

ANNUAL REPORT 2000

BOARD OF PUBLIC UTILITIES
CITY OF JAMESTOWN
NEW YORK

Board Membership - December 31, 2000

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Mayor Samuel Teresi, President

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Lillian V. Ney, M.D.

David J. Switala

Michael S. Wells

John Zabrodsky

Walter W. Haase, P.E.
General Manager

Michael A. Anderson
Business Manager

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BOARD OF PUBLIC UTILITIES

**CITY OF
JAMESTOWN, NEW YORK**

March 1, 2000

To the Board of Public Utilities
City of Jamestown
Jamestown, New York

Gentlemen:

The annual reports of the Jamestown municipal electric, water, and district heating, solid waste and wastewater utility systems for the year 2000 are submitted herewith as required by Section 129 of the Charter of the City of Jamestown.

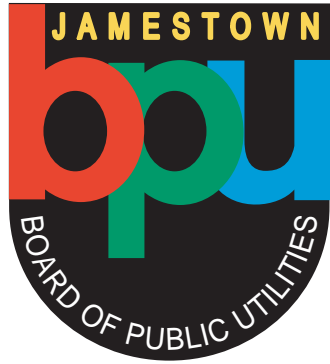
An audit by Lloyd & Company, P.C., Certified Public Accountants, is in progress, and their report will be available later in 2001.

Respectfully submitted,

WALTER W. HAASE, P.E., General Manager

MICHAEL A. ANDERSON, Business Manager

Jamestown, New York



ANNUAL REPORT 2000

**of the
MUNICIPAL
ELECTRIC SYSTEM
of the
CITY OF JAMESTOWN
NEW YORK**

MUNICIPAL ELECTRIC SYSTEM
BALANCE SHEET AS OF DECEMBER 31, 2000-1999

ASSETS

	2000	1999
Fixed Assets:		
Operating Property - Electric.	\$96,996,393.38	\$95,770,731.95
Construction Work in Progress	30,399,638.01	11,681,929.31
Non-operating Property.	9,807.96	9,807.96
Investments:		
Miscellaneous Investments.	11,255,348.83	24,859,507.22
Depreciation Fund:		
Cash	0.00	0.00
Investments	0.00	0.00
Interest Accrued	0.00	0.00
Current Assets:		
Cash - General.	229,091.19	330,753.42
Working Funds	1,800.00	1,800.00
Materials and Supplies	913,019.39	821,031.80
Receivables from Operating Municipality.	528,838.05	357,109.52
Accounts Receivable	2,188,331.95	1,638,324.01
Notes Receivable	1,368,427.85	1,418,215.87
Interest Receivable.	0.00	0.00
Prepayments	184,346.49	140,951.78
Other Deferred Charges	43,629.40	46,328.08
Regulatory Commission Suspense	510,933.12	711,199.74
TOTAL ASSETS	\$144,629,605.62	\$137,787,690.66

LIABILITIES

Long Term Debt:		
Bonds.	\$39,453,496.25	\$39,511,495.50
Current and Accrued Liabilities:		
Payables to Operating Municipality	21,969.56	15,163.00
Accounts Payable.	1,969,690.34	1,173,529.09
Customers' Deposits.	79,677.13	75,547.13
Interest Accrued	413,686.76	1,127,252.64
Advance Billings and Payments	0.00	0.00
Miscellaneous Current Liabilities.	0.00	0.00
Accumulated Postretirement Liability.	3,545,291.12	3,325,792.14
Reserves:		
Depreciation Reserve - Operating Property.	38,285,889.06	36,005,998.78
Contributions for Extensions	199,857.20	199,857.20
Reserve for Uncollectible Accounts	210,833.66	187,842.81
Deferred Credits.	525,266.33	0.00
Retained Net Income Invested in Utility Plant, Working Capital, Etc..	59,923,948.21	56,165,212.37
TOTAL LIABILITIES AND RETAINED NET INCOME	\$144,629,605.62	\$137,787,690.66

MUNICIPAL ELECTRIC SYSTEM

OPERATING STATEMENT

For The Years Ending December 31, 2000-1999

	2000	1999
OPERATING INCOME:		
Operating Revenues-Electric.	<u>\$27,662,975.56</u>	<u>\$23,888,980.54</u>
Other Revenues:		
Pole Attachment - Rents	\$11,224.46	\$11,224.46
Interest on Funds - Operations	9,768.16	6,439.45
Miscellaneous.	<u>237,899.39</u>	<u>221,131.68</u>
Total Other Electric Revenues.	<u>\$ 258,892.01</u>	<u>\$ 238,795.59</u>
Total Operating Revenues	<u>\$27,921,867.57</u>	<u>\$24,127,776.13</u>
OPERATING EXPENSES:		
Production	\$13,554,755.61	\$12,134,031.75
Transmission & Distribution.	1,129,594.42	1,149,859.53
Street Lighting	104,599.23	66,621.63
Consumers' Accounting & Collecting.	646,486.63	609,469.86
Sales Expense	(39,756.34)	(76,045.85)
Administrative and General.	1,835,388.28	1,751,073.72
Depreciation.	2,816,108.36	2,726,331.00
Taxes on Property Outside the City.	184,416.41	182,988.35
Uncollectible Revenues.	72,000.00	72,000.00
Tax Equivalent Payment to City.	1,389,711.32	1,354,592.30
Tax Equivalent Payment to School Board	<u>837,824.92</u>	<u>807,727.48</u>
Total Operating Expenses	<u>\$22,531,128.84</u>	<u>\$20,778,649.77</u>
NET ELECTRIC OPERATING INCOME	<u>\$ 5,390,738.73</u>	<u>\$ 3,349,126.36</u>
OTHER INCOME:		
Non-operating Rents.	\$ 0.00	\$ 0.00
Interest.	1,149,238.79	934,444.20
Total Other Income	<u>\$ 1,149,238.79</u>	<u>\$ 934,444.20</u>
GROSS INCOME	<u>\$ 6,539,977.52</u>	<u>\$ 4,283,570.56</u>
INCOME DEDUCTIONS:		
Interest on Long Term Debt.	\$ 2,166,411.59	\$ 1,679,324.13
Other Income Deductions	4,916.58	4,240.05
Total Income Deductions	<u>\$ 2,171,328.17</u>	<u>\$ 1,683,564.18</u>
NET INCOME.	<u><u>\$ 4,368,649.35</u></u>	<u><u>\$ 2,600,006.38</u></u>

