

VILLAGE OF TANNERSVILLE

RESOLUTION # 5 OF THE YEAR 2003

Bond

Fire Apparatus

REFUNDING BOND RESOLUTION OF THE VILLAGE OF
TANNERSVILLE, NEW YORK, ADOPTED JANUARY 16, 2003,
AUTHORIZING THE REFUNDING OF A CERTAIN STATUTORY
INSTALLMENT BOND OF SAID VILLAGE, STATING THE
PLAN OF REFUNDING, APPROPRIATING AN AMOUNT NOT
TO EXCEED \$160,000 THEREFOR, AUTHORIZING THE
ISSUANCE OF NOT TO EXCEED \$160,000 REFUNDING BONDS
OF SAID VILLAGE, OR SO MUCH THEREOF AS MAY BE
NECESSARY TO FINANCE SAID APPROPRIATION, AND
MAKING CERTAIN DETERMINATIONS RELATIVE THERETO.

Recitals

WHEREAS, on December 8, 2000 the Village of Tannersville, in the County of
Greene, New York (herein called the "Village"), has heretofore issued its \$200,000 Statutory
Installment Bond 2000 (the "Bonds") and;

WHEREAS, the Bonds are now outstanding in the principal amount of \$160,000,
which mature on December 8 in the principal amounts of \$20,000 in each of the years 2003 to
2010, inclusive; and

WHEREAS, the outstanding Bonds bear interest payable on June 8 and December
8 in each year to maturity at the rate of 5.833% per annum; and

WHEREAS, Section 90.00 of the Local Finance Law, constituting Chapter 33-a
of the Consolidated Laws of the State of New York (herein called the "Law"), permits the

Village to refund all or a portion of the outstanding unredeemed maturities of such bonds by the issuance of new bonds;

NOW, THEREFORE,

THE BOARD OF TRUSTEES OF THE VILLAGE OF TANNERSVILLE, IN THE COUNTY OF GREENE, NEW YORK, HEREBY RESOLVES (by the favorable vote of not less than two-thirds of all the members of said Board) AS FOLLOWS:

Section 1. In this resolution, the following definitions apply, unless a different meaning clearly appears from the context:

- a. "Bond To Be Refunded" or "Bonds To Be Refunded" means all or a portion of the aggregate outstanding Bonds as shall be determined in accordance with Section 8 hereof.
- b. "Redemption Date" means the date on which the Refunded Bonds shall be redeemed with the proceeds of sale of the Refunding Bonds.
- c. "Refunding Bond" or "Refunding Bonds" means all or a portion of the \$160,000 Fire Apparatus Statutory Installment Bond-2003 of the Village of Tannersville, authorized pursuant to Section 2 hereof.
- d. "Refunding Bond Amount Limitation" means an amount of Refunding Bonds which does not exceed the principal amount of Bonds To Be Refunded plus the aggregate amount of unmatured interest payable on such Bonds To Be Refunded to and including the applicable Redemption Date, as hereinabove referred to in the Recitals hereof, plus costs and expenses incidental to the issuance of the Refunding Bonds, including the development of the refunding financial plan.

Section 2. The Board of Trustees of the Village (herein called the "Board of Trustees"), hereby authorizes the refunding of the Bonds To Be Refunded of the Village, more particularly described and referred to in the Recitals hereof, and appropriates an amount not to exceed \$160,000 therefor to accomplish such refunding. The plan of financing includes the issuance of not to exceed \$160,000 Refunding Bonds to finance said appropriation, and the levy and collection of a tax upon all the taxable real property within the Village to pay the principal of

and interest on said Refunding Bonds as the same shall become due and payable. Bonds of the Village in the maximum principal amount of \$160,000 and designated "Fire Apparatus Statutory Installment Bond-2003," are hereby authorized to be issued pursuant to the provisions of the Law. The proposed financial plan for the refunding in the form attached hereto as Exhibit A (the "Refunding Financial Plan") hereby accepted and approved by the Village, includes the payment of (a) the principal of and interest on the Bonds To Be Refunded becoming due and payable on and prior to the Redemption Date, and (b) the principal of and premium, if any, on the Bonds To Be Refunded to be called for redemption prior to maturity on the Redemption Date.

