

Ratings Services
500 North Akard Street
Lincoln Plaza, Suite 3200
Dallas, TX 75201
Tel 214 871-1402
Reference No.: 2763001

Malachy Fallon
Managing Director
Public Finance Ratings

Standard & Poor's

A Division of The McGraw-Hill Companies 

June 3, 2002

Larry Throm
Chief Financial Officer
Austin Independent School District
1111 West 6th Street
Austin, TX 78703

Re: **\$3,125,000 Austin Independent School District, Texas, Various Series**

Dear Mr. Throm:

This is to inform you that as part of our ongoing rating program, we have reviewed the latest annual financial report and other relevant data related to the above debt. As a result of such review, we have confirmed the rating for the above debt at 'AA' with a rating outlook for the intermediate to longer term of stable.

Please continue to send updated information including annual audit reports and budgets, and if applicable, updated operating and construction progress data, addressed to:

*Standard & Poor's Ratings Services
Public Finance Secondary Market Surveillance
55 Water Street, Muni Drop Box No. 1, 38-2-2
New York, NY 10041-0003*

Your satisfaction with our rating process is extremely important to us. If you have any questions please feel free to contact Wendy Wipperman at (1) 214-871-1421 .

Thank you for continuing your relationship with Standard & Poor's Ratings Services.

Very truly yours,

Malachy Fallon

km