STATEMENT OF RETAINED NET INCOME

Balance - January 1, 2000		\$56,165,212.37
Add:		
Net Income - 2000	\$ 4,368,649.35	
Miscellaneous Credits to Surplus	0.00	4,368,649.35
Less:		
Accumulated Postretirement Liability.	265,653.00	
Prior year audit adjustment.	337,521.59	
Miscellaneous Contributions to City.	6,738.92	609,913.51
Balance - December 31, 2000		<u><u>\$59,923,948.21</u></u>

MUNICIPAL ELECTRIC SYSTEM

OPERATING REVENUES-ELECTRIC For The Years Ending December 31, 2000-1999

	2000		1999	
	K.W.H. Sold	Revenue	K.W.H. Sold	Revenue
Residential Sales	144,074,330	\$ 7,212,932.14	141,053,837	\$ 6,218,535.90
Commercial Sales	141,184,965	7,403,979.96	144,919,449	6,509,785.41
Industrial Sales	206,623,739	8,158,907.43	187,819,795	6,942,253.76
Public Street Lighting —				
Jamestown	3,851,566	242,758.94	3,830,332	215,110.79
Public Street Lighting —				
Other	1,265,637	72,127.06	1,261,722	63,028.01
Other Sales to City of				
Jamestown	19,637,209	933,432.11	20,163,529	789,479.26
Other Sales to Other				
Public Authorities	15,441,898	764,927.36	15,291,130	652,962.60
Sales to Other				
Distributors	65,046,000	2,808,678.75	68,008,315	2,433,719.52
Forfeited Discounts		65,231.81		64,105.29
TOTAL	597,125,344	\$27,662,975.56	582,348,109	\$23,888,980.54
* Fuel Adjustment Charge Included in Revenues		\$ 6,879,299.12		\$ 3,871,284.55

MISCELLANEOUS ELECTRIC REVENUES

	2000	1999
Pole Attachment Revenues	11,224.46	11,224.46
Interest on Funds - Operations	9,768.16	6,439.45
Miscellaneous Electric Revenue-Steam	202,993.74	197,495.18
Meter Reconnection Charges	25,504.90	19,645.81
Temporary Service Charges	3,563.49	2,076.39
Other Miscellaneous Revenues	5,837.26	1,914.30
TOTAL	\$258,892.01	\$238,795.59

TAXES-DIRECT AND TAX EQUIVALENTS

	2000	1999
Town of Ellicott-State and County Tax	\$ 65,258.84	\$ 65,924.16
Town of Ellicott-School Tax	90,827.02	90,966.67
Villages of Celoron and Falconer-Village Tax	28,261.17	28,260.32
City of Jamestown-Contributions in Lieu of Taxes. .	1,389,711.32	1,354,592.30
Jstn School Board-Contributions in Lieu of Taxes. .	837,824.92	807,727.48
TOTAL - Operating Expense Charges	\$2,411,883.27	\$2,347,470.93
Town of Busti - State and County Tax	\$ 14.49	\$ 15.40
Town of Busti - School Tax	50.83	20.67
TOTAL - Non-Operating Taxes	\$ 65.32	\$ 36.07
TOTAL - All Taxes	\$2,411,948.59	\$2,347,507.00

MUNICIPAL ELECTRIC SYSTEM COMPARATIVE STATEMENT

Year	Total Electric Operating Revenues	Net Permanent Improvements and Extensions	Total K.W.H. Generated and Purchased	Average Cost Coal Burned Per Ton	Operation and Maintenance Cost With Depreciation and Interest	Retained Net Income
1920	\$226,018.00	\$77,693.65	6,770,392	\$ 7.50	\$199,162.93	\$309,216.51
1930	533,475.96	396,909.50	24,536,700	3.73	348,984.46	2,008,302.60
1940	981,413.72	15,288.62	66,383,000	3.96	766,053.60	3,258,222.32
1950	1,709,419.72	1,105,665.15	124,339,400	7.55	1,504,711.00	5,104,306.45
1960	2,798,846.30	2,029,578.60	183,666,148	7.53	2,466,969.44	7,605,317.88
1970	4,180,376.40	4,170,479.99	281,312,073	10.30	4,112,216.72	11,107,150.76
1980	14,411,031.13	804,469.56	661,424,100	29.77	12,639,238.50	18,346,809.03
1990	18,797,039.71	8,528,645.13	668,939,278	36.52	16,980,318.93	36,298,498.73
1991	18,599,668.48	7,483,182.18	648,798,261	36.55	18,226,802.63	36,965,356.70
1992	21,495,249.01	2,386,752.91	665,441,197	33.60	19,151,630.28	39,769,737.28
1993	20,957,614.05	3,076,668.17	671,708,180	33.15	19,585,527.66	41,262,387.59
1994	20,952,043.81	2,522,887.13	638,697,671	34.36	19,258,075.60	42,888,790.86
1995	23,060,166.78	393,237.88	634,495,504	33.62	20,728,307.58	45,558,076.13
1996	24,617,175.97	2,608,848.16	624,555,796	33.09	21,578,033.12	46,488,165.86
1997	25,199,982.96	3,025,742.02	642,346,552	33.54	21,167,473.74	50,549,605.64
1998	24,538,787.58	3,826,640.91	651,816,844	32.98	21,335,397.66	53,812,324.99
1999	24,127,776.13	13,326,656.71	649,072,265	32.62	22,462,213.95	56,165,212.37
2000	27,921,857.57	19,943,370.13	622,287,640	32.85	24,702,457.01	59,923,948.21

