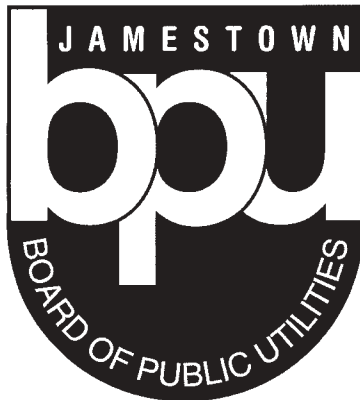


BOARD OF PUBLIC UTILITIES

2003
ANNUAL REPORT

FOR THE YEAR ENDING
December 31, 2003



CITY OF JAMESTOWN, NEW YORK
www.jamestownbpu.com

ANNUAL REPORT 2003

BOARD OF PUBLIC UTILITIES
CITY OF JAMESTOWN
NEW YORK



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JAMESTOWN MUNICIPAL UTILITIES BRIEF HISTORICAL SKETCH

- 1890 - Electric Plant constructed under jurisdiction of City Council.
- 1891 - Street light service established to 140 street lamps.
- 1895 - Plant commenced supplying service to commercial customers.
- 1903 - Waterworks purchased from private interests for \$600,000.
- 1913 - English Hill Reservoir of five million gallon capacity constructed.
- 1923 - Water supply system in Cassadaga Valley placed in operation.
- 1923 - Board of Public Utilities created by Chapter 665, Laws of New York, 1923, to assume control and jurisdiction of municipal utility systems.
- 1923 - Levant Pumping Station and water supply removed from service.
- 1925 - Buffalo Street Reservoir of 1¹/₂ million gallons capacity constructed.
- 1926 - Motor-driven pumps installed in Buffalo Street Pumping Station.
- 1928 - Ornamental street lighting system in central section of City.
- 1931 - Electric system of Niagara, Lockport, and Ontario Power Company acquired by purchase.
- 1933 - Harrison Street and Allen Street Substations completed.
- 1934 - Warehouse and service building for use of electric utility completed.
- 1938 - Power electrical generating capacity increased to 38,500 kilowatts by installation of a 15,000 K.W. turbo-generator.
- 1941 - 3,000 k.v.a. unit type substation installed at 30 Jones & Gifford Ave.
- 1942 - 3,000 k.v.a. unit type substation installed at 254 Harrison St.
- 1947 - Supplemental system of seven well units equipped with individual electrically-driven deep well pumps completed.
- 1948 - Supplementary water well system approved by Water Power and Control Commission.
- 1951 - 20,000 K.W. extension to Steele Street Station, three substations and connecting underground conduit and transmission system in service. 6 m.g.d. turbine-driven pump installed to replace 5 m.g.d. pump at Cassadaga Valley Pumping Station.
- 1954 - Substations at New York Avenue and Dow Street, Falconer, complete with transmission lines to new switchgear at Allen Substation.
- 1956 - Direct current eliminated. Newland Avenue Substation completed. Well No. 8 added to water system.
- 1957 - Harrison Street Substation No. 3 placed in operation. Replaced 6 m.g.d. steam driven pump with 6 m.g.d. electric driven pump and rehabilitated the structure at Buffalo Street Pumping Station.
- 1958 - Two-way radio equipment installed for use of both Divisions.
- 1960 - No. 11 boiler placed in service at the power plant.
- 1961 - 6 m.g.d. electric pump at Cassadaga Pump Station.
- 1962 - Huxley Street and English Street Substations completed.
- 1963 - Fluoridation of City water supply started.
- 1964 - New ornamental street lighting installed in downtown area. 10,000 k.v.a. transformer added to Dow Street Substation.
- 1966 - Five million gallon addition to English Hill Reservoir completed. Carter Street, Falconer, substation completed.
- 1968 - No. 12 boiler and No. 6 turbine generator placed in operation at power plant.
- 1969 - Poland Center well field and Clay Pond Pump Station placed in operation.
- 1970 - Underground conduit system with tie lines - plant to Dow Substation, Blackstone and Washington Substations. 5600 k.v.a. transformer at Blackstone and Washington Substations.
- 1971 - Clifton Avenue Substation installed. 4160 volt conversion started.
- 1972 - PASNY power replaced Niagara Mohawk. Harrison Sub. No. 2 increased to 5,000 k.v.a.
- 1973 - Two new 4 m.g.d. pumps at Cassadaga Pump Station. 5600 k.v.a. transformers installed at Allen, Boatlanding and Newland Substations.
- 1974 - New 16" water mains in East Jamestown for fire protection.
- 1975 - Dow Substation renovation completed. New precipitators for No. 9 and No. 10 boilers.
- 1976 - New precipitators for 11 and 12 boilers. Pressure system created for south central Jamestown by installation of Smith Ave. pump station. A new well at Cassadaga Pump Station.
- 1977 - Supervisory control and data acquisition system purchased. 3 new wells at Cassadaga Pump Station. Initiated sales of water to Lakewood.
- 1978 - Purchases of PASNY power increased from 21,000 K.W. to 56,000 K.W.

