

A R B I T R A G E C E R T I F I C A T E

\$66,124.00 Bond Anticipation Note, 1988.

THE UNDERSIGNED certifies that she is the chief fiscal officer of the Town of Forestport, County of Oneida, State of New York (the "issuer") and that, in her capacity as such, she among others, is charged with the responsibility for issuing the above-mentioned obligation of the Issuer (the "Obligation") being issued on the date hereof, and further certified as follows:

1. The facts and circumstances set forth below are in existence on the date hereof. The issuer's expectations as to future events are also set forth below and include the expectations that the proceeds of the Obligation will not be used in a manner that would cause the Obligation to be "an arbitrage bond" within the meaning of Section 103 of the Internal Revenue Code of 1954 (the "Code") and the regulations promulgated by the Department of the Treasury thereunder. To the best of my knowledge and belief, the Issuer's expectations are reasonable.

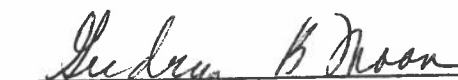
2. The Note will be issued on or about December 5th, 1988. The Note will mature on or about December 5, 1989.

3. The principal amount of this Note issue is \$66,124.00. To the best of my knowledge and belief, there are no other facts, estimates or circumstances that would materially change the expectations set forth in this certificate.

The certificate is executed as of the date of issue of the Note (i.e., the date of delivery of the Note in exchange for the issue price).

IN WITNESS WHEREOF, I have hereunto set my hand and the seal of said Town this 5th day of December, 1988.

Dated: December 5, 1988



GUDRUN B. MOON
Town Supervisor
Town of Forestport

B O N D R E S O L U T I O N

BOND RESOLUTION OF October 20 , 1988, AUTHORIZING THE
ISSUANCE OF A NOTE IN THE AMOUNT OF \$66,124.00 OF THE TOWN OF
FORESTPORT, ONEIDA COUNTY, NEW YORK, FOR THE PAYMENT OF THE BALANCE DUE
ON THE PURCHASE OF A 1988 TRACTIONEER, 4x4 FWD.

Resolution by Councilman Russ Hirschey

Seconded by Councilman Dale Eddy

WHEREAS, the Town Board of the Town of Forestport, Oneida
County, New York, by resolution duly adopted on the 20th day of
October , 1988, authorized the Town Supervisor of the Town of
Forestport to issue a Bond Anticipation Note in the amount of
\$66,124.00 for the balance due on the said 1988 Tractioneer 4x4 FWD.

NOW, THEREFORE, be it resolved,

1. That the Town Supervisor is hereby authorized to issue a
Bond Anticipation Note in the amount of \$66,124.00 for the balance due
on the purchase of the said 1988 Tractioneer 4x4 FWD.

2. The Town Supervisor is further authorized to contact the
Town Attorney for the purpose of drawing up said Note, and to contact
the Chase Lincoln First Bank, Boonville Branch, for the issuance of
said Note.

3. That the Town Supervisor is authorized to renew this Note
as necessary until said Note is paid in full.

4. This resolution shall take effect immediately.

Upon the question of the adoption of the foregoing resolution,
the Town Board unanimously voted "AYE" in favor of the resolution.

The resolution having received at least two-thirds of the
vote of the members of the Town Board, was declared by the Town
Supervisor to be duly adopted.

Dated: December 5, 1988



GUDRUN B. MOON

Town Supervisor

Town of Forestport

UNITED STATES OF AMERICA

STATE OF NEW YORK

COUNTY OF ONEIDA

1988

\$66,124.00

THE TOWN OF FORESTPORT, COUNTY OF ONEIDA, AND STATE OF NEW YORK, hereby acknowledges itself indebted and for value received promises to pay to the bearer of this Note, the sum of Sixty Six Thousand One Hundred Twenty Four Dollars (\$66,124.00), interest owing at the rate of 7.10per annum, the balance to be paid in full one (1) year from the date of this Note. Both principal and interest on the Note will be paid in lawful money of the United States of America at the Chase Lincoln First Bank, Boonville Branch, Boonville, New York.

This Note is issued purusant to the provisions of a resolution entitled:

"NOTE RESOLUTION OF October 20, 1988 AUTHORIZING THE BOND ANTICIPATION NOTE OF THE TOWN OF FORESTPORT, NEW YORK FOR THE PAYMENT OF THE BALANCE DUE AND OWING ON A 1988 TRACTIONEER 4x4 FWD. THE NOTE TO BE IN THE SUM OF SIXTY SIX THOUSAND ONE HUNDRED TWENTY FOUR DOLLARS (\$66,124.00).

Which resolution was duly adopted by the Town Board of the Town of Forestport, on the 20 day of October, 1988. The faith and credit of such Town of Forestport are irrevocably pledged for the punctual payment of the principal and interest of the Note according to its terms.

IN WITNESS WHEREOF, the Town of Forestport, Oneida County, New York has caused this Note to be signed by its Town Supervisor and attested by its Town Clerk, and this note is to be dated as of the 5th day of December, 1988, due December 5th, 1989.

TOWN OF FORESTPORT

By: Gudrun B. Moon
GUDRUN B. MOON
TOWN SUPERVISOR
TOWN OF FORESTPORT

ATTEST:

Barbara R. Smith
BARBARA SMITH
BOARD CLERK

CLOSING CERTIFICATE FOR BOND ANTICIPATION NOTE

THE UNDERSIGNED does hereby certify that pursuant to the powers delegated to her as Supervisor of the Town of Forestport, County of Oneida and State of New York, in and by a resolution of the Town Board of such Town, adopted on October 20, 1988, she has this day:

1. Fixed the date of maturity on such bond anticipation note as follows: December 5, 1988.

2. Fixed the interest rate on such bond anticipation note at 7.10 per annum payable annually.

THE UNDERSIGNED does further certify that such bond anticipation note was this date sold to Chase Lincoln First Bank, N.A. a private sale for \$66,124.00, representing the par value of such note.

Dated: December 5, 1988



GUDRUN B. MOON

Town Supervisor

Town of Forestport

L E G A L O P I N I O N

THIS IS TO CERTIFY THAT I, WILLIAM J. RILEY, a duly licensed attorney at law, have examined the within Note Resolution, Bond Resolution, and Bond Note of the Town of Forestport, Oneida County, New York, and in my opinion, said resolution and notes comply with the provisions of the Local Finance Law of the State of New York, and all other statutes of the said State.

Dated: December 5, 1988

WILLIAM J. RILEY
Town Attorney
Town of Forestport

D E S I G N A T I O N S T A T E M E N T

"The \$66,124.00 hereby authorized is hereby designated a "qualified tax exempt obligation" pursuant to Section 265 (B) (3) of the Internal Revenue Code. That the Note is not a private activity bond within the meaning of Section 141 of the Internal Revenue Code. The Town of Forestport does not anticipate that it will issue in excess of Ten Million (\$10,000,000.00) Dollars of qualified tax exempt obligations for the current calendar year".

Dated: December 5, 1988



GUDRUN B. MOON
Town Supervisor
Town of Forestport