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Electric System

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed \$	Outstanding End of Year	Interest Accrued in Year
June 1, 1891	1901	4%	\$30,000	30,000		
Dec. 1, 1893	1903	4%	32,000	32,000		
June 1, 1901	1931	4%	30,000	30,000		
Dec. 17, 1903	1932	4%	32,000	32,000		
June 1, 1913	1933	4.6%	40,000	40,000		
May 1, 1920	1945	5.5%	250,000	250,000		
Aug. 1, 1950	1970	1.6%	2,300,000	2,300,000		
May 1, 1970	1990	5.9%	2,500,000	2,500,000		
Nov. 1, 1970	1990	5.7%	2,000,000	2,000,000		
June 1, 1977	1987	5.1%	1,100,000	1,100,000		
April 15, 1985	2000	8.668%	4,000,000	4,000,000	0	4,758
March 27, 1991	1992	6.04%	9,900,000	9,900,000	0	-
September 4, 1991	1992	6.10%	4,850,000	4,850,000	0	-
October 15, 1991	2016	7.00%	14,750,000	5,266,000	9,484,000	674,090
September 15, 1994	2005	7.75%	425,592	266,096	199,496	18,593
May 15, 1999	2019	4.99%	29,000,000	230,000	28,770,000	1,430,307
May 15, 2000	2019	6.10%	1,000,000	0	1,000,000	38,663
TOTAL			\$72,239,592	\$32,786,096	\$39,453,496	\$2,166,412

DECEMBER 31, 2000

MUNICIPAL ELECTRIC SYSTEM

PRODUCTION STATISTICS

For the Year Ending December 31, 2000

Station Output and Costs:

Maximum System Demand - August 9, 2000, 6:00 p.m.	108,611
Cost of Generation including Power Plant Depreciation.	\$ 6,588,487.59
Cost of Electricity Purchased.	8,223,808.62
Purchased Electricity Expense	<u>0.00</u>
Total Production Cost.	<u>\$14,812,296.21</u>

Fuel Consumed:

Kind of Fuel-Bituminous Coal	
Quantity Used for Generation	88,181.200 T
Cost of Coal Consumed	\$2,896,384.46
Average Cost per Ton Consumed	32.85
Pounds of Coal per Kilowatt Hour (Gross Generation).	1.0734

Summary of Production and Sales:

K.W.H. Generated.	164,304,640
K.W.H. Purchased.	<u>457,983,000</u>
K.W.H. Generated and Purchased.	622,287,640
Less: K.W.H. All Station Uses	19,206,123
Lost in Transmission - Purchased Power	<u>6,441,841</u>
K.W.H Available for Distribution.	<u>596,639,676</u>

Customers End of Year K.W.H.

Disposal of Energy:

Residential Service	16,760	144,074,330
Commercial Service	2,500	141,184,965
Industrial Service	124	206,623,739
Street Lighting - Other Municipalities.	5	1,265,637
Other Sales to Other Public Authorities	118	15,441,898
Sales to Other Distributors	2	65,046,000
Used by City of Jamestown:		
Municipal Street Lighting.	1	3,851,566
Other Municipal Purposes.	102	19,637,209
Within Electric Department		1,200,413

Total Supplied and Used.	<u>19,612</u>	<u>598,325,757</u>
Lost and Unaccounted For		37,641,019
Total to Balance		<u>635,966,776</u>

Per Cent of Lost and Unaccounted For	6.59%
2000 Average Units Used per Residential Customer	8,596
2000 Average Annual Residential Bill	\$354.46
2000 Residential Revenue per K.W.H.	0.0425
Population of Localities Served - 2000 Federal Census.	41,010



ANNUAL REPORT 2000

**of the
MUNICIPAL
WATER SYSTEM
of the
CITY OF JAMESTOWN
NEW YORK**

MUNICIPAL WATER SYSTEM

BALANCE SHEET AS OF DECEMBER 31, 2000 - 1999

ASSETS

	2000	1999
Fixed Assets:		
Water Plant in Service	\$24,212,295.83	\$22,877,004.58
Work in Progress	624,601.87	514,626.18
Other Physical Property	3,847.05	3,847.05
Investments:		
Water Rent Fund	950,481.90	1,226,227.34
Loans Receivable - District Heating	1,666,233.68	1,583,068.22
Current and Accrued Assets:		
Cash - General	(68,962.42)	18,835.75
Cash - Water Rebate Fund	138,831.27	138,831.27
Working Funds	200.00	200.00
Accounts Receivable - Customers	269,215.49	260,612.19
Accounts Receivable - Miscellaneous	38,933.42	13,108.93
Receivables from Municipality	52,261.14	28,962.38
Interest Receivable	0.00	0.00
Material & Supplies	190,511.90	228,309.24
Prepayments	23,867.79	24,724.56
Deferred Debits	(723.05)	10,246.52
TOTAL ASSETS	<u>\$28,101,595.87</u>	<u>\$26,928,604.21</u>

LIABILITIES

Long Term Debt:		
Bonds	\$ 0.00	\$ 0.00
Current and Accrued Liabilities:		
Payables to Municipality	720.87	25,266.91
Accounts Payable	58,733.49	62,245.94
Customers' Deposits	432.93	432.93
Interest Accrued	0.00	0.00
Wages Accrued	31,256.92	29,240.86
Other Current Liabilities	8,583.47	0.00
Accumulated Postretirement Liability	653,047.00	595,858.00
Reserves:		
Reserve for Depreciation of Water Plant	8,634,866.33	7,842,728.46
Reserve for Uncollectible Accounts	65,664.87	53,612.99
Deferred Credits:	0.00	0.00
Contributions in Aid of Construction:		
Federal Government Grants		
Not Subject to Repayment	0.00	0.00
Other Contributions	0.00	0.00
Retained Net Income Invested in Utility		
Plant, Working Capital, Etc.	<u>18,648,289.99</u>	<u>18,319,218.12</u>
TOTAL LIABILITIES AND RETAINED NET INCOME ..	\$28,101,595.87	\$26,928,604.21