- 1979 - Third 15 K.V. tie line, Steele to Dow Substation. Additions to 13.8 K.V. switchgear at Dow, Newland and Regent Substations. Underground system through Stone Quarry. Foote Avenue arterial. P.A.S.N.Y. nuclear power purchased.
- 1980 - 4160 Conversions at Huxley and Newland Substations, added to Clifton and Boat-landing. Delivery of SCADA system. New $1\frac{1}{2}$ m.g.d. receiving tank at Cassadaga Pump Station.
- 1981 - Acquisition of IBM System 1 and 34 computers. Pumps replaced at Buffalo Street pump station.
- 1982 - PASNY withdrew our nuclear power. Increased Niagara Mohawk wheeling rates. Regent Substation converted to 4160 v.
- 1983 - 20 MW turbine generator updated to 25 MW. New fluoride equipment at Cassadaga Pump Station.
- 1984 - Pilot district heating system in service with four customers.
- 1985 - Twelve customers added as District Heating System is extended into Downtown area.
- 1986 - Power Plant life extension with new Westinghouse Instrumentation and Control System installed. PASNY contracts for 39 MW of hydropower thru 2001 signed.
- 1987 - Electronic handheld meter reading system implemented for combined electric and water meter reading. New ash collection system installed at generating station. Continued property renovations.
- 1988 - Combined billing of electric, water and sewer accounts was started in April. 79th Annual Conference of the International District Heating and Cooling Association was held in Jamestown area in June. Replaced IBM System 36 main computer with IBM AS/400 System with new high speed 1400 LPM printer.
- 1989 - Power plant cooling towers rebuilt, coal bunker relined, refurbishment program begun on boilers 9 and 10. NYPA hydro allocation increased to 52 MW in July and 72 MW as of January 1, 1990. MRC becomes a District Heating Customer.
- 1990 - Demand side management programs instituted including NYPA Wattbuster audits. Monthly 100th anniversary celebrations. Retubing complete for Boiler #10. \$4,000,000 coal delivery system bid awarded to ICF Kaiser Engineers.
- 1991 - April Open House and week-long celebration of BPU's 100th Anniversary. New rate request granted effective October 1. Island Park, behind plant, dedicated. Retubing of #9 boiler completed. Steele Street Substation begins operation.
- 1992 - April completion of \$4.5 million coal handling system and storage silo. Water Department signs 20 year contract with Village of Lakewood to supply 100% of its water needs.
- 1993 - Acquisition of Jamestown Plywood Corporation buildings and grounds. Establishment of Central Fuel Depot on Steele Street, for all city vehicles. #6 turbine Generator underwent five year overhaul and inspection. BPU business offices moved to former Monitor Furniture Building at 92 Steele Street. Upgrade of Newland and Regent Substations. Rate case filed in November. Began upgrade of all Forest Avenue water service in conjunction with New York State DOT Project.
- 1994 - Designated responsibility and established BPU Divisions for Wastewater and Solid Waste. Additional councilman appointed to BPU Board. Negotiated new 4-year contract with IBEW for Electric and Water Divisions. Major rate case completed before Public Service Commission. First tax equivalent payment to Jamestown Public Schools. Approved transmission services agreement with Niagara Mohawk providing 100 megawatt transmission capacity into Jamestown system by 1998. Purchased and installed continuous emissions monitoring system for Generating Station to comply with Clean Air Act. Line Department moved into renovated Plywood Warehouse building. First spring cleanup of city in 8 years. Water won Best Tasting Drinking Water in New York State. Marion Panzarella retired from Board after 27 years.
- 1995 - Newton Avenue electric substation reworked. Clifton Avenue electric substation retired. Front Street and Hallock Street water services upgraded. Eight new District Heating customers added. Initial Continuous Emissions Monitoring System installed, then upgraded to meet revised EPA and DEC guidelines.

