

CONNECTOR 2000 ASSOCIATION, INC.

EVENT NOTICE NO. 2008-1

January 23, 2008

CUSIP Prefix 20786L

Submitted in compliance with the provisions of the Continuing Disclosure Agreement dated February 11, 1998 (the "**Disclosure Agreement**") between Connector 2000 Association, Inc., a South Carolina non-profit public benefit corporation (the "**Association**") and U.S. Bank, National Association, as successor in trust to First Union National Bank, in its capacity as dissemination agent (the "**Trustee**") relating to the \$200,177,680 Connector 2000 Association, Inc. Toll Road Revenue Bonds (Southern Connector Project, Greenville, South Carolina), Series 1998A, Series 1998B and Series 1998C (the "**Bonds**").

INTRODUCTION

This is an "Event Notice" filed pursuant to that certain Continuing Disclosure Agreement dated February 11, 1998 (the "**Disclosure Agreement**") between Connector 2000 Association, Inc., a South Carolina non-profit public benefit corporation (the "**Association**") and U.S. Bank, National Association, as successor in trust to First Union National Bank, in its capacity as dissemination agent (the "**Trustee**") relating to the \$200,177,680 Connector 2000 Association, Inc. Toll Road Revenue Bonds (Southern Connector Project, Greenville, South Carolina), Series 1998A, Series 1998B and Series 1998C (the "**Bonds**"). Capitalized terms not otherwise defined herein have the meaning set forth in the Disclosure Agreement, if defined therein.

The Bonds were sold by the Association on January 27, 1998 to Lehman Brothers, Inc. and Mesirow Financial, Inc., as managing underwriters (the "**Underwriters**") pursuant to a Bond Purchase Agreement executed on that date between the Association and the Underwriters. A final Official Statement dated February 3, 1998 (the "**Official Statement**") was prepared in connection with the sale of the Bonds. The closing of the sale of the Bonds took place February 11, 1998 (the "**Closing Date**").

THE MATERIAL EVENT

The Association was informed by the Trustee that on January 1, 2008 the Trustee withdrew (a) \$3,150,143.50 from the Senior Bonds Debt Service Reserve Account to pay a portion of the interest and principal payment due on that date on the Senior Current Interest Bonds, Series 1998A of the Association (the "**Series 1998A Bonds**") and the Maturity Value of the Senior Capital Appreciation Bonds, Series 1998B of the Association (the "**Series 1998B Bonds**"), and (b) \$2,600,000 from the Subordinate Bonds Debt Service Reserve Account to pay the Maturity Value of the Subordinate Capital Appreciation Bonds, Series 1998C of the Association (the "**Series 1998C Bonds**"). Debt service owing on such date on the Bonds came from the following sources:

Source of Payment	Amount Paid for Senior Bonds	Amount Paid for Subordinate Bonds
Net Toll Revenues	\$1,498,001.50	\$0.00
Reserve Fund Earnings	312,091.64	126,264.48
Reserve Fund Principal	2,838,051.86	2,473,735.52
Excess Construction Funds	717,605.00	0.00
Total Paid	\$5,365,750.00	\$2,600,000.00

These draws from the Senior Bonds Debt Service Reserve Account and from the Subordinate Bonds Debt Service Reserve Account constituted unscheduled draws on a debt service reserve fund reflecting financial difficulties and constituted a "**material event**" as defined in the Disclosure Agreement.