MUNICIPAL WATER SYSTEM

OPERATING STATEMENT

For The Years Ending December 31, 2000-1999

	2000	1999
OPERATING REVENUES:		
Sale of Water	\$3,237,380.22	\$3,373,670.42
Other Water Revenues	338,453.15	438,177.86
TOTAL OPERATING REVENUES.	\$3,575,833.37	\$3,811,848.28
OPERATION AND MAINTENANCE:		
Source of Supply Expense	\$ 88,410.22	\$ 106,462.86
Power & Pumping Expense	408,324.35	371,303.09
Transmission & Distribution Expenses.	626,122.03	613,879.33
Customers' Accounting & Collecting Expenses	269,312.28	270,831.56
Administrative & General Expense	371,807.37	344,270.20
Depreciation	847,693.88	780,380.91
Operating Taxes - Outside City	53,949.22	52,736.47
Tax Equivalent Payment to City.	584,094.12	606,694.82
Contribution to Municipality.	14,179.45	0.00
TOTAL OPERATION AND MAINTENANCE:	\$3,263,892.92	\$3,146,559.24
NET OPERATING INCOME:.. . . .	\$ 311,940.45	\$ 665,289.04
OTHER INCOME:		
Interest on Investments.	\$ 74,254.56	\$ 47,713.40
TOTAL OTHER INCOME	\$ 74,254.56	\$ 47,713.40
GROSS INCOME.	\$ 386,195.01	\$ 713,002.44
INCOME DEDUCTIONS:		
Interest on Long Term Debt.	\$ 0.00	\$ 0.00
Interest on Consumers' Deposits.	0.00	0.00
Release of Premium on Debit - Credit.	0.00	0.00
Amortization of Debt Discount.	0.00	0.00
TOTAL INCOME DEDUCTIONS	\$ 0.00	\$ 0.00
NET INCOME.	\$ 386,195.01	\$ 713,002.44

STATEMENT OF RETAINED NET INCOME

Balance - January 1, 2000		\$18,319,218.12
Add: Net Income - 2000	\$ 386,195.01	
Miscellaneous Credits to Surplus		
Payments on Uncollectible Water Bills (net) .	65.86	386,260.87
Deduct: Miscellaneous Debits.		
Accumulated Postretirement Liability.	57,189.00	
Write-off property previously transferred		57,189.00
Balance - December 31, 2000		\$18,648,289.99

MUNICIPAL WATER SYSTEM

OPERATING REVENUES

For The Year Ending December 31, 2000

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Metered Sales	13,312	828,278	\$1,805,888.76
Commercial Metered Sales	1,028	291,786	553,636.93
Industrial Metered Sales	131	224,326	455,388.07
Private Fire Protection - Metered.	172	6,267	89,799.04
Private Fire Protection - Unmetered.	12		2,968.71
Public Fire Protection - City of			
Jamestown - Hydrant Rental	0		0.00
Public Fire Protection - Other -			
Hydrant Rental	0		0.00
Other Sales to Public Authorities	31	10,428	6,985.80
Sales to Operating Municipality	47	20,737	34,938.48
Sales to Other Water Utilities.	1	166,854	287,774.43
TOTAL SALES OF WATER	14,734	1,548,676	\$ 3,237,380.22
Rent from Water Property.			\$ 2,191.00
Late Payment Charges.			11,945.36
Servicing of Customers' Installations.			0.00
Merchandise and Jobbing.			220,068.92
Interest on Funds Used in Operations.			93,706.40
Service Reconnection Charges.			10,541.47
Meter Repair Charges			0.00
TOTAL OTHER WATER REVENUES			\$ 338,453.15
TOTAL OPERATING REVENUES - WATER			\$3,575,833.37

TAXES-DIRECT AND TAX EQUIVALENTS

	2000	1999
Town of Ellicott-State, County and Town Tax	\$ 9,425.02	\$ 9,430.53
Town of Ellicott-School Tax	28,229.09	27,933.73
Town of Poland-State, County and Town Tax	5,574.33	5,274.82
Town of Poland-School Tax	10,782.51	10,954.41
Villages of Celoron and Falconer-Village Tax	0.00	0.00
City of Jamestown -		
Contributions in Lieu of Taxes	584,094.12	606,694.82
Contribution to Municipality	0.00	0.00
	\$ 638,105.07	\$ 660,288.31

MUNICIPAL WATER SYSTEM COMPARATIVE STATEMENT

Year	Total Water Operating Revenues	Net Permanent Improvements and Extensions	Gallons Pumped	Operation and Maintenance Cost With Depreciation and Interest	Retained Net Income
1920	\$ 149,890.85	\$ 208,152.99	1,207,682.800	\$ 103,409.71	\$ 974,435.07
1930	296,319.04	164,798.75	1,204,295.000	136,148.31	1,951,980.97
1940	221,747.62	(6,714.88)	1,170,089.000	189,323.12	1,565,006.89
1950	425,738.75	82,500.33	1,679,684.000	285,995.55	2,395,014.26
1960	590,712.09	98,256.13	1,904,407.000	549,805.88	3,437,992.19
1970	918,114.68	2,287,953.86	2,416,227.000	998,847.70	4,128,863.32
1980	1,679,264.01	503,852.90	2,284,534.000	1,296,385.68	7,458,595.59
1990	2,641,805.29	559,392.30	1,987,997.000	1,866,031.13	12,709,328.25
1991	2,735,178.81	788,485.82	2,004,589.000	2,015,539.17	13,358,042.03
1992	2,876,228.74	936,092.51	1,968,325.000	2,119,776.40	14,195,775.81
1993	2,886,235.28	479,042.45	1,987,641.000	2,215,835.84	14,881,327.58
1994	3,110,958.02	1,351,960.02	2,102,791.000	2,432,270.48	15,580,187.05
1995	3,185,564.80	258,377.00	2,148,291.000	2,528,343.49	16,212,022.88
1996	3,452,080.52	777,256.99	2,222,963.000	3,000,680.39	16,239,431.67
1997	3,693,634.42	455,578.36	2,119,457.000	3,054,664.41	16,899,916.63
1998	3,892,990.16	1,723,258.01	2,062,962.000	3,032,461.19	17,797,542.64
1999	3,811,848.28	1,164,918.63	2,061,495.000	3,146,559.24	18,319,218.12
2000	3,575,833.37	1,445,266.94	2,075,811.000	3,263,892.92	18,648,289.99

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Water System

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of Year	Interest Accrued in Year
March 9, 1903	1943	4%	\$ 300,000	\$ 300,000		
March 9, 1903	1923	4%	300,000	300,000		
April 19, 1913	1933	4.5%	150,000	150,000		
May 1, 1920	1960	5.25%	400,000	400,000		
Feb. 1, 1924	1944	4.35%	280,000	280,000		
May 1, 1970	1990	5.9%	2,000,000	2,000,000		
June 1, 1975	1990	6.5%	650,000	650,000		
TOTAL			\$4,080,000	\$ 4,080,000	\$0.00	\$0.00

