

**NOTICE OF PUBLIC HEARING ON PROPOSED PROJECT
AND FINANCIAL ASSISTANCE RELATING THERETO**

Notice is hereby given that a public hearing as required by Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code") will be held by Dutchess County Local Development Corporation (the "Issuer") on the 16th day of June, 2017 at 9:30 o'clock a.m., local time, at the Hyde Park Town Hall located at 4383 Albany Post Road in Town of Hyde Park, Dutchess County, New York, in connection with the following matters:

Anderson Center Services, Inc. (f/k/a Anderson Foundation for Autism, Inc.), a New York not-for-profit corporation (the "Company"), has submitted an application (the "Application") to the Issuer, a copy of which Application is on file at the office of the Issuer, which Application requested that the Issuer consider undertaking a project (the "Project") for the benefit of the Company, said Project consisting of the following: (A) the refunding of all or a portion of the following bonds previously issued by the Dutchess County Industrial Development Agency (the "IDA"): the Variable Rate Demand Civic Facility Revenue Bonds (Anderson Foundation for Autism, Inc. Project), Series 2007A in the original aggregate principal amount of \$9,625,000 (the "Series 2007A Bonds") and the Variable Rate Demand Civic Facility Revenue Bonds (Anderson Foundation for Autism, Inc. Project), Series 2007B in the original aggregate principal amount of \$15,000,000 (the "Series 2007B Bonds," and collectively with the Series 2007A Bonds, the "Prior Bonds"), which Prior Bonds were issued for the purpose of financing a portion of the costs of a project (the "Prior Project") consisting of the following: (1)(a) the acquisition of title to or a leasehold or other interest in two parcels of land containing in the aggregate approximately 104 acres located at 4885 Route 9, Staatsburg, New York (the "Land") and the existing improvements located thereon consisting principally of ten (10) residential dormitories containing in the aggregate approximately 30,200 sq. ft. for the housing of disabled youths and related office and other improvements (the "Existing Improvements"); (b) the demolition of two (2) of the existing dormitory buildings containing in the aggregate approximately 16,400 sq. ft. located on the Land; (c) the refinancing of approximately \$3,800,000 of existing taxable indebtedness incurred by the Company for the purpose of acquiring the Land and Existing Improvements and renovating the Existing Improvements to meet the life safety requirements of the Office for People with Developmental Disabilities and related capital expenditures; (d) the acquisition and construction on the Land of four (4) approximately 3,500 square-foot dormitory buildings each to house eight to ten disabled youths from the ages of 5 to 21 years (the "Improvements"); (e) the acquisition and installation in and around the Existing Improvements and the Improvements of certain items of equipment, machinery, furniture, fixtures, and other personal property (the "Equipment" and together with the Land, the Existing Improvements and the Improvements, the "Facility"); (2) the payment of certain costs and expenses incidental to the issuance of the Prior Bonds; (3) paying certain incidental expenses incurred in connection with the Prior Bonds; and (4) the sale of the IDA's interest in the Facility financed with the Prior Bonds to the Company; and (B) the financing of all or a portion of the costs of the foregoing by the issuance of tax-exempt revenue bonds of the Issuer in one or more issues or series in an aggregate principal amount sufficient to pay the cost of undertaking the Project, together with necessary incidental costs in connection therewith, in an amount then estimated to be approximately \$13,500,000 and in any event not to exceed \$16,000,000 (the "Obligations"); (C) the paying a portion of the costs incidental to the issuance of the Obligations, including issuance costs of the Obligations and any reserve funds as may be necessary to secure the Obligations and (D) the making of a loan (the "Loan") of the proceeds of the Obligations to the Company or such other person as may be designated by the Company and agreed upon by the Issuer.

The Issuer is considering whether (A) to undertake the Project, (B) to finance the Project by issuing, from time to time, the Obligations, (C) to loan the proceeds of the Obligations to the Company to pay the cost of undertaking the Project, together with necessary incidental costs in connection therewith,

and (D) to provide certain other financial assistance with respect to the foregoing including exemption from mortgage recording taxes with respect to any documents recorded by the Issuer with respect to the Project in the office of the County Clerk of Dutchess County, New York or elsewhere (collectively with the Obligations, the “Financial Assistance”).

If issuance of the Obligations is approved, interest on the Obligations will not be excludable from gross income for federal income tax purposes unless (A) pursuant to Section 147(f) of the Code and the regulations of the United States Treasury Department thereunder, the issuance of the Obligations is approved by the County Executive of Dutchess County, New York after the Issuer has held a public hearing on the nature and location of the Project Facility and the issuance of the Obligations; and (B) pursuant to Section 145(a) of the Code, all property which is to be provided by the net proceeds of the Obligations is to be owned by a Section 501(c)(3) organization or a governmental unit and at least ninety-five percent (95%) of the net proceeds of the Obligations are used with respect to (1) governmental units and/or (2) the activities of Section 501(c)(3) organizations which do not constitute “unrelated trades or businesses” (as defined in Section 513(a) of the Code) with respect to such Section 501(c)(3) organizations.

If the Issuer determines to proceed with the Project and the issuance of the Obligations, (A) interest on the Obligations will be excluded from gross income for federal income tax purposes pursuant to Sections 103 and 145 of the Code, as applicable, (B) the proceeds of the Obligations will be loaned by the Issuer to the Company or its designee pursuant to a loan agreement (the “Agreement”) requiring that the Company or its designee make payments equal to debt service on the Obligations and make certain other payments and (C) the Obligations will be a special obligation of the Issuer payable solely out of certain of the proceeds of the Agreement and certain other assets of the Issuer pledged to the repayment of the Obligations. **THE OBLIGATIONS SHALL NOT BE A DEBT OF THE STATE OF NEW YORK OR OF THE COUNTY OF DUTCHESS, NEW YORK, AND NEITHER THE STATE OF NEW YORK NOR THE COUNTY OF DUTCHESS, NEW YORK SHALL BE LIABLE THEREON.**


The Issuer has determined pursuant to Article 8 of the Environmental Conservation Law, Chapter 43-B of the Consolidated Laws of New York, as amended (the “SEQR Act”), and the regulations adopted pursuant thereto by the Department of Environmental Conservation of the State of New York, being 6 NYCRR Part 617, as amended (the “Regulations”, and collectively with the SEQR Act, “SEQRA”) that the Project is a “type II” action under SEQRA and, accordingly, no further action under SEQRA is required with respect to the Project.

The Issuer will at said time and place hear all persons with views on the Financial Assistance being contemplated by the Issuer in connection with the proposed Project, or the proposed plan of financing the proposed Project by the issuance from time to time of the Obligations. A copy of the Application filed by the Company with respect to the Project is available for public inspection during normal business hours at the office of the Issuer. A transcript or summary report of the hearing will be made available to the members of the board of directors of the Issuer and to the County Executive of Dutchess County, New York. Approval of the issuance of the Obligations by the County Executive of Dutchess County, New York is necessary in order for the interest on the Obligations to qualify for exemption from federal income taxation.

Additional information can be obtained from, and written comments may be addressed to: Sarah Lee, Chief Executive Officer, Dutchess County Local Development Corporation, 3 Neptune Road, Poughkeepsie, New York 12603; Telephone: (845) 463-5400.

Dated: Poughkeepsie, New York
May 26, 2017

DUTCHESS COUNTY LOCAL
DEVELOPMENT CORPORATION

By: 
Timothy Dean, Vice Chairman