Section 3. The Bonds To Be Refunded referred to in Section 1 hereof are all or a portion of the unmatured aggregate outstanding balance of the \$200,000 Statutory Installment Bond 2000 issued pursuant to a bond resolution heretofore duly adopted by the Board of Trustees. In accordance with the Refunding Financial Plan, the Refunding Bonds authorized in the aggregate principal amount of not to exceed \$160,000 shall mature in the principal amount of \$20,000 on December 8 in each of the years 2003 to 2010, inclusive. The chief fiscal officer of the Village is hereby authorized to approve all details of the refunding financial plan not contained herein.

Section 4. The issuance of the Refunding Bonds will not exceed the Refunding Bond Amount Limitation. The maximum period of probable usefulness ("PPU") permitted by law at the time of original bond issuance, for the object or purpose financed with the proceeds of the Bonds To Be Refunded, is twenty years.

Section 5. The Refunding Financial Plan attached hereto as Exhibit A has been prepared based upon the assumption that the Refunding Bonds will be issued in the principal amount, and will mature, be of such terms, and bear such interest as set forth therein.

The Board of Trustees recognizes that the principal amount of the Refunding Bonds, the maturities, terms, interest rate or rates borne by the Refunding Bonds, the provisions, if any, for redemption thereof prior to maturity, and whether or not all of the Refunding Bonds will be insured, may vary from such assumptions and that the refunding financial plan may vary from that attached hereto as Exhibit A if the chief fiscal officer of the Village shall determine that such variation shall be in the best interests of the Village.

Section 6. In connection with the sale of the Bonds, the chief fiscal officer is hereby authorized and directed to take any and all actions necessary to accomplish said refunding, and to execute any contracts and agreements for the purchase of and payment for services rendered or to be rendered the Village in connection with said refunding including the preparation of the Refunding Financial Plan referred to in Section 2.

Section 7. Each of the Refunding Bonds authorized by this resolution shall contain the recital of validity prescribed by Section 52.00 of the Law and said Refunding Bonds shall be general obligations of the Village payable as to both principal and interest by a general tax upon all the taxable real property within the Village without limitation as to rate or amount. The faith and credit of the Village are hereby irrevocably pledged to the punctual payment of the principal of and interest on said Refunding Bonds and provision shall be made annually in the budget of the Village for (a) the amortization and redemption of the Refunding Bonds to mature in such year and (b) the payment of interest to be due and payable in such year.

Section 8. Subject to the provisions of this resolution and of the Law, and pursuant to the provisions of Sections 21.00, 50.00, 56.00 to 60.00, and 90.00 of the Law, the powers and duties of the Board of Trustees relative to prescribing the terms, form and contents and as to the sale and issuance of the Refunding Bonds, and to executing any arbitrage certificate

relative thereto are hereby delegated to the Village Treasurer, as chief fiscal officer of the Village.

Section 10. The Bonds are hereby sold to The Bank of Greene County, Tannersville, New York, for the purchase price of \$160,000, with interest to be paid at the rate referred to in Exhibit A hereof and with such other terms as described in said Exhibit A.

Section 11. The validity of the Refunding Bonds authorized by this resolution may be contested only if:

(a) such obligations are authorized for an object or purpose for which the Village is not authorized to expend money, or

(b) the provisions of law which should be complied with at the date of the publication of such resolution, or a summary thereof, are not substantially complied with, and an action, suit or proceeding contesting such validity is commenced within twenty days after the date of such publication, or

(c) such obligations are authorized in violation of the provisions of the constitution.

Section 12. The proceeds, inclusive of any premium, from the sale of the Refunding Bonds, immediately upon receipt, shall be used to make payments in accordance with the Refunding Financial Plan.