MUNICIPAL WATER SYSTEM

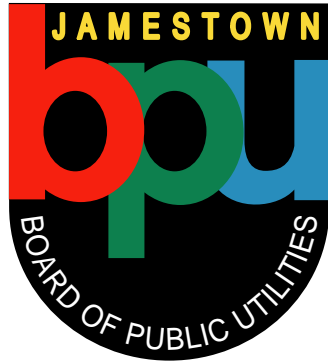
SUMMARY OF STATISTICS

	2000	1999
POPULATION SUPPLIED:		
Based on 2000 Federal Census Figures	44,268	43,417
PUMPAGE FOR YEAR - GALLONS:		
From Cassadaga Station	1,492,800,000	1,502,225,000
From Clay Pond Station	583,011,000	559,270,000
Total Pumpage for Year - Gallons	<u>2,075,811,000</u>	<u>2,061,495,000</u>
Maximum Daily Consumption	7,817,000	7,599,000
Average Daily Pumpage - Gallons	5,687,153	5,647,932
Gallons per Day to Each Inhabitant on Total Pumpage	128.5	130.1
Average Gallons Used per Residential Customer	64,183	69,090
Water Supply - Wells in Use	11	11
Area of Water Shed - Square Miles		
Cassadaga Valley Station.	140	140
Poland Center	290	290
Storage Reservoirs -		
Total Capacity in Gallons.	12,000,000	12,000,000
Active Services - End of Year	14,295	14,448
Hydrants in Service - End of Year	1,286	1,274
Meters in Service - End of Year.	14,950	14,897
Percentage of Active Services Metered.	99.90%	99.90%
Range of Pressure in Mains - Lbs.	30 to 140	30 to 140
Miles Cast Iron Mains in Service - End of Year	158.116	156.100
Miles W.I., Ductile, Copper and Transite Mains in Service - End of Year.	31.610	32.099

WATER SALES (100 cuft)

Date	2000			1999			1998		
	Jamestown	Outside	Total	Jamestown	Outside	Total	Jamestown	Outside	Total
Residential Sales	928136 \$1,394,004	179187 \$ 411,885	1107323 \$1,805,889	955826 \$1,427,049	184440 \$ 419,209	1140266 \$1,846,258	948333 \$1,419,852	182676 \$ 417,986	1131009 \$1,837,838
Commercial Sales	316287 \$ 394,220	73801 \$ 159,416	390088 \$ 553,636	324452 \$ 407,202	76434 \$ 163,453	400886 \$ 570,655	319351 \$ 397,754	65772 \$ 125,893	385123 \$ 523,647
Industrial Sales	161856 \$ 192,527	138045 \$ 262,861	299901 \$ 455,388	167114 \$ 198,616	144861 \$ 276,076	311975 \$ 474,692	162667 \$ 193,480	192753 \$ 341,383	355420 \$ 534,863
Others Sales	42262 \$ 99,826	230848 \$ 337,808	273110 \$ 437,634	42487 \$ 100,758	265274 \$ 381,307	307761 \$ 482,065	46631 \$ 106,182	250857 \$ 371,790	297488 \$ 477,972
Total Metered	1448541	621881	2070422	1489879	671009	2160888	1476982	692058	2169040
Total Sales	\$ 2,080,577	\$1,171,970	\$3,252,547	\$ 2,133,625	\$1,240,045	\$3,373,670	\$ 2,117,268	\$1,257,052	\$3,374,320
Residential Customers	(10682)	12905	(10225)	(10225)		12345	(10269)		12401
% Total of Customer						92%			92%
% Total of Used						53%			52%
% Total of Sales						55%			54%
Commercial Customers	(768)	1009	(693)	(693)		907	(697)		894
% Total of Customer						7%			7%
% Total of Used						19%			18%
% Total of Sales						17%			16%
Industrial Customers	(83)	125	(75)	(75)		110	(77)		107
% Total of Customer						1%			1%
% Total of Used						14%			16%
% Total of Sales						14%			16%
Others	(182)	256				92			92
% Total of Customer						1%			1%
% Total of Used						14%			14%
% Total of Sales						14%			14%
TOTAL	(11715)	14295	(11052)	(11052)		13449	(11104)		13495

() Indicates Jamestown Only



ANNUAL REPORT 2000

**of the
MUNICIPAL
DISTRICT HEATING SYSTEM
of the
CITY OF JAMESTOWN
NEW YORK**

MUNICIPAL DISTRICT HEATING SYSTEM
BALANCE SHEET AS OF DECEMBER 31, 2000-1999

ASSETS

	2000	1999
Plant in Service	\$5,695,058.63	\$5,494,798.27
Construction Work in Progress	0.00	0.00
Current Assets:		
Cash - Capital Account	0.00	0.00
Cash - Operating Account.	(30,455.65)	19,262.40
Temporary Cash Investments	0.00	0.00
Accounts Receivable - General Customers . . .	165,572.09	144,993.28
Receivables from Municipality.	62,075.82	19,620.17
Interest Receivable.	0.00	0.00
Inventory - Banked Gas	(4,662.69)	2,764.99
Other Assets:		
Unamortized Bond Issue Cost.	6,929.94	8,157.42
TOTAL ASSETS	\$5,894,518.14	\$5,689,596.53

LIABILITIES

Long Term Debt:		
Bonds.	\$1,525,000.00	\$1,791,800.00
Current and Accrued Liabilities:		
Accounts Payable.	0.00	0.00
Payables to Municipality	49,374.62	44,667.27
Loan Payable to Water Division	1,666,233.68	1,583,068.22
Loan Payable to Dept. of Development.	0.00	0.00
Interest Accrued on Bonds	14,414.40	16,936.20
Reserves:		
Reserve for Depreciation of District Heating System	2,453,616.09	2,233,829.49
Retained Net Income Invested in Utility Plant, Working Capital, Etc..	185,879.35	19,295.35
TOTAL LIABILITIES AND RETAINED NET INCOME	\$5,894,518.14	\$5,689,596.53