- 1996 - Announced need to build new substation on west side of franchise territory as well as upgrade Dow Street Substation in 1997. Boilers 9, 10, and 12 received burner modifications to lower NO_x emissions. Modification of boiler 11 to be undertaken in 1997. Replaced all underground and overhead lighting equipment on Cherry St. (31 fixtures) and Pine St. (15 fixtures). Water construction crews installed 4000 trench feet of District Heat to add six new customers. Leachate pilot program with Chautauqua County Landfill treated 700,000 gallons without adverse effects on the operations at the WWTP; applying for permission to continue treatment. WWTP handled and disposed of 900,000 gallons of sludge from the South and Central Chautauqua Lake Sewer District with hopes of developing mutually satisfactory contract to continue process.
- 1997 - A \$2 million upgrade of the Dow Substation to include new underground conduit, 2 new transformers, and a new 15kV switchgear enclosed in a pre-cast concrete building. In conjunction with NYS DOT remake of Second Street and to prepare for a new overhead from Dow to the plant, installed sixty 50-ft. poles from South Dow to Winsor. Water Dept. reworked services on Second Street as well. Wastewater Treatment Plant electric service converted from Niagara Mohawk to BPU for \$100,000 annual savings. Clay Pond converted as well to realize \$60,000 annual savings. BPU electric power marketed to PJM (Pennsylvania/Jersey/Maryland). BPU became natural gas STBA (supplier transmission balancing aggregation).
- 1998 - Construction of office and garage complex on Steele Street to join Monitor and Line Department buildings, including rear parking area heated with cooling tower water. Town of Ellicott border-to-border water/sewer contract approved. Euclid Garden Apartments added as a satellite district heat customer. WDPF power plant boiler control system upgraded. Work begun at Huxley substation to prepare for the addition of primary switchgear. \$4,000,000 radio frequency water and electric meter replacement project approved. Repowering feasibility project suggests addition of \$25,000,000 gas turbine.
- 1999 - \$30,000,000 bond issue for gas turbine and transmission and distribution system upgrade. Parkview Apartments and Agnes Home added as District Heat customers. New BPU logo adopted.
- 2000 - Construction begun to site GE LM 6000 gas turbine and Deltak heat recovery steam generator. Dow Substation and Power Plant distribution system upgrade begun. NYS grants approval received for 50% of four new recycling trucks. Electric, water and wastewater infrastructure installed for development of Mason Industrial Park. Lafayette Street utilities relocated in preparation for twin ice pad construction. Two, 144-strand fiber optic rings installed throughout the city. Wastewater Treatment Plant's certification increased to support receiving and treating 12,000,000 gallons of sewage per day.
- 2001 - One of two new 35,000 volt tie lines completed between the Dow Street Substation and the Carlson Generating Station. The GE LM6000 gas turbine generator was commissioned in November. Plans were made for a central chilled water plant to serve the ice arena and several other downtown businesses.
- 2002 - GE LM 6000 turbine generator operational early March. Niagara Mohawk and NYPA transmission agreement renegotiated with net savings to customers of \$5.1 million. 10-year rate lawsuit against NYPA settled with BPU awarded \$7.5 million. Second 35 kV tieline work continues. District Chilling installed. Geographical Information System (GIS) work begun. Feasibility study begun for new power plant. Revised city sewer and plumbing codes to meet EPA requirements. Water rate increase of 20% decided for 2003, 10% in 2004.
- 2003 - Reached "Global Settlement" with NYPA; signed 12-year (2025) hydro contract extension with NYPA; worked with NY Public Service Commission to develop Economic Development Rates; signed three, one-year wholesale power supply agreements with companies outside BPU franchise territory; #5 Turbine overhauled; removed power plant precipitator PCB transformers. Petitioned the New York State Public Service Commission (PSC) to dispose of National Grid refund for incorrect billing demand, NYPA rate case and ancillary service refunds, and the BPU FAC refund by utilizing funds for improvements to infrastructure and mitigate BPU rate case increase. Water Division extension of services to Busti and West Ellicott customers on Orr St., Whitehill Circle, Orchard Rd. and Park Meadow Drive.

