

NOTICE OF SALE

**MEDINA CENTRAL SCHOOL DISTRICT  
ORLEANS, NIAGARA AND GENESEE COUNTIES, NEW YORK**

**\$17,196,000 Bond Anticipation Notes, 2010 (New Issue/Renewal)**

Telephone (315-752-0051 Ext. 1), telefax (315-752-0057) or written proposals will be received and considered by the undersigned President of the Board of Education of the Medina Central School District, Orleans, Niagara and Genesee Counties, New York, (the "School District" or "District") at the offices of Fiscal Advisors & Marketing, Inc., 120 Walton Street - Suite 600, Syracuse, New York 13202, until **11:00 A.M., Prevailing Time, on the 24<sup>th</sup> day of August, 2010** for the purchase in Federal Funds, at not less than par and accrued interest of the School District's \$17,196,000 Bond Anticipation Notes, 2010 (New Issue and Renewal) (the "Notes") to be dated September 1, 2010 and maturing June 24, 2011, with interest payable at maturity. The Notes are to be issued without option of prior redemption.

The Notes are issued pursuant to the Constitution and the statutes of the State of New York, including the Education Law and the Local Finance Law, and a bond resolution adopted by the Board of Education of the School District on October 15, 2007 authorizing the issuance of \$21,000,000 in serial bonds of the District to finance the cost of the construction of alterations, renovations and improvements to all the School District's existing facilities.

The Notes, along with \$390,000 available funds, will partially redeem and renew \$17,000,000 bond anticipation notes maturing September 2, 2010 and will provide \$586,000 new monies for the above-mentioned purposes.

The Notes will be valid and legally binding general obligations of the School District, all the taxable real property within which will be subject to the levy of ad valorem taxes to pay the Notes and interest thereon, without limitation as to rate or amount. As required by the New York State Constitution, the School District will pledge its faith and credit for the payment of the principal of the Notes and interest thereon. Principal and interest on the Notes are payable at maturity in lawful money of the United States of America (Federal Funds).

Each purchaser shall have the option of having the Notes issued in bearer form or in the form of book-entry-only notes registered in the name of Cede & Co., as nominee for The Depository Trust Company (DTC). If the Notes are issued in bearer form, principal of and interest on the Notes will be payable at such bank or trust company authorized to do business in the State of New York as may be selected by the successful bidder(s). Paying agent fees, if any, are to be paid by the purchaser(s). Notes issued in bearer form will be issued in the denomination of \$5,000 each or multiples thereof, except for one necessary odd denomination, as may be designated by the purchaser(s).

If the purchaser(s) requests the Note to be issued in registered form, the School District will act as Paying Agent for the Notes. If the purchaser(s) requests the Note to be issued in bearer form, the purchaser will act as Paying Agent for the Notes. The School District's contact information is as follows: Ms. Sharon Zacher, Director of Financial Services, One Mustang Drive, Medina, New York 14103, Phone: (585) 798-2701, Telefax: (585) 798-5676, Email: szacher@medinacsd.org

Each bid may be for all or any part of said Notes and state a single rate of interest therefor in a multiple of 1/100 or 1/8 of one per centum per annum. Interest will be calculated on the basis of a 360-day year and a 30-day month. Any bidder may submit two separate bids at different rates of interest. Each bid must be for not less than the par value of the Notes bid for. All or none bids will be rejected.

Said Notes will be awarded to the bidder or bidders offering 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 the event bids offering the same lowest net interest cost are received, an award will be made to the bidder offering to purchase the greater principal amount of Notes. If two or more bids offering to purchase the same principal amount of Notes at the same lowest net interest rate are received, an award will be made by lot from among such lowest bids. The right is reserved by said School District to award to any bidder all or any part of the Notes which such bidder offers to purchase and, in such event, the premium, if any, specified by such bidder will be pro-rated. In any event, the award of said Notes will be made on the basis of the bid or combination of bids offering to purchase the Notes on terms most favorable to said School District. The right is reserved by said School District to reject any and all bids and any bid not complying with this notice of sale will be rejected.