MUNICIPAL DISTRICT HEATING SYSTEM

OPERATING STATEMENT

For The Years Ending December 31, 2000-1999

	2000	1999
OPERATING INCOME:		
Operating Revenues		
Sales of Hot Water	\$1,074,838.48	\$1,045,491.80
Other Operating Revenues	5,009.23	-
Interest on funds used in operations	3,292.73	2,157.79
Total Operating Revenues.	<u>\$1,083,140.44</u>	<u>\$1,047,649.59</u>
OPERATING EXPENSES:		
Heat Purchased from Electric Division.	\$218,603.51	\$207,250.08
Misc. Station Expense-Electricity.	48,000.00	48,000.00
Rep. & Maint.-Distrib. Piping System.	20,929.60	11,903.99
Administrative & General Expense	92,660.21	70,746.14
Uncollected Expense	8,722.87	0.00
Depreciation Expense.	219,786.60	219,786.60
Amortization Expense.	1,227.48	1,227.48
Tax Equivalent Payment-City	93,505.44	92,097.21
Total Operating Expenses.	<u>\$703,435.71</u>	<u>\$651,011.50</u>
NET DISTRICT HEATING OPERATING INCOME.	\$379,704.73	\$396,638.09
OTHER INCOME:		
Interest on Capital Fund Investment	0.00	0.00
Interest on Operating Fund Investment	0.00	0.00
Total Other Income	<u>\$ 0.00</u>	<u>\$ 0.00</u>
GROSS INCOME	\$379,704.73	\$396,638.09
INCOME DEDUCTIONS:		
Interest Accrued on Bonds	121,858.20	141,706.81
Interest Accrued on Loan	91,262.53	99,161.96
Total Income Deductions	<u>\$213,120.73</u>	<u>\$240,868.77</u>
NET INCOME (Loss)*	<u>\$166,584.00</u>	<u>\$155,769.32</u>
* Net Income to offset Bond Principal Payment	\$266,800.00	\$241,600.00

MUNICIPAL DISTRICT HEATING SYSTEM
BALANCE SHEET AS OF DECEMBER 31, 2000-1999

ASSETS

	2000	1999
Plant in Service	\$5,695,058.63	\$5,494,798.27
Construction Work in Progress	0.00	0.00
Current Assets:		
Cash - Capital Account	0.00	0.00
Cash - Operating Account.	(30,455.65)	19,262.40
Temporary Cash Investments	0.00	0.00
Accounts Receivable - General Customers . . .	165,572.09	144,993.28
Receivables from Municipality.	62,075.82	19,620.17
Interest Receivable.	0.00	0.00
Inventory - Banked Gas	(4,662.69)	2,764.99
Other Assets:		
Unamortized Bond Issue Cost.	6,929.94	8,157.42
TOTAL ASSETS	\$5,894,518.14	\$5,689,596.53

LIABILITIES

Long Term Debt:		
Bonds.	\$1,525,000.00	\$1,791,800.00
Current and Accrued Liabilities:		
Accounts Payable.	0.00	0.00
Payables to Municipality	49,374.62	44,667.27
Loan Payable to Water Division	1,666,233.68	1,583,068.22
Loan Payable to Dept. of Development.	0.00	0.00
Interest Accrued on Bonds	14,414.40	16,936.20
Reserves:		
Reserve for Depreciation of District Heating System	2,453,616.09	2,233,829.49
Retained Net Income Invested in Utility Plant, Working Capital, Etc..	185,879.35	19,295.35
TOTAL LIABILITIES AND RETAINED NET INCOME	\$5,894,518.14	\$5,689,596.53

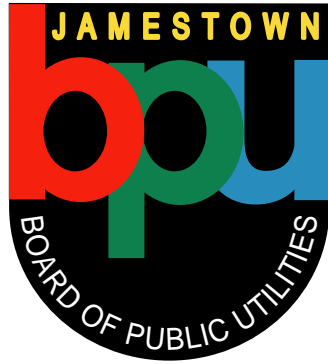
MUNICIPAL DISTRICT HEATING SYSTEM COMPARATIVE STATEMENT

Year	Total District Heating Operating Revenues	Net Permanent Improvements and Extensions	Heat Produced MBTU	Operation and Maintenance Cost With Depreciation and Interest	Retained Net Income
1984	\$11,101.73	\$740,392.46		\$24,423.82	3,994.32
1985	157,227.66	2,898,184.44	23,215.23	286,236.84	6,721.51
1986	391,874.55	883,659.93	57,597.67	596,696.91	(107,755.76)
1987	489,161.25	123,435.21	75,421.63	684,009.97	(266,141.97)
1988	448,729.99	53,260.30	75,894.43	719,964.83	(541,951.54)
1989	529,101.49	(991,561.31)	103,151.06	769,441.69	(761,709.94)
1990	603,096.55	64,214.71	111,999.81	701,412.00	(853,357.93)
1991	659,381.81	8,954.30	107,318.60	648,430.51	(844,992.45)
1992	663,818.17	250,645.09	113,936.71	671,574.17	(836,367.83)
1993	609,334.76	5,656.54	101,776.15	617,399.72	(838,220.46)
1994	657,485.32	0.00	109,456.60	640,528.14	(826,363.16)
1995	820,878.65	432,533.26	137,902.75	666,161.25	(622,339.68)
1996	921,464.65	623,116.19	153,877.09	715,018.67	(415,893.70)
1997	930,980.78	167,042.89	154,680.88	771,721.12	(256,634.04)
1998	925,568.04	279,567.17	135,385.86	805,407.97	(136,473.97)
1999	1,047,649.59	135.00	152,861.57	891,880.27	19,295.35
2000	1,083,140.44	200,260.36	154,591.10	916,556.44	185,879.35

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the District Heating System

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of Year	DECEMBER 31, 2000
						Interest Accrued in Year
July 15, 1986	2006	7.5%	\$ 4,522,000	\$2,997,000	\$1,525,000	\$121,858



