

NOTICE OF SALE

**PINE VALLEY CENTRAL SCHOOL DISTRICT
CHAUTAUQUA AND CATTARAUGUS COUNTIES, NEW YORK**

\$695,505 BOND ANTICIPATION NOTES, 2011

<u>LEGAL OPINION:</u>	Hodgson Russ LLP, Buffalo, New York John A. Alessi, Esq., telephone: 716-848-1567; fax: 716-819-4660 Jeffrey W. Stone, Esq., telephone: 716-848-1327; fax: 716-819-4649
<u>NEW ISSUE / RENEWALS:</u>	\$228,505 – New Issue / \$467,000 – Renewals
<u>NON-CALLABLE</u>	
<u>BANK DESIGNATED AND QUALIFIED</u>	
<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>	October 6, 2011 (Thursday) – October 4, 2012 (Thursday)
<u>DAYS OUTSTANDING:</u>	358
<u>SALE DATE & TIME:</u>	September 22, 2011 (Thursday) at 11:00 a.m. EST – Canandaigua, NY
<u>CLOSING DATE & TIME:</u>	October 6, 2011 (Thursday) at 11:00 a.m.
<u>PURPOSE:</u>	Acquisition of school buses and similar vehicles for use by the District.
<u>SECURITY AND SOURCE OF PAYMENT:</u>	The Notes are general obligations of the District and will contain a pledge of the faith and credit of the District for the payment of the principal thereof and the interest thereon. For the payment of such principal and interest, the District has the power and statutory authorization to levy <i>ad valorem</i> taxes on all the taxable real property in the District, 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 District. 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 District's President of the Board of Education 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 in all material respects 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 \$695,505 BOND ANTICIPATION NOTES, 2011
Pine Valley Central School District, Chautauqua and Cattaraugus Counties, New York

Janie Waag, President of the Board of Education
 Pine Valley Central School District
 c/o Municipal Solutions, Inc.
 2528 State Route 21
 Canandaigua, New York 14424
 Telephone: 585-394-4090
 Fax: 585-394-4092

Sale Date: September 22, 2011
 11:00 A.M., Prevailing Time

Dated: October 6, 2011

Maturity Date: October 4, 2012

Dear Ms. Waag:

For the **\$695,505 Bond Anticipation Notes, 2011 (the "Notes") of the Pine Valley Central School District, Chautauqua and Cattaraugus Counties, New York**, dated October 6, 2011 and due October 4, 2012, as described in the annexed Notice of Sale which is hereby made a part of this bid, we will pay \$695,505 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 Cost	\$ _____
Less Premium Bid Over Par	\$ _____
Net Interest Cost	\$ _____
Effective Net Interest Cost Rate	_____ % (Four Decimals)

Please Specify Form of Note:

Book-Entry / DTC _____

or

"Local" Closing _____

Signature

Name of Financial Institution

Address

Telephone

Fax No.

Email Address