Section 13. In accordance with the provisions of the Law and the final Refunding Financial Plan approved by the Village Treasurer pursuant to Section 2 hereof, the Board of Trustees hereby elects to redeem all the Bonds To Be Refunded in accordance with the agreement between the Village and The Bank of Greene County, as holder of the Bonds To Be Refunded, pursuant to which The Bank of Greene County has agreed to the redemption of The Bonds To Be Refunded prior to maturity, as described in the bank's letter dated January 14,

2003. The sum to be paid therefor shall be the par value thereof, plus the interest accrued thereon to the Redemption Date. Upon the issuance of the Refunding Bonds, the election to call in and redeem the Bonds To Be Refunded shall become irrevocable.

Section 14. This bond resolution shall take effect immediately.

The adoption of the foregoing resolution was seconded by _____
and duly put to a vote on roll call, which resulted as follows:

AYES: Weyant, Morra, Powell

NOES: None

The resolution was declared adopted.

EXHIBIT A

Statutory Installment Bond of the VILLAGE OF TANNERSVILLE, NEW YORK, substantially in the form and sold as provided in the Refunding Bond Resolution duly adopted by the Board of Trustees of the Village on January 16, 2003, and to be delivered thereunder in the principal amount of \$160,000.

Amount and Title: \$160,000 Statutory Installment Bond, designated "Fire Apparatus Statutory Installment Bond-2003"

Dated February 8, 2003

Denomination, Number and Letter: In the form of a registered bond without coupons in the denomination of \$160,000, numbered 1 with the letter "R" prefixed thereto

Interest Rate and Payment Dates: 3.00% per annum, payable semiannually on June 8 and December 8, in each year until maturity, commencing on June 8, 2003.

Place of Payment of Principal and Interest: The Bank of Greene County, Tannersville, New York.

Maturities: \$20,000 on December 8 in each of the years 2003 to 2010, inclusive.

* * *

Interest accrued on the Bonds to be Refunded (heretofore issued on December 8, 2000) from December 8, 2002 through February 8, 2003 shall be paid to The Bank of Greene County, as holder of the Bonds to Be Refunded, on February 8, 2003.

\$160,000
 Village of Tannersville, New York
 Statutory Installment Bond
 "Fire Apparatus Serial Bond-2003"

New Structure Summary And Results

Dated Date	February 8, 2003
Issue Date	February 8, 2003
First Interest Payment Date	June 8, 2003
Second Interest Payment Date	December 8, 2003
Last Maturity Date	December 8, 2010

Optional Redemptions	Call Dates	Call Price
	N/A	N/A
	N/A	N/A
	N/A	N/A

Arbitrage Yield 3.000620%

N.I.C.
(Net Interest Cost) 3.000000%

W.A.M.
(Weighted Average Maturity In Years) 4.3333 Years

R.W.A.M. (for refundings only)
(Remaining Weighted Average Maturity In Years)

Current Refundings	N/A Years
Advance Refundings	N/A Years

Arbitrage Yield Target

Par Amount	+	160,000.00
Original Issue Premium/(Discount)	+	-
Credit Enhancement	+	-
Accrued Interest	+	-
Total		160,000.00

Adjusted Total for N.I.C

Total Interest Cost	+	20,800.00
Original Issue Premium/(Discount)	-	-
Accrued Interest	-	-
Adjusted Total		20,800.00

Required Reserve Is The Minimum of:

10% of Principal Amount	16,000.00
125% of Average Annual Debt Service	28,851.06
Maximum of Annual Debt Service	24,200.00
Reserve Requirement	16,000.00

\$160,000
 Village of Tannersville, New York
 Statutory Installment Bond
 "Fire Apparatus Serial Bond-2003"