ANNUAL REPORT 2000

**of the
MUNICIPAL
SOLID WASTE SYSTEM
of the
CITY OF JAMESTOWN
NEW YORK**

MUNICIPAL SOLID WASTE SYSTEM
BALANCE SHEET AS OF DECEMBER 31, 2000

ASSETS

	2000	1999
Fixed Assets:		
Solid Waste Plant in Service	\$705,462.55	\$642,313.55
Work in Progress	0.00	0.00
Investments:		
Solid Waste Capital Fund	171,495.92	112,404.35
Current and Accrued Assets:		
Cash - Solid Waste Operating Fund	(1,856.76)	76,184.13
Accounts Receivable - Gen. Customers	145,351.52	143,465.71
Receivables from Municipality.	0.00	0.00
Accounts Receivable - Miscellaneous	10,220.10	9,468.16
Miscellaneous Regulatory Assets	0.00	0.00
TOTAL ASSETS	\$1,030,673.33	\$983,835.90

LIABILITIES

Long Term Debt:		
Bonds.	\$ 0.00	\$ 0.00
Current and Accrued Liabilities:		
Payables to Municipality	2,504.94	2,515.28
Accounts Payable.	83,403.56	29,898.55
Loans Payable	0.00	0.00
Interest Accrued	0.00	0.00
Wages Accrued	12,227.76	12,227.76
Miscellaneous Accrued Liabilities	347,441.00	316,689.00
Reserves:		
Res. for Depreciation of Solid Waste Plant	426,272.00	420,392.00
Reserve for Uncollectible Accounts.	12,906.98	15,545.94
Retained Net Income Invested in Utility Plant, Working Capital, Etc.	\$145,917.09	\$186,567.37
TOTAL LIABILITIES & RETAINED NET INCOME.	\$1,030,673.33	\$983,835.90

MUNICIPAL SOLID WASTE SYSTEM
OPERATING STATEMENT
For The Years Ending December 31, 2000-1999

	2000	1999
OPERATING REVENUES:		
Residential	\$1,220,407.75	\$1,222,291.93
Commercial	117,906.00	114,981.78
Municipal	0.00	0.00
Interdepartmental	5,100.00	5,100.00
Other Revenues	65,473.59	67,933.91
Late Payment Charges.	7,736.41	7,948.32
Interest Income.	9,901.19	4,769.43
	<hr/>	<hr/>
TOTAL OPERATING REVENUES.	\$1,426,524.94	\$1,423,025.37
OPERATION AND MAINTENANCE		
Payroll	\$ 483,689.03	\$ 450,916.90
Contractual Services.	217,584.53	208,069.32
Landfill Tipping Fees.	214,760.56	223,702.78
Repair & Maintenance	112,838.87	91,030.39
Administrative & General Expense	281,160.51	262,343.62
Depreciation Expense.	5,880.00	5,880.00
Contribution to Municipality.	120,509.72	120,475.84
	<hr/>	<hr/>
TOTAL OPERATION & MAINTENANCE	1,436,423.22	1,362,418.85
	<hr/>	<hr/>
NET OPERATING INCOME	(\$ 9,898.28)	\$ 60,606.52
NON OPERATING ITEMS:		
Interest on Bonds	\$ 0.00	\$ 0.00
Interest on Loans	0.00	0.00
	<hr/>	<hr/>
TOTAL NON-OPERATING ITEMS.	0.00	0.00
	<hr/>	<hr/>
NET INCOME*	(\$ 9,898.28)	\$ 60,606.52
	<hr/>	<hr/>
* Net Income to offset Bond Principal Payment	\$ 0.00	\$ 0.00

**MUNICIPAL SOLID WASTE SYSTEM
OPERATING REVENUES**

For The Year Ending December 31, 2000

	Number of Customers	Revenue
Residential Customers	12,347	\$1,220,407.75
Commercial Customers	440	117,906.00
Interdepartmental Customers	2	5,100.00
TOTAL SOLID WASTE COLLECTION	12,789	\$1,343,413.75
Other Revenues		65,473.59
Late Payment Charges		7,736.41
Interest on Funds Used in Operations		9,901.19
TOTAL OTHER REVENUES		\$ 83,111.19
TOTAL OPERATING REVENUES - SOLID WASTE		\$1,426,524.94

TAXES - DIRECT AND TAX EQUIVALENTS

	2000	1999
City of Jamestown - Tax Equivalent Payment	120,509.72	120,475.84
	\$120,509.72	\$120,475.84

MUNICIPAL SOLID WASTE SYSTEM

COMPARATIVE STATEMENT

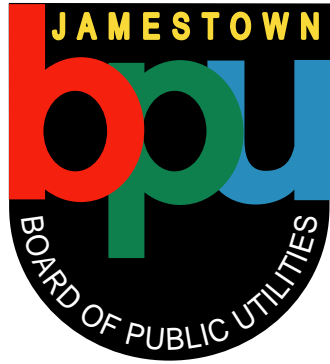
Year	Total Operating Revenues	Net Permanent Improvements and Extensions	Tons Collected	Operation and Maintenance Cost With Depreciation and Interest	Retained Net Income
1994	1,344,245.49	0.00	8,569.5	\$1,202,596.24	255,497.12
1995	1,289,515.93	2,000.00	8,669.8	\$1,221,390.62	243,077.45
1996	1,366,197.08	1,185.00	8,893.1	\$1,310,118.22	257,522.49
1997	1,371,115.86	(1,185.00)	8,557.3	\$1,210,268.79	418,369.56
1998	1,427,340.84	0.00	8,913.9	\$1,432,721.80	232,684.85
1999	1,423,025.37	8,721.55	9,303.8	\$1,362,418.85	186,567.37
2000	1,426,524.94	63,149.00	9,888.8	\$1,436,423.22	145,917.09

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Sewer System

DECEMBER 31, 2000

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of Year	Interest Accrued in Year
October 15, 1991	1997	7%	\$200,000	\$200,000	\$0	\$0.00
TOTAL			\$200,000	\$200,000	\$0	\$0.00



