

North Carolina Security Breach Reporting Form Pursuant to the Identity Theft Protection Act of 2005

Name of Business Owning or Licensing Information Affected by the Breach: ACS GOVERNMENT SYSTEMS
 Address: 1733 HARRODSBURG ROAD
LEXINGTON, KENTUCKY 40504
 Telephone: 859-277-1500
 Fax: 859-277-2300
 Email: _____

PLEASE SUBMIT FORM TO:
 Consumer Protection Division
 NC Attorney General's Office
 9001 Mail Service Center
 Raleigh, NC 27699-9001
 Telephone: (919) 716-6000
 Toll Free in NC: (877) 566-7226
 FAX: (919) 716-6050

Date Security Breach Reporting Form submitted: JULY 25, 2007
 Date the Security Breach was discovered: JUNE ~~2007~~ 21, 2007
 Estimated number of affected individuals: 2718
 Estimated number of NC residents affected: 22

Name of business maintaining or possessing information that was the subject of the Security Breach, if the business that experienced the Security Breach is not the same entity as the business reporting the Security Breach (pursuant to N.C.G.S. § 75-65(b)): ACS GOVERNMENT SYSTEMS

Describe the circumstances surrounding the Security Breach and state whether the information breached was in electronic or paper format: SEE ATTACHED NOTIFICATION LETTER & PRESS RELEASE

Regarding electronic information breached, state whether the information breached or potentially breached was password protected or encrypted in some manner. PASSWORD PROTECTED If so, please describe the security measures protecting the information: THE EXTERNAL HARD DRIVE WAS PASSWORD PROTECTED

Describe any measures taken to prevent a similar Security Breach from occurring in the future: ACS IS CONDUCTING REFRESHED PRIVACY TRAINING.

Date affected NC residents were/will be notified: JULY 19, 2007

If there has been any delay in notifying affected NC residents, describe the circumstances surrounding the delay pursuant to N.C.G.S. § 75-65(a) and (c): _____

If the delay was pursuant to a request from law enforcement pursuant to N.C.G.S. § 75-65(c), please include the written request or the contemporaneous memorandum.

How NC residents were/will be notified? (pursuant to N.C.G.S. § 75-65(e))
 Please attach copy of the notice if in written form or a copy of any scripted notice if in telephonic form.

written notice
 electronic notice (email)
 telephone notice
 substitute notice

Signature: [Signature] Date: 7-25-07
 Contact Person, Title: PENELOPE MCCARTHY, VP & SENIOR CORPORATE COUNSEL
 Address: 345 SW 11TH, NEWPORT, OREGON 97365
 (if different from above)
 Telephone: 541-674-8276 Fax: 520-886-4763 Email: penelope.mccarthy@acs-inc.co

- Sign up for free credit monitoring: You will be provided with credit monitoring for the next year. Under this program, you will be alerted about any important changes to your credit report. We are providing this service at no cost to you for one year, but you do have to sign up by October 31, 2007. To do so, please see the information attached to this letter about the Equifax Credit Watch™ Gold with 3-in-1 Monitoring.
- Request a copy of your credit report: You are entitled to a free credit report every twelve (12) months. To request a free credit report, call 877-322-8228 or order on-line at www.annualcreditreport.com. Call the credit bureau immediately if you see any inaccurate information or accounts that you did not open on the report.
- For additional information on how to protect yourself against identity theft, you may wish to visit the Federal Trade Commission's website at www.consumer.gov/idtheft/.

If you have any questions or concerns about this situation, please call us. We have set up a toll-free help line at 866-567-7095 to help you. There will be people answering the help line from 9 a.m. to 6 p.m. eastern time, Monday through Friday, from Monday, July 23 until August 3, 2007. After hours calls will be returned on the next business day.

Finally, please accept my apology for any inconvenience or concern this situation may cause you. Protecting personal information is very important to us.

Sincerely,

Name & Title

Equifax Credit Watch™ Gold with 3-in-1 Monitoring

Equifax Credit Watch will provide you with an "early warning system" to changes to your credit file and help you to understand the content of your credit file at the three major credit reporting agencies. The key features and benefits are listed below.

Equifax Credit Watch provides you with a 1 year membership service:

- Comprehensive credit file monitoring of your Equifax, Experian, and TransUnion credit reports with daily notification of key changes to your credit files from any of the three agencies.
- Wireless alerts and customizable alerts available
- One 3-in-1 Credit Report and unlimited access to your Equifax Credit Report™
- \$20,000 in identity theft insurance with \$0 deductible, at no additional cost to you †
- 24 by 7 live agent Customer Service to assist you in understanding the content of your Equifax credit information, to provide personalized identity theft victim assistance and in initiating an investigation of inaccurate information.

How to Enroll

Equifax has a simple Internet-based verification and enrollment process.

Visit: www.myservices.equifax.com/tri

1. Consumer Information: complete the form with your contact information (name, address and e-mail address) and click "Continue" button. The information is provided in a secured environment.
2. Identity Verification: complete the form with your Social Security Number, date of birth, telephone #s, create a User Name and Password, agree to the Terms of Use and click "Continue" button. The system will ask you up to two security questions to verify your identity.
3. Payment Information: During the "check out" process, provide the following promotional code: ~~XXXX~~ in the "Enter Promotion Code" box. (no spaces, include dash.) After entering your code press the "Apply Code" button and then the "Submit Order" button at the bottom of the page. (This code eliminates the need to provide a credit card number for payment.)
4. Order Confirmation: - Click "View My Product" to access your 3-in-1 Credit Report and other product features.

To sign up for US Mail delivery of the product, dial 1-866-937-8432 for access to the Equifax Credit Watch automated enrollment process. Note that all credit reports and alerts will be sent to you via US Mail only.

1. Promotion Code: You will be asked to enter your promotion code as shown above (no spaces, no dash)
2. Customer Information: You will be asked to enter your home telephone number, home address, name, date of birth and Social Security Number.



AFFILIATED COMPUTER SERVICES, INC

A C S

FAX TRANSMITTAL

PLEASE DELIVER THE FOLLOWING

TO: Kim D'Arruda, Assistant Attorney General

PHONE NUMBER:

FAX NUMBER: 919-716-6050

FROM: Penelope McCarthy

DATE: July 25, 2007

NUMBER OF PAGES BEING SENT (including cover sheet):

MESSAGE: Attached is a Security Breach Report along with a Press Release and Notification Letter.

Thank you!

WARNING - PRIVILEGED AND CONFIDENTIAL MATERIAL

The information contained in this transaction is confidential and is intended only for the use of the individual or entity named above. The information may also be legally privileged. This transmission is sent in trust, for the sole purpose of delivery to the intended recipient. If you have received this transmission in error, you are hereby notified that any use, dissemination, distribution or reproduction of this transmission is strictly prohibited. If you are not the intended recipient, please immediately notify us by telephone at 541-574-8276 to arrange for the return of the transmission and any copies thereof to us at our expense. Thank you.

If you have problems receiving this telecopy please call. 541-574-8276