

NOTICE OF SALE

**VILLAGE OF FORESTVILLE
CHAUTAUQUA COUNTY, NEW YORK
(the "Village")**

\$1,345,000

**BOND ANTICIPATION NOTES, 2011A
(the "Notes")**

LEGAL OPINION: Hodgson Russ LLP, Buffalo, New York
John A. Alessi, Esq., telephone: 716-848-1567, fax: 716-819-4660

NEW ISSUE/RENEWALS: \$600,000 – New Issue / \$745,000 – Renewals

NON-CALLABLE

BANK DESIGNATED & QUALIFIED

DISCLOSURE INFORMATION: Please refer to our website: www.municipalsolution.com to view a summary of financial information. If you require additional information, please contact our Canandaigua Office at 585-394-4090.

DATE OF ISSUANCE & MATURITY: September 1, 2011 (Thursday) – June 28, 2012 (Thursday)

DAYS OUTSTANDING: 297

SALE DATE & TIME: August 23, 2011 (Tuesday) at 11:00 a.m. - Canandaigua, New York

CLOSING DATE & TIME: September 1, 2011 (Thursday) by 11:00 a.m.

INVESTMENT INTENT: The Village has not prepared an Official Statement in connection with the issuance of the Notes. The Purchaser will be asked to execute a certificate stating that it represents and warrants that: a) it is acquiring the Notes for its own account as principal for investment and not for resale or b) it will comply with an exception provided in SEC Rule 15c2-12.

PURPOSE: Pursuant to a bond resolution adopted by the Village Board of Trustees on June 12, 2009 (and as subsequently amended and restated on June 20, 2011) authorizing the issuance of \$6,000,000 of serial bonds for the reconstruction of and construction of improvements to the Village water system.

SECURITY AND SOURCE OF PAYMENT: The Notes are general obligations of the Village and will contain a pledge of the faith and credit of the Village for the payment of the principal thereof and the interest thereon. For the payment of such principal and interest, the Village has the power and statutory authorization to levy *ad valorem* taxes on all the taxable real property in the Village, without limitation as to rate or amount (subject to certain statutory limitations imposed by Chapter 97 of the 2011 Laws of New York).

Each bid must be for all of the Notes and must state a single rate of interest therefor in a multiple of one-eighth (1/8th) or one-hundredth (1/100th) of one per centum (1%) per annum. Unless all bids are rejected, the Notes will be awarded to the bidder offering to purchase the Notes at the lowest net interest cost, that being the rate of interest which will produce the least interest cost over the life of the Notes, after accounting for the premium offered, if any. In any event, the award of the Notes will be made on the basis of the bid offering to purchase the Notes on terms most favorable to the Village. The right is reserved to reject all bids, and any bid not complying with this Notice of Sale will be rejected. Interest will be computed on the basis of 30 days to the month and 360 days to the year.

PAYMENT TO BE MADE IN FEDERAL FUNDS. THE PURCHASER SHALL HAVE THE OPTION OF HAVING THE NOTES ISSUED AS PHYSICAL CERTIFICATES OR IN THE FORM OF BOOK-ENTRY-ONLY NOTES REGISTERED IN THE NAME OF CEDE & CO., AS NOMINEE FOR THE DEPOSITORY TRUST COMPANY (DTC). THE NOTES WILL BE ISSUED IN REGISTERED FORM IN DENOMINATIONS OF \$100,000, OR GREATER, AS MAY BE DETERMINED BY SUCH PURCHASER.

MUNICIPAL SOLUTIONS, INC.

2528 State Route 21

Canandaigua, New York 14424

Phone: 585-394-4090

Fax: 585-394-4092

www.municipalsolution.com

PROPOSAL FOR \$1,345,000 BOND ANTICIPATION NOTES, 2011A
Village of Forestville, Chautauqua County, New York

Marcia Petersen, Treasurer
 Village of Forestville
 c/o Municipal Solutions, Inc.
 2528 State Route 21
 Canandaigua, New York 14424
 Telephone: 585-394-4090
 Fax: 585-394-4092

Sale Date: August 23, 2011
 11:00 A.M., Prevailing Time

Dated: September 1, 2011

Maturity Date: June 28, 2012

Dear Ms. Petersen:

For the **\$1,345,000 Bond Anticipation Notes, 2011A (the "Notes") of the Village of Forestville, Chautauqua County, New York**, dated September 1, 2011 and due June 28, 2012, without the option of redemption, in whole or in part, prior to maturity, as described in the annexed Notice of Sale which is hereby made a part of this bid, we offer to pay \$1,345,000 and a premium of \$_____; the Notes to bear interest at the rate of _____% per annum expressed in a multiple of one-eighth or one-hundredth of one per centum payable at maturity.

The following is our computation of the net interest cost, made as provided in the above-mentioned Notice of Sale, and is not a part of the foregoing proposal for the purchase of the Notes.

Gross Interest Cost	\$ _____
Less Premium Bid Over Par	\$ _____
Net Interest Cost	\$ _____
Effective Net Interest Cost Rate	_____ % (Four Decimals)

Please Specify Form of Notes:

Book-Entry / DTC _____

or

"Local" Close _____

Signature

Name of Bidder

Address of Bidder

Telephone

Fax No

E-Mail Address