ANNUAL REPORT 2000

**of the
MUNICIPAL
WASTE WATER SYSTEM
of the
CITY OF JAMESTOWN
NEW YORK**

MUNICIPAL SEWER SYSTEM

BALANCE SHEET AS OF DECEMBER 31, 2000-1999

ASSETS

	2000	1999
Fixed Assets:		
Sewer Plant in Service	\$24,893,740.13	\$24,835,778.42
Work in Progress	0.00	0.00
Investments:		
Waste Water Capital Fund	953,364.54	460,654.42
Current and Accrued Assets:		
Cash - Waste Water Operating Fund.	285,030.74	144,593.67
Cash - N.Y.S. Revolving Fund.	566,598.16	1,045,479.70
Cash - Depreciation Res. Fund.	14,439.60	14,439.60
Accounts Receivable - Gen. Customers	345,414.29	343,872.09
Accounts Receivable - Miscellaneous	20,868.21	14,606.07
Prepayments	105,774.55	107,946.56
Deferred Debits	291,026.96	345,686.96
TOTAL ASSETS	<u>\$ 27,476,257.18</u>	<u>\$ 27,313,057.49</u>

LIABILITIES

Long Term Debt:		
Bonds.	\$ 6,027,490.00	\$ 6,590,487.62
Current and Accrued Liabilities:		
Payables to Municipality	7,040.11	10,075.62
Accounts Payable.	33,303.47	22,156.47
Loans Payable	0.00	0.00
Interest Accrued	54,755.12	58,082.05
Wages Accrued	44,657.37	44,657.37
Miscellaneous Accrued Liabilities	419,930.00	383,655.00
Reserves:		
Reserve for Depreciation of Sewer Plant.	8,287,325.49	7,792,032.62
Reserve for Uncollectible Accounts.	24,997.90	129,806.90
Retained Net Income Invested in Utility Plant, Working Capital, Etc..	<u>\$12,576,757.72</u>	<u>\$12,282,103.84</u>
TOTAL LIABILITIES & RETAINED NET INCOME.	<u>\$ 27,476,257.18</u>	<u>\$ 27,313,057.49</u>

MUNICIPAL SEWER SYSTEM

OPERATING REVENUES

For The Year Ending December 31, 2000

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Sewer Rents	12,187	756,003	\$2,323,476.72
Commercial Sewer Rents	918	260,139	714,401.13
Industrial Sewer Rents	108	163,401	340,669.76
Municipal Sewer Rents	40	28,167	71,140.54
Public Authority Sewer Rents	21	7,439	68,073.29
	<u>13,274</u>	<u>1,215,149</u>	<u>\$3,517,761.44</u>
Late Payment Charges			\$ 16,323.60
Merchandise and Jobbing			208,055.55
Interest on Funds Used in Operations			46,761.44
			\$ 271,140.59
TOTAL OTHER SEWER REVENUES			\$3,788,902.03
TOTAL OPERATING REVENUES - SEWER			\$3,788,902.03

TAXES-DIRECT AND TAX EQUIVALENTS

	2000	1999
Town of Poland - Town Tax	\$ 59,387.39	\$ 56,196.23
Town of Poland - School Tax	211,549.51	215,893.47
City of Jamestown - Tax Equivalent Payment	313,464.44	369,635.32
	<u>\$584,401.34</u>	<u>\$641,725.02</u>

MUNICIPAL SEWER SYSTEM

OPERATING REVENUES

For The Year Ending December 31, 2000

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Sewer Rents	12,187	756,003	\$2,323,476.72
Commercial Sewer Rents	918	260,139	714,401.13
Industrial Sewer Rents	108	163,401	340,669.76
Municipal Sewer Rents	40	28,167	71,140.54
Public Authority Sewer Rents	21	7,439	68,073.29
	<hr/>	<hr/>	<hr/>
TOTAL SEWER RENTS	<u>13,274</u>	<u>1,215,149</u>	<u>\$3,517,761.44</u>
Late Payment Charges			\$ 16,323.60
Merchandise and Jobbing			208,055.55
Interest on Funds Used in Operations			<u>46,761.44</u>
TOTAL OTHER SEWER REVENUES			<u>\$ 271,140.59</u>
TOTAL OPERATING REVENUES - SEWER			<u>\$3,788,902.03</u>

TAXES-DIRECT AND TAX EQUIVALENTS

	2000	1999
Town of Poland - Town Tax	\$ 59,387.39	\$ 56,196.23
Town of Poland - School Tax	211,549.51	215,893.47
City of Jamestown - Tax Equivalent Payment	313,464.44	369,635.32
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	<u>\$584,401.34</u>	<u>\$641,725.02</u>

MUNICIPAL SEWER SYSTEM COMPARATIVE STATEMENT

Year	Total Operating Revenues	Net Permanent Improvements and Extensions	Gallons Treated	Operation and Maintenance Cost With Depreciation and Interest	Retained Net Income
1994	3,098,603.59	611,138.27	2,933,278,000	2,878,500.25	11,148,468.78
1995	3,381,449.49	686,736.27	2,363,600,000	3,200,755.47	11,562,840.00
1996	3,541,260.04	109,232.64	3,029,865,000	3,331,408.00	11,594,218.83
1997	3,774,564.83	77,968.79	2,802,451,000	3,332,475.43	12,081,935.23
1998	3,902,115.70	312,875.48	2,346,524,000	3,490,034.22	12,153,496.98
1999	3,815,823.74	342,871.04	2,165,508,000	3,458,275.73	12,282,103.84
2000	3,788,902.03	57,961.71	2,301,082,000	3,519,388.32	12,576,757.72

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Sewer System

DECEMBER 31, 2000

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of Year	Interest Accrued in Year
April 15, 1985 . . .	2007	8.7%	\$ 2,195,000	\$ 1,480,000	\$ 715,000	\$ 64,719.65
May 15, 1986 . . .	2000	7.5%	375,000	375,000	0	227.10
October 15, 1991 .	2004	7%	560,000	374,000	186,000	13,671.00
October 15, 1991.	2013	7%	545,000	220,000	325,000	23,176.70
September 15, 1992	2012	3.75%	5,340,000	1,870,000	3,470,000	119,792.83
July 31, 1994. . . .	2005	7.20%	601,400	340,650	260,750	21,737.00
September 15, 1994	2005	7.75%	65,578	34,838	30,740	2,706.56
November 15, 1994	2012	5.71%	1,388,533	348,533	1,040,000	35,124.00
TOTAL			\$11,070,511	\$5,043,021	\$6,027,490	\$281,154.84