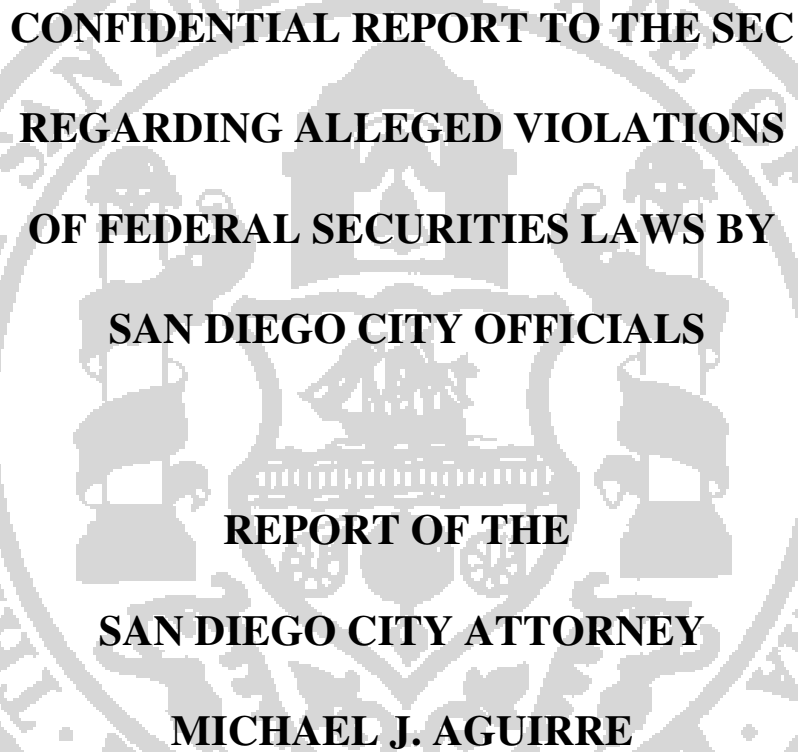


INTERIM REPORT NO. 15

The seal of the City of San Diego, California, is a large, faint watermark in the background. It features a central shield with a building and a ship, flanked by two figures. The shield is topped with a crown. The seal is encircled by the text "THE CITY OF SAN DIEGO • STATE OF CALIFORNIA" at the top and "SEMPER VIGILANS" at the bottom.

**CONFIDENTIAL REPORT TO THE SEC
REGARDING ALLEGED VIOLATIONS
OF FEDERAL SECURITIES LAWS BY
SAN DIEGO CITY OFFICIALS
REPORT OF THE
SAN DIEGO CITY ATTORNEY
MICHAEL J. AGUIRRE**

**OFFICE OF
THE CITY ATTORNEY
CITY OF SAN DIEGO**

**1200 THIRD AVENUE, SUITE 1620
SAN DIEGO, CALIFORNIA 92101-4178
TELEPHONE: (619) 236-6220**

24 April 2007