The Notes will be delivered in New York City or as may be agreed with the purchaser on or about September 1, 2010. The purchase price of the Notes, in accordance with each purchaser's bid, shall be paid in Federal Funds or other funds available for immediate credit on the delivery date.

If the Notes are issued as fully-registered Notes, CUSIP identification numbers will be printed on the Notes if Bond Counsel is provided with such numbers by 5:00 o'clock P.M. on the close of business on the date following the date of sale of the Notes, but neither the failure to print such number on any Note nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Notes in accordance with the terms of the purchase contract. All expenses in relation to the printing of CUSIP numbers on the Notes shall be paid for by the School District, provided, however, that the CUSIP Service Bureau charge for the assignment of said numbers shall be the responsibility of and shall be paid for by the purchaser.

If the Notes qualify for issuance of any policy of municipal bond insurance or commitment therefore at the option of a bidder, the purchase of any such insurance policy or the issuance of any such commitment therefore shall be at the sole option and expense of such bidder and any increased costs of insurance of the bids resulting by reason of the same, unless otherwise paid, shall be paid by such bidder. Any failure of the Note to be so insured or of any such policy of insurance to be issued, shall not constitute cause for a failure or refusal by the purchaser of the Note to accept delivery of any pay for said Note in accordance with the terms of this notice of sale.

As a condition to each purchaser's obligation to accept delivery of and pay for the Notes, such purchaser will be furnished, without cost, the following, dated as of the date of the delivery of and payment for said Notes: (i) a certificate of the President of the Board of Education certifying that (a) as of the date of the Official Statement furnished by the School District in relation to said Notes which Official Statement is deemed by the School District to be final for purposes of Securities and Exchange Commission Rule 15c2-12, except for the omission therefrom of those items allowable under said Rule, said Official Statement did not contain any untrue statements of material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, subject to the condition that while information in said Official Statement obtained from sources other than the School District is not guaranteed as to accuracy, completeness or fairness, she has no reason to believe and does not believe that such information is materially inaccurate or misleading, and (b) to her knowledge, since the date of said Official Statement, there have been no material transactions not in the ordinary course of affairs entered into by the School District and no material adverse changes in the general affairs of the School District or in its financial condition as shown in said Official Statement other than as disclosed in or contemplated by said Official Statement, (ii) a Closing Certificate, constituting a receipt for the Note proceeds and a signature certificate, which will include a statement that no litigation is pending, or to the knowledge of the signers, threatened affecting the Notes, (iii) an arbitrage certificate executed on behalf of the School District which will include, among other things, covenants, relating to compliance with the Internal Revenue Code of 1986, as amended (the "Code"), with the owners of the Notes that the School District will, among other things, (A) take all actions on its part necessary to cause interest on the Notes to be and remain excluded from the gross income of the owners thereof for Federal income tax purposes, including without limitation, restricting, to the extent necessary, the yield on investments made with the proceeds of the Notes and investment earnings thereon, making required payments to the Federal Government, if any, and maintaining books and records in a specified manner, where appropriate, and (B) refrain from taking any action which would cause interest on the Notes to be includable in the gross income of the owners thereof for Federal income tax purposes, including, without limitation, refraining from spending the proceeds of the Notes and investment earnings thereon on certain specified purposes; (iv) a Certificate of the School District, executed by the President of the Board of Education, stating that the School District has agreed, in accordance with the Rule 15c2-12, to provide or cause to be provided, timely notice of the occurrence of certain material events with respect to the Notes, and (v) the unqualified legal opinion as to the validity of the Notes of Harris Beach PLLC, Bond Counsel, Rochester, New York. Reference should be made to said Official Statement for a description of the scope of Bond Counsel's engagement in relation to the issuance of the Notes and matters covered by such legal opinion. Furthermore, reference should be made to the information under the headings "LEGAL MATTERS" and "TAX EXEMPTION" in the Official Statement.

The Notes will be designated or deemed designated by the School District as "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

The successful bidder(s) will be required to provide to the School District within five (5) days after the award of the Notes certain information regarding the re-offering price to the public of the Notes. The successful bidder shall furnish to the School District a certificate acceptable to Bond Counsel, dated as of the day of closing of the Notes, stating the initial prices at which a bona fide public offering of all of the Notes was made and stating that 10% or more of the Notes were in fact sold to the public (excluding bond houses, brokers and other intermediaries) at or below such initial respective public offering prices. Such certificate shall state that it is made on the best knowledge, information and belief of the successful bidder after appropriate investigation.

