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TSX Venture Exchange Symbol: MSM

Municipal Solutions Announces Record Results For Q1, 2004

VICTORIA, British Columbia, (April 30, 2004) – Municipal Solutions Group, Inc. (“Municipal Solutions”) (TSX Venture: MSM), a provider of government enterprise solutions, today announced financial results for the first quarter ending March 31, 2004. First quarter revenue of \$1.26 million was 5% greater than for the same period last year and 30% greater than the last quarter of 2004.

“As expected previously, we continue to see signs of the U.S. economy improving, which translates into attractive opportunities for Municipal Solutions. We are not only adding new clients but also increasing the scope of the projects and the number of licenses per client. This was the best first quarter financial results the Company has ever recorded, both in terms of revenue and profitability, and the fourth best quarter in history. Based on current sales activities, we foresee this trend continuing for the second quarter,” said Robert Bennett, President and CEO of Municipal Solutions.

Municipal’s net profit for the quarter was \$158,206 versus a profit of \$43,654 in the prior year, an increase of 262%. Gross margin increased to 64% during the first quarter, up from 53% in the same quarter in the prior year.

Mr. Bennett comments, “We are happy to see that many of the projects that were experiencing closing delays at the end of last year closed during this first quarter, and those that haven’t yet are expected to close in the upcoming quarter. It is very encouraging to see how many of the new projects are for implementations of enterprise solutions.”

Operational Highlights

The San Mateo contract announced January 5th totaled \$806,000 (US\$620,000), was the largest project in the Company’s history. The City of San Mateo is located just south of the San Francisco airport in Northern California with a population of about 100,000 and is known as one of the leading edge municipalities in Northern California.

Other first quarter contracts with a variety of other clients, the largest being Spruce Grove, Sudbury, and Hartford, had an aggregate total of \$503,189. Council approval was also received from a large U.S. city on January 20 for \$1,014,000, the largest project the Company has materially received, which is still pending contract finalization. The Company is expecting Council approval in May on a project worth approximately \$1,105,000 in another major U.S. city having already received all staff level approvals and agreement on contractual terms.

About Municipal Software Corporation

Municipal Software Corporation was the 2002 gold medal worldwide winner in the Packaged Application Category for the Microsoft Certified Partner Awards. The Company provides CityView 8.NET, a true enterprise solution that integrates functions across an organization and enables e-government.

CityView 8.NET helps governments automate business processes such as Building, Planning, Code Enforcement, Business Licensing, Public Works, Emergency Management, Cemetary Management and more. Award winning CityView integrates with existing systems, including financials, other departmental automation software, document management, IVR, cashiering, field data collection, and GIS. With clients in over 30 states and 5 provinces Municipal Software Corporation is the one-stop provider of everything government needs for an enterprise wide solution, including the software, the training, the services, and the post purchase support.

About Municipal Solutions Group Inc.

Municipal Solutions Group Inc. (www.MunicipalSolutionsInc.com) was formed in January 2002 as the public financing arm for Municipal Software Corporation, to provide the overall strategic leadership and guidance for Municipal Software as it builds comprehensive solutions for local government on a global basis.

Forward-Looking Statements

Certain statements in this news release are not historical and may constitute forward-looking statements reflecting Municipal Solutions Group Inc.'s current expectation in the local government sector. These statements are subject to important risks, uncertainties and assumptions concerning future conditions that may ultimately prove to be inaccurate and may differ materially from actual future events or results.

If you would like to be included on our regular distribution please email us at: press@MunicipalSoftware.com or fax to (250) 475-6080.

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For more information, please contact:

Robert Bennett, President and CEO

Municipal Solutions Group, Inc.

(800) 665-5647

E-mail: rbennett@MunicipalSoftware.com

Internet: www.MunicipalSolutionsInc.com

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this press release.