

Remarketing Supplement to

OFFICIAL STATEMENT

dated October 16, 2002

relating to

**State of Kansas
Department of Transportation
Adjustable Tender Highway Revenue Refunding Bonds**

\$50,000,000 Series 2002B-1

\$50,000,000 Series 2002B-2

\$70,005,000 Series 2002B-3

\$50,000,000 Series 2002C-1

\$50,000,000 Series 2002C-2

\$50,000,000 Series 2002C-3

This Remarketing Supplement to the Official Statement dated October 16, 2002 (the "Official Statement"), relating to the above-referenced bonds (the "2002B and 2002C Bonds") updates certain information in the Official Statement relating to the remarketing of the Series 2002C Bonds. Reference is made to the Official Statement for a description of the 2002B and 2002C Bonds.

This Remarketing Supplement is intended to be read solely in conjunction with the Official Statement, which will be distributed together with this Remarketing Supplement.

The 2002B and 2002C Bonds were issued on October 23, 2002. Goldman Sachs & Co. ("Goldman Sachs") was the Underwriter and initial Remarketing Agent for the Series 2002B Bonds. UBS Painwebber Inc., predecessor to UBS Financial Services Inc. ("UBS"), was the Underwriter and initial Remarketing Agent for the Series 2002C Bonds.

The Secretary of Transportation of the State of Kansas (the "Secretary") has elected to remove UBS as the Remarketing Agent with respect to the Series 2002C Bonds, effective June 25, 2008. The Secretary will enter into Remarketing Agreements dated as of June 1, 2008 with each of the following successor Remarketing Agents: (1) Merrill Lynch, Pierce, Fenner & Smith, Inc. ("Merrill Lynch"), who will act as successor Remarketing Agent with respect to the Series 2002C-1 Bonds and the Series 2002C-2 Bonds, effective June 25, 2008; and (2) Citigroup Global Markets Inc. ("Citigroup"), who will act as successor Remarketing Agent with respect to the Series 2002C-3 Bonds, effective June 25, 2008. Goldman Sachs will remain the Remarketing Agent with respect to the Series 2002B Bonds.

The Secretary, The Bank of New York Trust Company, National Association, St. Louis, Missouri, as Tender Agent (the "Tender Agent") and WestLB AG, acting through its New York Branch, individually and as Administrative Agent, and Dexia Crédit Local, acting through its New York Agency (collectively, the initial "Liquidity Providers"), entered into a Standby Bond Purchase Agreement, dated as of October 1, 2002 (the initial "Liquidity Agreement"), relating to the 2002B and 2002C Bonds, pursuant to which the initial Liquidity Providers agree, severally and not jointly, at the request from time to time of the Tender Agent, on behalf of the Secretary, to purchase 2002B and 2002C Bonds in a Daily Mode or a Weekly Mode that are required to be purchased pursuant to the Fourteenth Supplemental Resolution or Fifteenth Supplemental Resolution. The initial Liquidity Agreement, which expired on October 21, 2005, was extended to December 15, 2015, subject to extension and to earlier termination as

described in the Official Statement. Information regarding the Liquidity Providers may be obtained from the Liquidity Providers.

Information regarding the State of Kansas Department of Transportation (the "Department") and the revenues of the Department is updated annually by the Department in annual continuing disclosure reports submitted by the Department to the Nationally Recognized Municipal Securities Information Repositories recognized by the Securities and Exchange Commission (the "National Repositories").

The Department's annual continuing disclosure report for the fiscal year ended June 30, 2007, as previously submitted by the Department to the National Repositories (the "2007 Annual Report"), is incorporated herein by reference. The information in the 2007 Annual Report speaks as of its date. Merrill Lynch or Citigroup will provide, without charge, to any person requesting a copy of the same, a copy of the 2007 Annual Report (including documents incorporated by reference in the 2007 Annual Report).

The date of this Remarketing Supplement is June 16, 2008