

JEFFERSON COUNTY, ALABAMA  
GENERAL OBLIGATION WARRANTS

Series Designations and CUSIP Numbers on Attached Schedule A

**MATERIAL EVENT NOTICE**  
**May 4, 2009**

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 certain of the warrants set forth on the attached Schedule A (the "Warrants"), in compliance with Securities and Exchange Commission Rule 15c2-12.

**Ratings Downgrades**

The Warrants are insured by Ambac Assurance Corporation ("Ambac") or by MBIA Insurance Corporation ("MBIA"), 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 April 13, 2009, the long-term insured rating assigned by Moody's to the Ambac insured Warrants was reduced from "Baa1" to "Ba3" in conjunction with the corresponding reduction in such rating agency's financial strength and financial enhancement ratings of Ambac. The current long-term insured rating assigned to the Ambac insured Warrants by Moody's is listed as "Outlook Developing". In addition, the current "A" long-term insured rating assigned to the Ambac insured Warrants by S&P is listed as "Outlook Negative". Fitch withdrew its long-term insured ratings assigned to the MBIA and Ambac insured Warrants on June 26, 2008.

On April 28, 2009, the underlying rating assigned to the Warrants by Moody's was reduced from "B3" to "Caa1". The current underlying rating of the Warrants is classified as "Outlook Negative" by Moody's.

Ratings reports issued by Moody's can be obtained from the Moody's website at [www.moodys.com](http://www.moodys.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rating may be changed at any time, and no assurance can be given that it will not be subject to further revision or withdrawn entirely by the rating agency if, in its judgment, the circumstances so warrant.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.

## SCHEDULE A

### **General Obligation Warrants**

<i>Series 2001-A</i>	Maturity	Insurer
472628NN2	4/1/2008	Ambac
472628NP7	4/1/2009	Ambac
472628NQ5	4/1/2010	Ambac
472628NR3	4/1/2011	Ambac

<i>Series 2003-A</i>	Maturity	Insurer
472628PC4	4/15/2008	MBIA
472628PD2	4/15/2009	MBIA
472628PE0	4/15/2010	MBIA
472628PF7	4/15/2011	MBIA
472628PG5	4/15/2012	MBIA
472628PH3	4/15/2017	MBIA
472628PJ9	4/15/2018	MBIA
472628PK6	4/15/2021	MBIA
472628PL4	4/15/2022	MBIA
472628PM2	4/15/2023	MBIA

<i>Series 2004-A</i>	Maturity	Insurer
472628PQ3	4/1/2011	MBIA
472628PR1	4/1/2012	MBIA
472628PS9	4/1/2013	MBIA
472628PT7	4/1/2014	MBIA
472628PU4	4/1/2015	MBIA
472628PV2	4/1/2016	MBIA
472628PW0	4/2/2017	MBIA
472628PX8	4/2/2018	MBIA
472628PY6	4/2/2019	MBIA
472628PZ3	4/2/2020	MBIA
472628QA7	4/2/2021	MBIA
472628QB5	4/2/2022	MBIA
472628QC3	4/2/2023	MBIA
472628QD1	4/2/2024	MBIA