

CONVENTION CENTER EXPANSION FINANCING AUTHORITY (STATE: CALIFORNIA)

Convention Center Expansion Financing Authority Lease Revenue Bonds Series 1998A (City of San Diego, California, as Lessee): CUSIP 79727L

CITY OF SAN DIEGO/MTDB AUTHORITY (STATE: CALIFORNIA);

City of San Diego/MTDB Authority 2003 Lease Revenue Refunding Bonds (San Diego Old Town Light Rail Transit Extension Refunding): CUSIP 797448

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: See above section for all CUSIP numbers.

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

TYPE OF FILING:

Electronic 4 pages

Paper (no. of pages attached) _____

If information is also available on the Internet, give URL: <http://www.sandiego.gov/investorinformation>

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.)

Fiscal Period Covered:

B. Audited Financial Statements or CAFR pursuant to Rule 15c2-12 **Fiscal Period Covered:**

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 X

D. Notice of Failure to Provide Annual Financial Information as Required

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 MARY LEWIS 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:

Name: MARY LEWIS 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 _____
Employer _____
Address _____ City _____ State _____ Zip Code _____

As of August 5, 2009

Issuance	Insurer	Standard & Poor's			Moody's			Fitch		
		Initial Insurer Rating	Current Insurer Rating	Current Underlying Rating	Initial Insurer Rating	Current Insurer Rating	Current Underlying Rating	Initial Insurer Rating	Current Insurer Rating	Current Underlying Rating
City of San Diego, California Certificates of Participation (Balboa Park and Mission Bay Park Capital Improvements Program) Series 1996A ¹	Ambac	AAA	CC	A-	Aaa	Ba3	Baa1	AAA	Withdrawn	-
City of San Diego, California Refunding Certificates of Participation (Balboa Park and Mission Bay Park Capital Improvements Program, Series 1991) Series 1996B ¹	Ambac	AAA	CC	A-	Aaa	Ba3	Baa1	AAA	Withdrawn	-
Convention Center Expansion Financing Authority Lease Revenue Bonds Series 1998A (City of San Diego, California, as Lessee) ¹	Ambac	AAA	CC	A-	Aaa	Ba3	Baa1	AAA	Withdrawn	A
Public Facilities Financing Authority of the City of San Diego Refunding Revenue Bonds (Reassessment District No. 1999-1) Series 1999-A Senior Lien Bonds and 1999-B Subordinate Lien Bonds ^{1,2}	Ambac	AAA	CC	-	Aaa	Ba3	-	AAA	Withdrawn	-
City of San Diego/MTDB Authority 2003 Lease Revenue Refunding Bonds (San Diego Old Town Light Rail Transit Extension Refunding) ¹	Ambac	AAA	CC	A-	Aaa	Ba3	Baa1	AAA	Withdrawn	A
City of San Diego 2003 Certificates of Participation (1993 Balboa Park/Mission Bay Park Refunding) ¹	Ambac	AAA	CC	A-	Aaa	Ba3	Baa1	AAA	Withdrawn	A
Public Facilities Financing Authority of the City of San Diego Lease Revenue Refunding Bonds, Series 2007 (Ballpark Refunding) ¹	Ambac	AAA	CC	A-	Aaa	Ba3	Baa1	AAA	Withdrawn	A

¹Surety bond for debt service reserve fund provided by Ambac

²Ambac insurance and surety bond applicable to Series 1999-A Senior Lien Bonds only

Dated August 5, 2009

NOTICE IS HEREBY GIVEN that on July 28, 2009, Standard & Poor's Ratings Services announced that it had lowered its financial strength ratings on Ambac Assurance Corporation (Ambac) to "CC" from "BBB", with a developing outlook.

For each of the bond issuances insured by Ambac identified on the cover, the attached table sets forth the initial insured ratings from the three rating agencies, the current insured ratings, and the current underlying ratings. The table also indicates the issuances with debt service reserve requirements satisfied in whole or in part by an Ambac surety bond.

The ratings reflect the view of the rating agency and any desired explanation of the significance of a rating should be obtained from the rating agency. Such ratings are not a recommendation to buy, sell or hold any City indebtedness. Generally, a rating agency bases its ratings on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that such ratings will continue for any given period or that such ratings will not be revised downward or withdrawn entirely provided, if in the view of such rating agency, circumstances warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price or marketability of the City's obligation identified on the cover page hereof.

DATED: 8/5, 2009

CITY OF SAN DIEGO

By: Mary Lewis
Mary Lewis
Chief Financial Officer

Distribution: Municipal Securities Rulemaking Board
Wells Fargo Bank, National Association
BNY Mellon Trust Company, National Association
U.S. Bank, Corporate Trust Services

July 28, 2009

Research Update:

Ambac Assurance Corp. Ratings Lowered To 'CC' From 'BBB'; Outlook Developing

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Research Update:

Ambac Assurance Corp. Ratings Lowered To 'CC' From 'BBB'; Outlook Developing

Overview

- Ambac Assurance Corp. continues to experience adverse loss development in its insured book of business.
- We believe that it is now likely that losses and reserve additions and impairments will deplete policyholders' surplus to levels below the regulator-required minimums.
- As a result, we have lowered our rating on Ambac to 'CC' from 'BBB'.

