

May 31, 2017

ERRATUM NOTICE



\$3,810,000 CITY OF FULTON OSWEGO COUNTY, NEW YORK

GENERAL OBLIGATIONS
CUSIP BASE #: 360658

\$3,810,000 Public Improvement (Serial) Bonds, 2017

(referred to herein as the "Bonds")

Dated: Date of Delivery

Due: March 15, 2018-2032

PLEASE NOTE THAT THE NOTICE OF PRIVATE COMPETITIVE BOND SALE FOR THE ABOVE REFERENCED ISSUES SELLING VIA COMPETITIVE BID, TUESDAY, JUNE 6, 2017 AT 11:15 A.M., ERRONEOUSLY DID NOT INCLUDE CERTAIN PURPOSES FOR WHICH THE BONDS ARE BEING ISSUED. THE FOLLOWING PARAGRAPH FROM THE NOTICE OF PRIVATE COMPETITIVE BOND SALE SHOULD READ AS FOLLOWS:

"Each bid must be for all of said \$3,810,000 bonds and state a single rate of interest or different rates of interest for bonds maturing in different calendar years; provided, however, that (i) only one rate of interest may be bid for bonds of the same maturity, (ii) the maximum difference between the highest and lowest rate of interest bid for the bonds may not exceed three per centum per annum, (iii) variations in rates of interest so bid shall be in ascending progression in order of maturity so that the rate of interest on bonds maturing in any particular calendar year shall not be less than the rate of interest applicable to bonds maturing in any prior calendar year, and (iv) all rates of interest bid must be stated in a multiple of one-eighth or one hundredth of one per centum per annum. Unless all bids are rejected, the award will be made to the bidder complying with the terms of this private sale and offering to purchase said bonds at such rate or rates of interest as will produce the lowest net interest cost computed in accordance with the net interest cost method of calculation, that being the rate or rates of interest which will produce the least interest cost over the life of the bonds, after accounting for the premium offered, if any; provided, however, that said City reserves the right, in its sole discretion, after selecting the low bidder, to adjust the aforesaid maturity installments to the extent necessary to meet the requirements of substantially level or declining annual debt service and the premium bid over par must remain unchanged after such possible changes. Any such adjustment by said City shall be conclusive and shall be binding upon the successful bidder. If two or more such bidders offer to purchase the bonds at the same net interest cost, computed as described above, the bonds will be awarded to the bidder whose bid offers to purchase the bonds at the highest premium dollar amount. The right is reserved to reject any or all bids, and any bid not complying with this NOTICE OF PRIVATE COMPETITIVE BOND SALE will be rejected. A GOOD FAITH DEPOSIT WILL NOT BE REQUIRED. Said bonds are issued pursuant to the Constitution and statutes of the State of New York, including among others, said City Law and the Local Finance Law, for police vehicles (\$130,000), demolition of City-owned buildings (\$200,000), dump trucks (\$315,000), So. 5th Street sewer extension (\$135,000), So. 5th Street water extension (\$35,000), garbage truck (\$100,000), Nestle Building demolition (\$300,000), fire pumper truck (\$340,000), energy conservation improvements (\$472,000), salt/vehicle storage building (\$350,000), and pump station upgrades (\$120,000), sewer cleaning truck (\$350,000), demolitino to various City properties (\$700,000), financial software (\$33,000), reconstruction of catch basins and manholes (\$100,000), and Lake Neatahwanta dredging (\$130,000), in and for said City."

CITY OF FULTON, NEW YORK

/s/DANIEL O'BRIEN
City Chamberlain

\$3,810,000

**CITY OF FULTON,
OSWEGO COUNTY, NEW YORK**

PUBLIC IMPROVEMENT (SERIAL) BONDS, 2017

NOTICE OF PRIVATE COMPETITIVE BOND SALE

Proposals will be received and considered by the undersigned City Chamberlain of the City of Fulton, Oswego County, New York (the "City"), via Grant Street Group's ("Grant Street") MuniAuction electronic bids submission website ("MuniAuction") accessible at www.GrantStreet.com or by facsimile transmission at (315) 930-2354, until 11:15 A.M., Prevailing Time, on the 6th day of June, 2017, at which time and place bids will be opened, for the purchase IN FEDERAL FUNDS at not less than par and accrued interest of

