

NOTICE OF SALE

**TOWN OF OWEGO
TIOGA COUNTY, NEW YORK**

\$753,640

BOND ANTICIPATION NOTES, 2011

<u>LEGAL OPINION:</u>	Orrick, Herrington & Sutcliffe LLP, New York, New York Douglas Goodfriend, Esq., telephone: 212-506-5211; fax: 212-506-3730
<u>NEW ISSUE:</u>	\$753,640
<u>NON-CALLABLE</u>	
<u>BANK DESIGNATED / QUALIFIED:</u>	Yes
<u>DISCLOSURE INFORMATION:</u>	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.
<u>DATE OF ISSUANCE & MATURITY:</u>	November 1, 2011 (Tuesday) to November 1, 2012 (Thursday)
<u>DAYS OUTSTANDING:</u>	360
<u>SALE DATE & TIME:</u>	October 19, 2011 (Wednesday) at 11:00 a.m. EST – Canandaigua, NY
<u>CLOSING DATE & TIME:</u>	November 1, 2011 (Tuesday) by 11:00 a.m.
<u>PURPOSE:</u>	Pursuant to a bond resolution adopted by the Town Board on October 4, 2011 authorizing the issuance of \$753,640 in serial bonds to pay the cost of the increase and improvement of the facilities of the Consolidated Water District.
<u>SECURITY AND SOURCE OF PAYMENT:</u>	The Notes are general obligations of the Town and will contain a pledge of the faith and credit of the Town for the payment of the principal thereof and the interest thereon. For the payment of such principal and interest, the Town has the power and statutory authorization to levy <i>ad valorem</i> taxes on all the taxable real property in the Town, 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 Town. If two or more bidders offer to purchase the Notes at the same lowest net interest cost, the Notes will be awarded to one of such bidders selected by the Town Supervisor by lot from among all such bidders. 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 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 \$5,000, OR INTEGRAL MULTIPLES THEREOF, EXCEPT FOR ONE NOTE OF AN ODD DENOMINATION, AS MAY BE DETERMINED BY SUCH PURCHASER. FOR NOTES REGISTERED TO THE PURCHASER, A SINGLE NOTE CERTIFICATE WILL BE ISSUED.

MUNICIPAL SOLUTIONS, INC.
2528 State Route 21
Canandaigua, New York 14424
Phone: 585-394-4090
Fax: 585-394-4092
www.municipalsolution.com

PROPOSAL FOR \$753,640 BOND ANTICIPATION NOTES, 2011
Town of Owego, Tioga County, New York

Donald Castellucci, Jr., Supervisor
Town of Owego
c/o Municipal Solutions, Inc.
2528 State Route 21
Canandaigua, New York 14424
Telephone: 585-394-4090
Fax: 585-394-4092

Sale Date: October 19, 2011
11:00 A.M., Prevailing Time

Dated: November 1, 2011

Maturity Date: November 1, 2012

Dear Mr. Castellucci:

For the **\$753,640 Bond Anticipation Notes, 2011 (the "Notes") of the Town of Owego, Tioga County, New York**, dated November 1, 2011 and maturing November 1, 2012 without the option of prior redemption, as described in the annexed Notice of Sale which is hereby made a part of this bid, we will pay \$753,640 and a premium of \$_____ at the rate of _____% per annum expressed in a multiple of one-eighth or one-hundredth of one per centum.

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	\$ _____
Premium Bid Over Par	\$ _____
Total Interest	\$ _____
Effective Net Interest Rate	_____ %

(Four Decimals)

Please Specify Form of Notes:

Book-Entry/DTC _____

or

"Local" Closing _____

Signature

Name of Bidder

Address of Bidder

Telephone

Fax No

E-Mail Address