

NOTICE OF PUBLIC HEARING ON PROPOSED ISSUANCE OF BONDS

NOTICE IS HEREBY GIVEN that a public hearing will be held by the Tompkins County Development Corporation (the "Issuer") on August 24, 2012, at 1:00 p.m., local time, at the Cayuga Heights Village Hall, 836 Hanshaw Road, Ithaca, New York 14850, in connection with the following matter:

Kendal at Ithaca, Inc., a New York not-for-profit corporation, having offices at 2230 North Triphammer Road, Village of Cayuga Heights, New York 14850 (the "Company"), has submitted an application to the Issuer requesting that the Issuer issue its tax-exempt revenue bonds in one or more issues or series in an aggregate principal amount not to exceed \$10,000,000 (the "Bonds") for the purpose of financing a certain project (the "Project") consisting of: (A) the refunding of the outstanding principal amount of the Tompkins County Industrial Development Agency's \$12,830,000 original principal amount Continuing Care Retirement Community Revenue Bonds (Kendal at Ithaca, Inc. Project), Series 2003A (the "Series 2003A Bonds"), which were issued for the benefit of the Company for the purpose of refunding in part the \$23,255,000 original principal amount Tompkins County Industrial Development Agency Life Care Community Bonds (Kendal at Ithaca, Inc. Project), Series 1994 (the "Series 1994 Bonds"), the proceeds of which were used to finance a certain project (the "1994 Project") consisting of (i) the acquisition of an approximately 100-acre parcel of land located in the Village of Cayuga Heights, Tompkins County, New York (the "Land"); (ii) the construction on the Land of a Life Care Community facility consisting of approximately 210 independent living units, 35 nursing care beds, 12 adult care units and related facilities; (iii) the acquisition and installation in and around the 1994 Project of certain items of equipment, machinery, furniture and other tangible personal property (collectively, the "Equipment" and together with the Land and the 1994 Project, the "Series 1994 Facility"); and (iv) the payment of certain costs incidental to the issuance of the Series 1994 Bonds; and (B) the payment of certain costs incidental to the issuance of the Bonds ((A) and (B) hereinafter referred to as "Project Costs").

The Company has requested that the Issuer issue the Bonds. If the issuance of the Bonds is approved, (i) it is intended that interest on such Bonds will be excluded from gross income for federal income tax purposes, pursuant to Section 103(a) of the Internal Revenue Code of 1986, as amended (the "Code"), (ii) the Issuer and the Company shall enter into a loan or other financing agreement (the "Agreement"), which will require the Company or its designee to make payments equal to debt service on the Bonds and make certain other payments, and (iii) the Bonds will be special limited obligations of the Issuer payable solely from the revenues derived from the payments made by the Company pursuant to the Agreement and certain other related assets of the Company pledged to the repayment of the Bonds.

THE BONDS SHALL NOT BE A DEBT OF THE STATE OF NEW YORK OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING TOMPKINS COUNTY, AND NEITHER THE STATE OF NEW YORK NOR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING TOMPKINS COUNTY, SHALL BE LIABLE THEREON.

The Issuer will at said time and place provide a reasonable opportunity to all interested persons to present their views, either orally or in writing, on the location and nature of the Project and the proposed plan of financing for the Project by the issuance from time to time of the Bonds.

This public hearing is being conducted in accordance with Section 147(f) of the Code.

DATED: August 9, 2012

By: TOMPKINS COUNTY DEVELOPMENT
CORPORATION