\$3,810,000 Public Improvement (Serial) Bonds, 2017, of said City, dated June 20, 2017, and maturing in annual principal installments which, together with interest thereon, are expected to provide for substantially level or declining annual debt service on such bonds, as defined and described in paragraph d of Section 21.00 of the New York Local Finance Law, as follows: \$165,000 on March 15, 2018, \$205,000 on March 15, 2019, \$210,000 on March 15, 2020, \$220,000 on March 15, 2021, \$225,000 on March 15, 2022, \$235,000 on March 15, 2023, \$245,000 on March 15, 2024, \$250,000 on March 15, 2025, \$260,000 on March 15, 2026, \$270,000 on March 15, 2027, \$280,000 on March 15, 2028, \$300,000 on March 15, 2029, \$310,000 on March 15, 2030, \$315,000 on March 15, 2031, and \$320,000 on March 15, 2032, with interest thereon payable on March 15, 2018 and semi-annually thereafter on September 15 and March 15.

The bonds will initially be issued in registered certificated form or at the option of the purchaser, will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the bonds. If issued in book-entry- only form, ownership interest in the bonds will be transferred pursuant to the "Book-Entry-Only System" of DTC. Principal and interest on the bonds will be payable by check or draft mailed by said City Chamberlain to DTC, or to its nominee, Cede & Co., as the registered owner of the bonds. If issued in registered certificated form, principal and interest will be payable at such bank or trust company located and authorized to do business in the State of New York as may be selected by the successful bidder. Paying agent fees, if any, in such case are to be paid by the purchaser. Principal and interest will be payable in lawful money of the United States of America. Bonds will be fully registered and will be valid and legally binding general obligations of said City, all the taxable real property within which will be subject to the levy of ad valorem taxes to pay said bonds and interest thereon, subject to applicable statutory limitations. The bonds may not be converted into coupon bonds or be registered to bearer.

Bonds maturing on or before March 15, 2026 are not subject to redemption prior to maturity. Bonds maturing on or after March 15, 2027 will be subject to redemption prior to maturity on not less than thirty (30) days' notice as a whole or in part (and by lot if less than all of a maturity is to be redeemed) at the option of the City on March 15, 2026 or on any date thereafter at par (100%), plus accrued interest to the date of redemption.

If less than all of the bonds of any maturity are to be redeemed, the particular bonds of such maturity to be redeemed shall be selected by said City by lot in any customary manner of selection as determined by the City Chamberlain. Notice of such call for redemption shall be given by transmitting such notice to the registered holder not more than sixty (60) days nor less than thirty (30) days prior to such date. Notice of redemption having been given as aforesaid, the bonds so called for redemption shall, on the date for redemption set forth in such call for redemption, become due and payable, together with interest to such redemption date, and interest shall cease to be paid thereon after such redemption date.

The State Constitution requires said City to pledge its faith and credit for the payment of the principal of the bonds and the interest thereon and to make annual appropriations for the amounts required for the payment of such interest and the redemption of such bonds. The State Constitution also provides that if at any time the appropriating authorities fail to make the required appropriations for the annual debt service on the bonds and certain other obligations of said City, a sufficient sum shall be set apart from the first revenues thereafter received and shall be applied for such purposes; also that the fiscal officer of said City may be required to set apart and apply such revenues as aforesaid at the suit of any holder of such obligations.

Each bid must be for all of said \$3,810,000 bonds and state a single rate of interest or different rates of interest for bonds maturing in different calendar years; provided, however, that (i) only one rate of interest may be bid for bonds of the same maturity, (ii) the maximum difference between the highest and lowest rate of interest bid for the bonds may not exceed three per centum per annum, (iii) variations in rates of interest so bid shall be in ascending progression in order of maturity so that the rate of interest on bonds maturing in any particular calendar year shall not be less than the rate of interest applicable to bonds maturing in any prior calendar year, and (iv) all rates of interest bid must be stated in a multiple of one-eighth or one hundredth of one per centum per annum. Unless

all bids are rejected, the award will be made to the bidder complying with the terms of this private sale and offering to purchase said bonds at such rate or rates of interest as will produce the lowest net interest cost computed in accordance with the net interest cost method of calculation, that being the rate or rates of interest which will produce the least interest cost over the life of the bonds, after accounting for the premium offered, if any; provided, however, that said City reserves the right, in its sole discretion, after selecting the low bidder, to adjust the aforesated maturity installments to the extent necessary to meet the requirements of substantially level or declining annual debt service and the premium bid over par must remain unchanged after such possible changes. Any such adjustment by said City shall be conclusive and shall be binding upon the successful bidder. If two or more such bidders offer to purchase the bonds at the same net interest cost, computed as described above, the bonds will be awarded to the bidder whose bid offers to purchase the bonds at the highest premium dollar amount. The right is reserved to reject any or all bids, and any bid not complying with this NOTICE OF PRIVATE COMPETITIVE BOND SALE will be rejected. A GOOD FAITH DEPOSIT WILL NOT BE REQUIRED. Said bonds are issued pursuant to the Constitution and statutes of the State of New York, including among others, said City Law and the Local Finance Law, for police vehicles (\$130,000), demolition of City-owned buildings (\$200,000), dump trucks (\$315,000), So. 5th Street sewer extension (\$135,000), So. 5th Street water extension (\$35,000), garbage truck (\$100,000), Nestle Building demolition (\$300,000), fire pumper truck (\$340,000), energy conservation improvements (\$472,000), salt/vehicle storage building (\$350,000), and pump station upgrades (\$120,000), in and for said City.