Rating Action

On July 28, 2009, Standard & Poor's Ratings Services lowered its counterparty credit, financial strength, and financial enhancement ratings on Ambac Assurance Corp. (Ambac) to 'CC' from 'BBB' and removed them from CreditWatch, where they were placed on June 24, 2009, with negative implications. The outlook is developing.

At the same time, Standard & Poor's lowered its counterparty credit rating on Ambac Financial Group Inc. (Ambac Financial) to 'CC' from 'BB' and removed it from CreditWatch negative. The outlook is negative.

In addition, Standard & Poor's lowered its ratings on Ambac's preferred stock and Ambac Financial's directly issued subordinated capital securities to 'C' from 'B' in light of the announced deferral of dividends.

Rationale

This rating action reflects our view of the significant deterioration in Ambac's insured portfolio of nonprime residential mortgage-backed securities and related CDOs, which has required the company to strengthen reserves to account for higher projected claims. The additional reserves will have a significant negative effect on operating results, which we believe will likely cause surplus to decline to below regulator-required minimums.

Ambac's policyholders' surplus was \$372 million as of March 31, 2009. However, the company has announced that it expects to increase CDO of ABS impairments by \$1.6 billion for the quarter and loss reserves by approximately \$800 million. These actions could lead to negative policyholders' surplus as of June 30, 2009.

Ambac's contingency reserves as of March 31, 2009, were approximately \$1.9 billion. The company has asked the Wisconsin Office of the Insurance Commissioner for permission to release some of the contingency reserves into surplus, but the Wisconsin regulator has yet to approve such an action.

Outlook

The developing outlook on Ambac reflects the possibility that we could revise the rating to 'R' if there is regulatory intervention because of Ambac's expected weakened capital position. Alternatively, if the regulator approves the release of contingency reserves to bolster surplus, we could raise the rating, but in such circumstances, we would not expect to raise the rating higher than the 'CCC' category.

The negative outlook on Ambac Financial reflects our view of the company's dependence on the dividending capabilities of Ambac to support its debt-service obligations. We would lower the rating if Ambac is not able to provide sufficient cash to allow Ambac Financial to service its debt.

Related Research

- "Bond Insurance Industry Overview And Analytical Focus," June 29, 2006.

Ratings List

Downgraded; CreditWatch/Outlook Action

	To	From
Ambac Assurance Corp.		
Connie Lee Insurance Co.		
Ambac Assurance U.K. Ltd.		
Counterparty Credit Rating		
Local Currency	CC/Developing/--	BBB/Watch Neg/--
Financial Strength Rating		
Local Currency	CC/Developing/--	BBB/Watch Neg/--
Ambac Assurance Corp.		
Ambac Assurance U.K. Ltd.		
Financial Enhancement Rating		
Local Currency	CC/--	BBB/Watch Neg/--
Ambac Financial Group, Inc.		
Counterparty Credit Rating		
Local Currency	CC/Negative/--	BB/Watch Neg/--
Ambac Assurance Corp.		
Preferred Stock	C	B/Watch Neg
Ambac Financial Group, Inc.		
Senior Unsecured	CC	BB/Watch Neg
Subordinated	C	B/Watch Neg

Standard & Poor's believes that the credit characteristics of the underlying insured municipal, corporate, and structured transactions could be stronger than the Ambac-enhanced rating following the downgrade. For those issuers or issues for which we currently have an underlying rating (SPUR), Standard &

Research Update: Ambac Assurance Corp. Ratings Lowered To 'CC' From 'BBB'; Outlook Developing

Poor's will revise the rating on such obligations to the SPUR or the rating on Ambac, whichever is higher. Standard & Poor's has suspended its ratings on issuers or issues that do not currently carry a SPUR.

A SPUR is our opinion of the stand-alone creditworthiness of an issuer or transaction--that is, the capacity to pay debt service on a debt issue in accordance with its terms, without considering an otherwise applicable bond insurance policy. The SPUR, once assigned, remains in place regardless of what happens to the rating on the credit enhancer and is subject to surveillance by Standard & Poor's.

The complete list of ratings affected by today's actions will be available in the coming days. When available, the list can be found on Standard & Poor's public Web site at www.standardandpoors.com; click on Ratings on the left-hand navigation bar and then select Bond Insurance. Ratings information is also available on RatingsDirect (www.ratingsdirect.com). Our analysis of the impact of these rating actions is ongoing; we will post any additional rating changes at the same locations.

Complete ratings information is available to RatingsDirect subscribers at www.ratingsdirect.com. All ratings affected by this rating action can be found on Standard & Poor's public Web site at www.standardandpoors.com; select your preferred country or region, then Ratings in the left navigation bar, followed by Find a Rating.

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