Arbitrage Yield Analysis

Maturity Date	Principal Amount	Coupon	Interest	Total Debt Service	Annual Debt Service	Present Value to 8-Feb-03 3.000620%
02/08/03						
02/08/03						
06/08/03	-	-	1,600.00	1,600.00	-	1,584.19
12/08/03	20,000	3.000%	2,400.00	22,400.00	24,000.00	21,850.89
06/08/04	-	-	2,100.00	2,100.00	-	2,018.24
12/08/04	20,000	3.000%	2,100.00	22,100.00	24,200.00	20,925.63
06/08/06	-	-	1,800.00	1,800.00	-	1,679.16
12/08/06	20,000	3.000%	1,800.00	21,800.00	23,600.00	20,035.86
06/08/08	-	-	1,500.00	1,500.00	-	1,358.24
12/08/08	20,000	3.000%	1,500.00	21,500.00	23,000.00	19,180.30
06/08/07	-	-	1,200.00	1,200.00	-	1,054.70
12/08/07	20,000	3.000%	1,200.00	21,200.00	22,400.00	18,357.69
06/08/08	-	-	900.00	900.00	-	767.82
12/08/08	20,000	3.000%	900.00	20,900.00	21,800.00	17,566.84
06/08/09	-	-	600.00	600.00	-	496.86
12/08/09	20,000	3.000%	600.00	20,600.00	21,200.00	16,806.60
06/08/10	-	-	300.00	300.00	-	241.14
12/08/10	20,000	3.000%	300.00	20,300.00	20,800.00	16,075.85
Totals	160,000		20,800.00	180,800.00	180,800.00	160,000.00

Original Yield Target

Par Amount	+	160,000.00
OIP/(OID)	+	-
Credit Enhancement	+	-
Accrued Interest	+	-
Total		160,000.00

Target: 160,000.00
 Proof: 0.00

\$180,000
 Village of Tannersville, New York
 Statutory Installment Bond
 "Fire Apparatus Serial Bond-2003"

Price/Yields, Weighted Average Maturity and Net Interest Cost

Maturity Date	Principal Amount	Coupon	Yield	Price	Priced to--	Issue Price	Years to Maturity	Bond Years	Yield To Call Bond?
02/08/03									
02/08/03									
06/08/03				-		-	-	-	-
12/08/03	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	0.83	16.667	-
06/08/04				-		-	-	-	-
12/08/04	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	1.83	36.667	-
06/08/05				-		-	-	-	-
12/08/05	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	2.83	56.667	-
06/08/06				-		-	-	-	-
12/08/06	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	3.83	76.667	-
06/08/07				-		-	-	-	-
12/08/07	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	4.83	96.667	-
06/08/08				-		-	-	-	-
12/08/08	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	5.83	116.667	-
06/08/09				-		-	-	-	-
12/08/09	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	6.83	136.667	-
06/08/10				-		-	-	-	-
12/08/10	20,000	3.000%	3.000%	100.000	Maturity	20,000.00	7.83	156.667	-
Totals	180,000.00					180,000.00		693.333.33	

Total Interest Cost	20,600.00
CIP (OID)	-
Accrued Interest	-
Adjusted Total	20,600.00

W.A.M.	=	4.3333
(Weighted Average Maturity)		
N.I.C.	=	3.000000%
(Net Interest Cost)		

\$160,000
Village of Tannersville, New York
Statutory Installment Bond
"Fire Apparatus Serial Bond-2003"
New Structure Summary And Results

Dated Date	February 8, 2003
Issue Date	February 8, 2003
First Interest Payment Date	June 8, 2003
Second Interest Payment Date	December 8, 2003
Last Maturity Date	December 8, 2010

Optional Redemptions	Call Dates	Call Price
	N/A	N/A
	N/A	N/A
	N/A	N/A

Arbitrage Yield 5.835499%

N.I.C. 5.833000%
(Net Interest Cost)

W.A.M. 4.3333 Years
(Weighted Average Maturity In Years)

R.W.A.M. (for refundings only)
(Remaining Weighted Average Maturity In Years)

Current Refundings	N/A Years
Advance Refundings	N/A Years

Arbitrage Yield Target

Par Amount	+	160,000.00
Original Issue Premium/(Discount)	+	-
Credit Enhancement	+	-
Accrued Interest	+	-
Total		160,000.00

Adjusted Total for N.I.C

Total Interest Cost	+	40,442.13
Original Issue Premium/(Discount)	-	-
Accrued Interest	-	-
Adjusted Total		40,442.13

Required Reserve is The Minimum of:

10% of Principal Amount	16,000.00
125% of Average Annual Debt Service	31,985.45
Maximum of Annual Debt Service	28,166.20
Reserve Requirement	16,000.00

\$160,000
Village of Tannersville, New York
Statutory Installment Bond
"Fire Apparatus Serial Bond-2003"