Proposals may be submitted electronically via Grant Street's MuniAuction electronic bid submission website or via facsimile transmission at (315) 930-2354 at Grant Street, in accordance with this Notice of Private Competitive Bond Sale, until the time specified herein. No other form of electronic bidding services nor telephone proposals will be accepted. No proposal will be accepted after the time for receiving proposals specified above. Bidders submitting proposals via facsimile must use the "Proposal for Bonds" form attached hereto. Once the proposals are communicated electronically via MuniAuction or via facsimile to Grant Street, each bid will constitute an irrevocable offer to purchase the bonds pursuant to the terms therein provided.

Electronic bidding will take place in a Closed Auction format. Bidders may change and submit bids as many times as they wish during the bidding period, but they may not withdraw a submitted bid. The last bid submitted by a bidder prior to the deadline for the receipt of bids will be compared to all other final electronic and facsimile bids, as more fully described herein, to determine the winning bid. During the auction, no bidder will see any other bidder's bid, nor will see the status of their bid relative to other bids (e.g., whether their bid is a leading bid). Each bid must be for not less than the par value of the Bonds. Conditional bids will be rejected, including any bid subject to credit approval.

Prospective bidders wishing to submit an electronic bid via MuniAuction must be registered with Grant Street. Prospective bidders who have not registered with Grant Street must register to use MuniAuction. To bid electronically, bidders must first visit the MuniAuction website at www.grantstreet.com where, if they have never registered with either MuniAuction or any municipal debt auction website powered by Grant Street Group, they can register and then request admission to said City's auction. Only FINRA registered broker dealers, dealer banks with DTC clearing arrangements and banks or trust companies located and authorized to do business in the State of New York will be eligible to bid. Said City will determine whether any request for admission is granted. Bidders who have previously registered with MuniAuction may call auction support at (412) 391-5555 x1370, to confirm their ID or password. The use of MuniAuction shall be at the bidder's risk, and the Issuer shall have no liability with respect thereto. By submitting an electronic bid for the bonds, a bidder represents and warrants to said City that such bidder's bid for the purchase of the bonds is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the bidder to a legal, valid and enforceable contract for the purchase of the bonds.

Each prospective bidder who wishes to submit electronic bids shall be solely responsible to register to bid via MuniAuction. Each qualified prospective bidder shall be solely responsible to make necessary arrangements to access MuniAuction for purposes of submitting its bid in a timely manner and in compliance with the requirements of this Notice of Private Competitive Bond Sale. Neither said City nor Grant Street shall have any duty or obligation to undertake such registration to bid for any prospective bidder or to provide or assure such access to any qualified prospective bidder, and neither said City nor Grant Street shall be responsible for a bidder's failure to register to bid or for proper operation of, or have any liability for any delays or interruptions of, or any damages caused by MuniAuction or Grant Street. Said City is using Grant Street and MuniAuction as a communications mechanism, and not as said City's agent, to conduct the electronic bidding and facsimile bidding for said City's bonds. Said City is not bound by any advice or determination of Grant Street as to whether any bid complies with the terms of this Notice of Private Competitive Bond Sale. All costs and expenses incurred by prospective bidders in connection with their registration and submission of bids via MuniAuction are the sole responsibility of the bidders, and said City is not responsible, directly or indirectly, for any such costs or expenses. If a prospective bidder encounters any difficulty in registering to bid, or submitting or modifying a bid for the bonds, it should telephone Grant Street and notify said City's financial advisor, Fiscal Advisors & Marketing, Inc. at (315) 752-0051 (provided that said City shall have no obligation to take any action whatsoever upon receipt of such notice).

The "Rules of MuniAuction" can be viewed on the MuniAuction website and are incorporated by reference in this Official Notice of Private Competitive Bond Sale. Bidders must comply with the Rules of MuniAuction in addition to the requirements of this Official Notice of Private Competitive Bond Sale. In the event the Rules of MuniAuction conflict with this Official Notice of Private Competitive Bond Sale, this Official Notice of Private Competitive Bond Sale shall prevail.

