

**MATERIAL EVENT NOTICE  
(bond call and defeasance)**

**JEFFERSON COUNTY, ALABAMA  
Sewer Revenue Refunding Warrants  
Series 1997-A  
Dated February 1, 1997**

NOTICE IS HEREBY GIVEN that certain of the above-referenced warrants (the "Series 1997-A Warrants") have been called for redemption on February 1, 2007. The Series 1997-A Warrants that have been called for redemption (the "Refunded Series 1997-A Warrants") consist of (i) Series 1997-A Warrants in the principal amount of \$29,855,000 that have a stated maturity date of February 1, 2022, and (ii) Series 1997-A Warrants in the principal amount of \$98,915,000 that have a stated maturity date of February 1, 2027. The redemption price for Refunded Series 1997-A Warrants due February 1, 2022, will be 101% of the principal amount thereof plus accrued interest to the redemption date. The redemption price for Refunded Series 1997-A Warrants due February 1, 2027, will be 100% of the principal amount thereof plus accrued interest to the redemption date.

The Refunded Series 1997-A Warrants have been defeased through the establishment of an irrevocable trust fund (the "Escrow Fund") with The Bank of New York, as Escrow Trustee. The Escrow Fund contains obligations issued or guaranteed by the United States of America and cash sufficient to make provision for the payment, when due, of the interest on the Refunded Series 1997-A Warrants and for the payment on the aforesaid redemption date of said redemption price of the Refunded Series 1997-A Warrants.

JEFFERSON COUNTY, ALABAMA  
Steve Saylor  
Director of Finance