Any party executing and delivering a bid for the Notes agrees, if its bid is accepted by the School District, to provide to the School District, in writing, within two business days after the date of such award, all information which said successful bidder determines is necessary for it to comply with SEC Rule 15c2-12, including all necessary pricing and sale information, information with respect to the purchase of municipal bond insurance, if any, and underwriter identification. Within five business days following receipt by the School District thereof, the School District will furnish to the successful bidder, in reasonable quantities as requested by the successful bidder, copies of said Official Statement, updated as necessary, and supplemented to include said information. Failure by the successful bidder to provide such information will prevent the School District from furnishing such Official Statement as described above. The School District shall not be responsible or liable in any manner for the successful bidder's determination of information necessary to comply with SEC Rule 15c2-12 or the accuracy of any such information provided by the successful bidder or for failure to furnish such Official Statements as described above which results from a failure by the successful bidder to provide the aforementioned information within the time specified. Acceptance by the successful bidder of such final Official Statements shall be conclusive evidence of the satisfactory completion of the obligations of the School District with respect to the preparation and delivery thereof.

Copies of the Notice of Sale and the Official Statement relating to the Notes may be obtained upon request from the offices of Fiscal Advisors & Marketing, Inc., 120 Walton Street - Suite 600, Syracuse, New York 13202 (315-752-0051).

**Dated: August 16, 2010**

**MAUREEN BLACKBURN**  
**President of the Board of Education**

**PROPOSAL FOR NOTES**

Ms. Maureen Blackburn  
 President of the Board of Education  
 Medina Central School District  
 Orleans, Niagara and Genesee Counties, New York  
 c/o Fiscal Advisors & Marketing, Inc.  
 120 Walton Street - Suite 600  
 Syracuse, New York 13202  
 Telephone # 315-752-0051 Ext. 1  
 Telefax # 315-752-0057

**\$17,196,000 Bond Anticipation Notes, 2010 (New Issue/Renewal)**

**Date: September 1, 2010**

**Maturity: June 24, 2011**

Dear Ms. Blackburn:

(1) For \$ \_\_\_\_\_ principal amount of the Notes of the School District as described in the Official Notice of Sale annexed hereto, we hereby offer to pay \$..... Dollars (\$.....) and accrued interest from the date of the Notes to the date of delivery thereof, for Notes bearing interest at the rate (expressed in a multiple of one-eighth or one-hundredth of one per centum) of..... per centum (.....%) per annum.

(2) For \$ \_\_\_\_\_ principal amount of the Notes of the School District as described in the Official Notice of Sale annexed hereto, we hereby offer to pay \$..... Dollars (\$.....) and accrued interest from the date of the Notes to the date of delivery thereof, for Notes bearing interest at the rate (expressed in a multiple of one-eighth or one-hundredth of one per centum) of..... per centum (.....%) per annum.

The following is our computation of the net interest cost, made as provided in the above mentioned Official Notice of Sale, but not constituting any part of the foregoing Proposal for the purchase of the notes therein described:

(1) For \$ _____	Notes at _____ %	(2) For \$ _____	Notes at _____ %
Gross Interest	\$ _____	Gross Interest	\$ _____
Less Premium Bid Over Par	\$ _____	Less Premium Bid Over Par	\$ _____
Net Interest Cost (NIC)	\$ _____	Net Interest Cost (NIC)	\$ _____
Effective NIC Rate	_____ %	Effective NIC Rate	_____ %
	(four decimals)		(four decimals)

In the event we are awarded all or any portion of said Notes, we will promptly notify you of the denominations and paying agent or if we desire book-entry-only form in accordance with the terms of said Notice of Sale.

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

\_\_\_\_\_  
Full Name of Bank/Institution

\_\_\_\_\_  
Address

Telephone ( ) \_\_\_\_\_

Telecopier ( ) \_\_\_\_\_