If any provisions of this Notice of Private Competitive Bond Sale shall conflict with information provided by MuniAuction, as approved provider of electronic bidding services, the provisions of this Notice of Private Competitive Bond Sale shall control. Further information about MuniAuction, including any fee charged, may be obtained from Grant Street at (412) 391-5555 x1370. The time maintained by MuniAuction shall constitute the official time with respect to all bids submitted.

SAID CITY RESERVES THE RIGHT TO CHANGE THE TIME AND/OR DATE FOR THE OPENING OF BIDS. NOTICE OF ANY SUCH CHANGE SHALL BE PROVIDED IN SUCH MANNER AS SHALL BE DETERMINED BY SAID CITY.

If the bonds qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of a bidder, the purchase of any such insurance policy or the issuance of any such commitment therefor shall be at the sole option and expense of such bidder and any increased costs of issuance of the bonds resulting by reason of the same, unless otherwise paid, shall be paid by such bidder. Any failure of the bonds 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 bonds to accept delivery of and pay for said bonds in accordance with the terms of the purchase contract.

In the event that prior to the delivery of the bonds, the income received by owners thereof from bonds of the same type and character becomes includable in the gross income of such owners for Federal income tax purposes, the successful bidder may, at his election, be relieved of his obligations under the contract to purchase the bonds, and in such case, the deposit accompanying his bid will be returned.

The purchase price of the bonds, in accordance with the purchaser's bid, shall be paid IN FEDERAL FUNDS or other funds available for immediate credit on the day of delivery, in an amount equal to the par amount of such bonds, plus the premium, if any, plus accrued interest from the date of such bonds until said day of delivery. The closing on said bonds will take place at the offices of Orrick, Herrington & Sutcliffe LLP, 51 West 52nd Street, 15th Floor, New York, New York, on or about June 20, 2017.

CUSIP identification numbers will be printed on said bonds if the purchaser provides Bond Counsel with such numbers by telefax or any other mode of written communication (verbal advice will not be accepted) by 3:00 o'clock P.M. on the date following the date of sale of the bonds, but neither the failure to print such number on any bond 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 said bonds in accordance with the terms of the purchase contract. All expenses in relation to the printing of CUSIP numbers on said bonds shall be paid for by the issuer; 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.

The bonds will be available for inspection by the purchaser at The Depository Trust Company, in Jersey City, New Jersey, not less than 24 hours prior to the time set for the delivery thereof. It shall be the responsibility of the purchaser to verify the CUSIP numbers at such time.

As a condition to the purchaser's obligation to accept delivery of and pay for the bonds, the purchaser will be furnished, without cost, the following, dated as of the date of the delivery of and payment for the bonds: (i) a certificate of the City Chamberlain certifying that (a) as of the date of the Official Statement furnished by said City in relation to said bonds (which Official Statement is deemed by said City 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 a 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 said City is not guaranteed as to accuracy, completeness or fairness, he has no reason to believe and does not believe that such information is materially inaccurate or misleading, and (b) to his knowledge, since the date of said Official Statement, there have been no material transactions not in the ordinary course of affairs entered into by said City and no material adverse changes in the general affairs of said City 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 receipt for the bond 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 bonds; (iii) an arbitrage certificate executed on behalf of said City which includes, among other things, covenants, relating to compliance with the Internal Revenue Code of 1986 (the "Code"), with the owners of the bonds that said City will, among other things, (A) take all actions on its part necessary to cause interest on the bonds not to be includable in 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 bonds and investment earnings thereon, making required payments to the Federal government, if any, with regard to both the bonds and any obligations refunded with proceeds of the bonds, and maintaining books and records in a specified manner, where appropriate, and (B) refrain from taking any action which would cause interest on the bonds 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 bonds and investment earnings thereon on certain specified purposes; (iv) a Continuing Disclosure Undertaking Certificate of said City, executed by the City Chamberlain stating that said City has agreed, in accordance with the Rule, to provide or cause to be provided during any succeeding fiscal year in which the bonds are outstanding certain annual financial information, operating data and material events notification as further described in the Official Statement;

and (v) the approving legal opinion as to the validity of the bonds of Orrick, Herrington & Sutcliffe LLP, New York, New York, Bond Counsel. 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 bonds and the matters covered by such legal opinion. Furthermore, reference should be made to the information under the heading "Legal Matters" in the Official Statement.

