

NOTICE OF SALE

**TOWN OF SHERIDAN
CHAUTAUQUA COUNTY, NEW YORK
(the "Town")**

**\$400,000 BOND ANTICIPATION NOTES, 2011
(the "Notes")**

<u>LEGAL OPINION:</u>	Hodgson Russ LLP, Buffalo, New York John A. Alessi, Esq., telephone: 716-848-1567, fax: 716-819-4660
<u>RENEWALS:</u>	\$400,000
<u>NON-CALLABLE</u>	
<u>BANK DESIGNATED/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>	August 25, 2011 (Thursday) – August 23, 2012 (Thursday)
<u>DAYS OUTSTANDING:</u>	358 days
<u>SALE DATE & TIME:</u>	August 11, 2011 (Thursday) at 11:30 a.m. EST – Canandaigua, NY
<u>CLOSING DATE & TIME:</u>	August 25, 2011 (Thursday) by 11:00 a.m. EST
<u>PURPOSE:</u>	Acquisition of buildings and land to serve as a Town Hall and Municipal Buildings pursuant to a bond resolution adopted by the Town Board on February 15, 2009 authorizing the issuance of \$160,000 of serial bonds and a bond resolution adopted by the Town Board on June 22, 2010 authorizing the issuance of \$325,500 of serial bonds for the reconstruction of and construction of improvements to Town Municipal Buildings. The proceeds of the Notes, along with \$10,500 of available funds of the Town, will be used to redeem and renew, in part, outstanding bond anticipation notes of the Town that were issued in the amount of \$410,500.
<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, 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 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-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 \$5,000, OR INTEGRAL MULTIPLES THEREOF, 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 \$400,000 BOND ANTICIPATION NOTES, 2011
Town of Sheridan, Chautauqua County, New York

Louis Delmonte, Sr., Supervisor
Town of Sheridan
c/o Municipal Solutions, Inc.
2528 State Route 21
Canandaigua, New York 14424
Telephone: 585-394-4090
Fax: 585-394-4092

Sale Date: August 11, 2011
11:30 A.M., Prevailing Time

Dated: August 25, 2011

Maturity Date: August 23, 2012

Dear Mr. Delmonte:

For the **\$400,000 Bond Anticipation Notes, 2011 (the "Notes") of the Town of Sheridan, Chautauqua County, New York**, dated August 25, 2011 and maturing August 23, 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 \$400,000 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.

E-mail Address