



**NOTICE OF SALE**

**TOWN OF POMFRET  
CHAUTAUQUA COUNTY, NEW YORK**

**\$800,000 BOND ANTICIPATION NOTES FOR NORTH END WATER DISTRICT - 2011**

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<b><u>LEGAL OPINION:</u></b>	Hawkins Delafield & Wood LLP, New York, New York Robert P. Smith, Esq., telephone: 212-820-9662; fax: 212-344-6258 William J. Jackson, Esq., telephone: 212-820-9620; fax: 212-344-6258
<b><u>RENEWAL</u></b>	
<b><u>CALLABLE</u></b>	On or after February 21, 2012, upon twenty (20) days prior written notice.
<b><u>BANK DESIGNATED &amp; QUALIFIED</u></b>	
<b><u>DISCLOSURE INFORMATION:</u></b>	Please refer to our website: <a href="http://www.municipalsolution.com">www.municipalsolution.com</a> to view a summary of financial information. If you require additional information, please contact our Canandaigua Office at 585-394-4090.
<b><u>SECURITY AND SOURCE OF PAYMENT:</u></b>	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 taxable real property within the Town, subject to the limitations imposed by the Chapter 97 of the Laws of 2011 (the "New Tax Levy Limit Law"). Prior to the enactment of the New Tax Levy Limit Law, all the taxable real property within the Town had been subject to the levy of ad valorem taxes to pay the Notes and interest thereon without limitation as to rate or amount; however, the power of the Town to levy unlimited real estate taxes on all the real property in the Town may or may not be subject to the statutory limitations imposed by the New Tax Levy Limit Law, depending upon the interpretation of such statute by a court of competent jurisdiction in the event of a legal challenge.
<b><u>PURPOSE:</u></b>	To renew a bond anticipation note of a like principal amount heretofore issued to finance the increase and improvement of facilities of the North End Water District – Water District No. 7, pursuant to a bond resolution duly adopted by the Town Board dated October 14, 2009 authorizing the issuance of \$4,303,000 of general obligation serial bonds for such purpose.
<b><u>DATE OF ISSUANCE &amp; MATURITY:</u></b>	August 18, 2011 (Thursday) – August 16, 2012 (Thursday)
<b><u>DAYS OUTSTANDING:</u></b>	358
<b><u>SALE DATE &amp; TIME:</u></b>	August 4, 2011 (Thursday) at 11:00 a.m. - Canandaigua, New York
<b><u>CLOSING DATE &amp; TIME:</u></b>	August 18, 2011 (Thursday) by 11:00 a.m.

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. The premium bid, if any, by any bidder shall not exceed \$100,000. 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. For purposes of evaluating bids received, net interest cost will be calculated on the assumption that the Notes will be held to maturity. 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. 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]. FOR BOOK-ENTRY NOTES, THE NOTES WILL BE REGISTERED TO CEDE & CO AND DEPOSITED WITH DTC AND PURCHASES WILL BE IN BOOK-ENTRY FORM IN DEMONINATIONS OF \$5,000, OR INTEGRAL MULTIPLES THEREOF. FOR BEARER NOTES AND 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](http://www.municipalsolution.com)

**PROPOSAL FOR \$800,000 BOND ANTICIPATION NOTES FOR NORTH END WATER DISTRICT - 2011  
Town of Pomfret, Chautauqua County, New York**

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

Sale Date: August 4, 2011  
11:00 A.M., Prevailing Time

**Dated: August 18, 2011**

**Maturity Date: August 16, 2012**

Dear Mr. Steger:

For the **\$800,000 Bond Anticipation Notes For North End Water District -2011 (the "Notes") of the Town of Pomfret, Chautauqua County, New York**, dated August 18, 2011 and due August 16, 2012, with the option of redemption on or after February 21, 2012, upon twenty (20) days prior written notice as described in the annexed Notice of Sale which is hereby made a part of this bid, we offer to pay \$800,000 and a premium of \$\_\_\_\_\_ ; (limited to \$100,000) 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 (limited to \$100,000) .....	\$ _____
Net Interest Cost .....	\$ _____
Effective Net Interest Cost Rate .....	_____ % (Four Decimals)

Please specify form of Notes:

- 1) Book-Entry / DTC \_\_\_\_\_
- 2) Local "Bearer" Closing \_\_\_\_\_
- 3) Registered to Purchaser \_\_\_\_\_

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Name of Bidder

\_\_\_\_\_  
Address of Bidder

\_\_\_\_\_  
Telephone

\_\_\_\_\_  
Fax No

\_\_\_\_\_  
E-Mail