Arbitrage Yield Analysis

Maturity Date	Principal Amount	Coupon	Interest	Total Debt Service	Annual Debt Service	Present Value to 8-Feb-03 5.835499%
02/08/03						
02/08/03						
06/08/03	-	-	3,110.93	3,110.93	-	3,051.85
12/08/03	20,000	5.833%	4,666.40	24,666.40	27,777.33	23,511.95
06/08/04	-	-	4,083.10	4,083.10	-	3,781.66
12/08/04	20,000	5.833%	4,083.10	24,083.10	28,166.20	21,672.78
06/08/05	-	-	3,499.80	3,499.80	-	3,060.24
12/08/05	20,000	5.833%	3,499.80	23,499.80	26,999.60	19,965.76
06/08/06	-	-	2,916.50	2,916.50	-	2,407.65
12/08/06	20,000	5.833%	2,916.50	22,916.50	25,833.00	18,381.86
06/08/07	-	-	2,333.20	2,333.20	-	1,818.46
12/08/07	20,000	5.833%	2,333.20	22,333.20	24,666.40	16,912.65
06/08/08	-	-	1,749.90	1,749.90	-	1,287.61
12/08/08	20,000	5.833%	1,749.90	21,749.90	23,499.80	15,650.25
06/08/09	-	-	1,166.60	1,166.60	-	810.42
12/08/09	20,000	5.833%	1,166.60	21,166.60	22,333.20	14,287.31
06/08/10	-	-	583.30	583.30	-	382.56
12/08/10	20,000	5.833%	583.30	20,583.30	21,166.60	13,116.99
Totals	160,000		40,442.13	200,442.13	200,442.13	160,000.00

Original Yield Target	
Per Amount	+ 160,000.00
OIP/(OID)	+ -
Credit Enhancement	+ -
Accrued Interest	+ -
Total	160,000.00

Target: 160,000.00
Proof: 0.00

\$160,000
 Village of Tannersville, New York
 Statutory Installment Bond
 "Fire Apparatus Serial Bond-2003"

Price/Yields, Weighted Average Maturity and Net Interest Cost

Maturity Date	Principal Amount	Coupon	Yield	Price	Priced to	Issue Price	Years to Maturity	Bond Years	Yield To Call Bond
02/08/03									
02/08/03									
06/08/03				-		-	-	-	-
12/08/03	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	0.83	16,667	-
06/08/04				-		-	-	-	-
12/08/04	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	1.83	36,667	-
06/08/05				-		-	-	-	-
12/08/05	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	2.83	56,667	-
06/08/06				-		-	-	-	-
12/08/06	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	3.83	76,667	-
06/08/07				-		-	-	-	-
12/08/07	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	4.83	96,667	-
06/08/08				-		-	-	-	-
12/08/08	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	5.83	116,667	-
06/08/09				-		-	-	-	-
12/08/09	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	6.83	136,667	-
06/08/10				-		-	-	-	-
12/08/10	20,000	5.833%	5.833%	100,000	Maturity	20,000.00	7.83	156,667	-
Totals	160,000.00					160,000.00		693,333.33	

Total Interest Cost	+	40,442.13
OP/CID	-	-
Accrued Interest	-	-
Adjusted Total		40,442.13

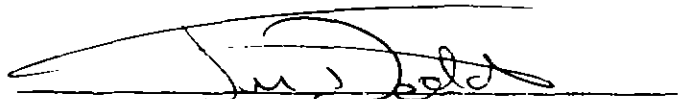
W.A.M.	=	4.3333
(Weighted Average Maturity)		
N.I.C.	=	5.833300%
(Net Interest Cost)		

CERTIFICATE

I, Jill Dodds, Village Clerk of the Village of Tannersville, State of New York, HEREBY CERTIFY that the foregoing annexed extract from the minutes of a meeting of the Board of Trustees of said Village duly called and held on January 16, 2003 has been compared by me with the original minutes as officially recorded in my office in the Minute Book of said Board of Trustees and is a true, complete and correct copy thereof and of the whole of said original Minutes.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the corporate seal of said Village this 16th day of January, 2003.

(SEAL)


Village Clerk