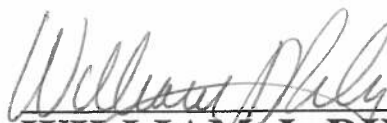


LEGAL OPINION

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, Speical Water District No. 1, 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: November 6, 1992.



WILLIAM J. RILEY

**Town Attorney
Town of Forestport**

**UNITED STATES OF AMERICA
STATE OF NEW YORK
COUNTY OF ONEIDA**

1992

\$30,000.00

THE TOWN OF FORESTPORT, SPECIAL WATER DISTRICT NO. 1, 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 **THIRTY THOUSAND (\$30,000.00) DOLLARS**, interest owing at the rate of 3.71 per 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 pursuant to the provisions of a resolution entitled: "NOTE RESOLUTION OF OCTOBER 13, 1992 AUTHORIZING THE BOND ANTICIPATION NOTE OF THE TOWN OF FORESTPORT, SPECIAL WATER DISTRICT NO. 1, NEW YORK FOR THE PAYMENT OF THE BALANCE DUE AND OWING ON IMPROVEMENTS TO SAID WATER DISTRICT THE NOTE TO BE IN THE SUM OF THIRTY THOUSAND (\$30,000.00) DOLLARS.

Which resolution was duly adopted by the Board of the Town of Forestport, Special Water District No. 1, on the 13th day of October, 1992. The faith and credit of such Town of Forestport Special Water District No. 1 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, Special Water District No. 1, Oneida County, New York has caused this Note to be signed by its Chairman and attested by its Clerk, and this note is to be dated as of the 6th day of November, 1992, due November 5, 1993.

**TOWN OF FORESTPORT
SPECIAL WATER DISTRICT NO. 1**

By: _____

RUSSELL J. HIRSCHHEY

Chairman

Town of Forestport

Special Water District No. 1

ATTEST:

Patricia Y. Kinville
PATRICIA KINVILLE

Town Clerk

BOND RENEWAL RESOLUTION

BOND RESOLUTION OF OCTOBER 13, 1992, AUTHORIZING THE ISSUANCE OF A NOTE IN THE AMOUNT OF \$30,000.00 OF THE TOWN OF FORESTPORT, SPECIAL WATER DISTRICT NO. 1, ONEIDA COUNTY, NEW YORK, FOR THE PAYMENT OF IMPROVEMENTS TO THE SAID WATER DISTRICT.

Resolution by Councilman

Rick Ritter

Seconded by Councilman

Roger Williams

WHEREAS, the Board of the Town of Forestport, Special Water District No. 1, Oneida County, New York, by resolution duly adopted on the 13th day of October, 1992, authorized the Chairman of the Town of Forestport, Special Water District No. 1 to issue a Bond Anticipation Note in the amount of \$30,000.00 for the balance due on the improvements to said Water District.

NOW, THEREFORE, be it resolved,

1. That the Chairman is hereby authorized to issue a Bond Anticipation Note in the amount of \$30,000.00 for the balance due on the improvements to said Water District.

2. The Chairman 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 Chairman 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 Water 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 Water Board, was declared by the Chairman to be duly adopted.

Dated: November 6, 1992.

Russell Hirschey
RUSSELL HIRSHEY
Chairman
Town of Forestport
Special Water District No. 1

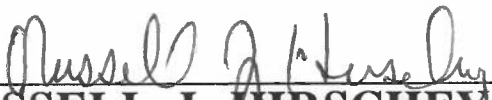
CLOSING CERTIFICATE FOR BOND
ANTICIPATION NOTE

THE UNDERSIGNED DOES HEREBY CERTIFY that pursuant to the powers delegated to him as Chairman of the Town of Forestport, Special Water District No. 1, County of Oneida and State of New York, in and by a resolution of the Board adopted on October 13, 1992, he has this day:

1. Fixed the date of maturity on such bond anticipation note as follows: November 5, 1993.
2. Fixed the interest rate on such bond anticipation note at 3.71% 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. at private sale for \$100,000.00, representing the par value of such note.

Dated: November 6, 1992.


RUSSELL J. HIRSCHHEY
Chairman
Town of Forestport
Speical Water District No. 1

ARBITRAGE CERTIFICATE

\$30,000.00 Bond Anticipation Note, 1992

THE UNDERSIGNED certifies that he is the chief fiscal officer of the Town of Forestport, Special Water District No. 1, County of Oneida, State of New York (the "issuer") and that, in his capacity as such, he 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 November 6, 1992. The Note will mature on or about November 5, 1993.

3. The principal amount of this Note issue is \$30,000.00.

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 6th day of November, 1992.

Dated: November 6, 1992.


RUSSELL J. HIRSCHHEY
Chairman
Town of Forestport
Special Water District No. 1

DESIGNATION STATEMENT

"The \$100,000.00 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, Special Water District No. 1 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: November 6, 1992.


RUSSELL J. HIRSCHHEY
Town Supervisor
Town of Forestport
Special Water District No. 1