Said City will designate the bonds as "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Code.

Following the sale of the bonds, the successful bidder will be required to provide to said City certain information regarding the reoffering price to the public of each maturity of the bonds. The successful bidder also must submit to said City a certificate (the "Reoffering Price Certificate"), satisfactory to Bond Counsel, dated as of the day of the delivery of the bonds, which states that:

(a)(i) on the date of award, such successful bidder made a bona fide public offering of all bonds of all maturities at initial offering prices corresponding to the prices or yields indicated in the information furnished in connection with the successful bid, and (ii) as of such date, the first price or yield at which an amount equal to at least ten percent of each maturity of the bonds was sold to the public was, respectively, a price not higher or a yield not lower than indicated in the information furnished with the successful bid (the "first price rule"), with the exception of those maturities, if any, identified in such certificate, as to which such certificate shall explain the reasons why the first price rule was not satisfied, OR

(b) such successful bidder has purchased the bonds for its own account and not with a view to distribution or resale and not in the capacity of bond house, broker or other intermediary, and the price or prices at which such purchase was made.

For the purposes of the Reoffering Price Certificate, the "public" does not include bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers or similar intermediaries. In making such representations, the successful bidder must reflect the effect on the offering prices of any "derivative products" (e.g., a tender option) used by the bidder in connection with the initial sale of any of the bonds.

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 bonds agrees, if its bid is accepted by said City, to provide to said City, 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 said City thereof said City 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 said City from furnishing such Official Statement as described above. Said City 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 Statement shall be conclusive evidence of the satisfactory completion of the obligations of said City with respect to the preparation and delivery thereof.

The population of said City as shown by the 2015 U.S. Census is 11,552. The average full valuation of real estate subject to taxation by said City to be \$331,305,661, its debt limit to be \$23,191,396, and its total net indebtedness subject to the debt limit to be \$10,491,920. Bond anticipation notes have been issued heretofore in anticipation of the sale of such bonds. A detailed Official Statement will be furnished to any interested bidder upon request.

Said City will act as Paying Agent for the bonds. Said City's contact information is as follows: Mr. Dan O'Brien, City Chamberlain, City of Fulton, 141 South First Street, Fulton, New York 13069, Phone: (315) 592-4340, Telefax: (315) 598-7051, Email: dobrien@cityoffulton.com.

A detailed Official Statement will be furnished to any interested bidder upon request.

Dated: Fulton, New York,
May 26, 2017.

City Chamberlain

PROPOSAL FOR BONDS

Mr. Daniel O'Brien, City Chamberlain
City of Fulton
Oswego County, New York
c/o Fiscal Advisors & Marketing, Inc.
120 Walton Street, Suite 600
Syracuse, New York 13202
Telefax (315) 930-2354

SALE DATE: June 6, 2017
SALE TIME: 11:15 A.M., Prevailing Time

CITY OF FULTON
OSWEGO COUNTY, NEW YORK

\$3,810,000 Public Improvement (Serial) Bonds, 2017

Dated: Date of Delivery

Maturity: March 15, 2018-2032

Dear Mr. O'Brien:

For the \$3,810,000 Public Improvement (Serial) Bonds, 2017 of the City of Fulton, Oswego County, New York, subject to the annexed Notice of Private Competitive Bond Sale, which is hereby made a part of this bid, we will pay Three Million Eight Hundred Ten Thousand Dollars (\$3,810,000) plus a premium of _____ Dollars (\$_____) and accrued interest to date of delivery, provided that the bonds maturing in the several years set forth below shall bear interest from their date until maturity at the respective rates per annum stated in the following table:

<u>Year of Maturity</u>	<u>Interest Rate</u>	<u>Year of Maturity</u>	<u>Interest Rate</u>	<u>Year of Maturity</u>	<u>Interest Rate</u>
2018	_____	2023	_____	2028	_____
2019	_____	2024	_____	2029	_____
2020	_____	2025	_____	2030	_____
2021	_____	2026	_____	2031	_____
2022	_____	2027	_____	2032	_____

The following is our computation of the net interest cost, made as provided in the above mentioned Notice of Private Competitive Bond Sale, but not constituting any part of the foregoing proposal for the purchase of the \$3,810,000 Bonds therein described:

Gross Interest	\$ _____
Premium Bid Over Par	\$ _____
Net Interest Cost (NIC)	\$ _____
Effective NIC Rate	_____ % (four decimals)

Form of Bonds:

- DTC
- Registered Certificated

Print Name of Bidder

Bank/Institution

Telephone () _____

Telecopier() _____

Email: _____