JEFFERSON COUNTY, ALABAMA
LIMITED OBLIGATION SCHOOL WARRANTS

Series Designations and CUSIP Numbers on Attached Schedule A

MATERIAL EVENT NOTICE
March 11, 2008

The following information is provided by Jefferson County, Alabama (the "County") pursuant to certain Continuing Disclosure Agreements executed and delivered by the County in connection with the issuance of the warrants set forth on the attached Schedule A (collectively, the "Warrants"), in compliance with Securities and Exchange Commission Rule 15c2-12.

Rating Downgrade

Certain of the Warrants are insured by Ambac Assurance Corporation, as reflected on Schedule A, and were assigned insured ratings by Standard & Poor's Ratings Services ("S&P"), Moody's Investors Service, Inc. ("Moody's") and Fitch Ratings Ltd. ("Fitch"). S&P and Moody’s also assigned underlying ratings to each of the various series of Warrants at the time of their issuance based on the rating agencies’ assessments of the County’s ability to pay debt service on the Warrants. The underlying ratings do not take into account credit enhancement, such as bond insurance, that may also be available to pay debt service.

On March 6, 2008, the underlying rating assigned to the Warrants by S&P was reduced from “A+” to “A”. The current underlying rating of the Warrants is classified as “CreditWatch Negative” by S&P. Ratings reports issued by S&P can be obtained from the S&P website at www.standardandpoors.com.

A rating reflects only the view of the agency assigning such rating and is not a recommendation to buy, sell or hold the Warrants. Such rating may be changed at any time, and no assurance can be given that it will not be subject to further revision or withdrawn entirely by the rating agency if, in its judgment, the circumstances so warrant. Any further reduction or withdrawal of the ratings on the Warrants may have an adverse effect on the market price of the Warrants.
### Limited Obligation School Warrants

**Series 2004-A**

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**Series 2005-A**

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**Series 2005-B**

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