

JEFFERSON COUNTY, ALABAMA  
JEFFERSON COUNTY PUBLIC BUILDING AUTHORITY  
LEASE REVENUE WARRANTS, SERIES 2006

CUSIP Numbers on Attached Schedule A

**MATERIAL EVENT NOTICE**  
**August 1, 2008**

The following information is provided by Jefferson County, Alabama (the "County") pursuant to a Continuing Disclosure Agreement executed and delivered by the County in connection with the Jefferson County Public Building Authority (the "Authority") Lease Revenue Warrants, Series 2006 (the "Warrants"), in compliance with Securities and Exchange Commission Rule 15c2-12. The Warrants are payable solely from the rent paid to the Authority by the County pursuant to a year-to-year lease of certain courthouse and jail facilities that were constructed or improved with the proceeds of the Warrants.

**Rating Downgrade**

The Warrants are insured by Ambac Assurance Corporation and were assigned insured ratings by Standard & Poor's Ratings Services ("S&P"), Moody's Investors Service, Inc. ("Moody's") and Fitch Ratings Ltd. S&P and Moody's also assigned underlying ratings to the 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 July 31, 2008, the underlying rating assigned to the Warrants by Moody's was reduced from "Baa2" to "B1". The current underlying rating of the Warrants is classified as "Watchlist for Possible Downgrade" 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).

On July 31, 2008, the underlying rating assigned to the Warrants by S&P was also reduced from "A-" to "BBB-". The current underlying rating of the Warrants is classified as "CreditWatch with Negative Implications" by S&P. Ratings reports issued by S&P can be obtained from the S&P website at [www.sandp.com](http://www.sandp.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rating may be changed at any time, and no assurance can be given that it will not be subject to further revision or withdrawn entirely by the rating agency if, in its judgment, the circumstances so warrant.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

### **Lease Revenue Warrants, Series 2006**

Maturity	CUSIP	Insurer
4/1/2008	47267PAA1	Ambac
4/1/2009	47267PAB9	Ambac
4/1/2010	47267PAC7	Ambac
4/1/2011	47267PAD5	Ambac
4/1/2012	47267PAE3	Ambac
4/1/2013	47267PAF0	Ambac
4/1/2014	47267PAG8	Ambac
4/1/2015	47267PAH6	Ambac
4/1/2016	47267PAJ2	Ambac
4/1/2017	47267PAK9	Ambac
4/1/2018	47267PAL7	Ambac
4/1/2019	47267PAM5	Ambac
4/1/2020	47267PAN3	Ambac
4/1/2021	47267PAP8	Ambac
4/1/2026	47267PAQ6	Ambac