BOARD OF PUBLIC UTILITIES

**CITY OF
JAMESTOWN, NEW YORK**

March 1, 2004

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

Gentlemen and Madam:

The annual reports of the Jamestown municipal electric, water, district heating, solid waste and wastewater utility systems for the year 2003 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 2004.

Respectfully submitted,

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

MICHAEL A. ANDERSON, Business Manager

Jamestown, New York

ANNUAL REPORT

of the

ELECTRIC DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2003**

ELECTRIC DIVISION
CONDENSED BALANCE SHEET DECEMBER 31

	2003	2002
CURRENT ASSETS:		
Cash and Equivalents	\$5,808,263.10	\$5,854,426.78
Accounts Receivable - Customers	1,874,145.97	2,277,585.47
Receivables from Municipality	523,792.35	543,687.03
Material & Supplies on Hand	1,824,048.55	1,908,545.47
Prepayments	465,240.76	405,639.72
Total Current Assets:	<u>10,495,490.73</u>	<u>10,989,884.47</u>
FIXED ASSETS:		
Operating Property - Electric	\$141,770,065.39	140,458,913.03
Work in Progress	247,897.52	1,163,068.55
Non-Operating Property	9,807.96	9,807.96
	<u>\$142,027,770.87</u>	<u>141,631,789.54</u>
Depreciation Res. - Operating Property	<u>(45,422,295.89)</u>	<u>(43,774,241.59)</u>
Total Fixed Assets:	96,605,474.98	97,857,547.95
OTHER ASSETS:		
Notes Receivable	1,215,176.83	1,260,555.46
Deferred Debits	35,533.36	38,232.04
Other Deferred Charges	115,534.23	115,534.23
Regulatory Commission Suspense	584,799.00	639,290.52
Total Other Assets:	<u>1,951,043.42</u>	<u>2,053,612.25</u>
Total Assets	<u>\$109,052,009.13</u>	<u>\$110,901,044.67</u>
CURRENT LIABILITIES:		
Accounts Payable	976,536.45	1,333,146.67
Payables to Municipality	19,980.29	26,572.47
Customers' Deposits	84,242.30	75,893.17
Accrued Payroll	193,194.86	156,789.54
Accrued Interest	329,945.70	368,078.03
Miscellaneous Current Liabilities	0.00	0.00
Total Current Liabilities	<u>1,603,899.60</u>	<u>1,960,479.88</u>
LIABILITIES:		
Bonds Payable		
Accumulated Postretirement Liability	\$34,433,298.50	\$36,214,697.75
Contributions for Extensions	4,816,285.00	4,266,220.52
Misc. Res. - Provision For Rate Refund	199,857.20	199,857.20
Total Liabilities	<u>5,419,685.01</u>	<u>5,033,232.55</u>
	<u>\$44,869,125.71</u>	<u>\$45,714,008.02</u>
Retained Net Income		
Total Equity	<u>62,578,983.82</u>	<u>63,226,556.77</u>
	<u>62,578,983.82</u>	<u>63,226,556.77</u>
Total Liabilities and Equity	<u>\$109,052,009.13</u>	<u>\$110,901,044.67</u>

ELECTRIC DIVISION

OPERATING STATEMENT For The Years Ending December 31

	2003	2002
OPERATING INCOME:		
Operating Revenues-Electric	\$30,498,053.70	\$29,918,216.64
Other Revenues:		
Pole Attachment - Rents	\$11,867.56	\$11,236.61
Interest on Funds - Operations	621.97	5,209.06
Miscellaneous	345,555.89	310,179.27
Proceeds from PASNY/NIMO Settlements	1,934,338.38	2,728,153.00
Total Other Electric Revenues	<u>\$2,292,383.80</u>	<u>\$3,054,777.94</u>
 Total Operating Revenues	 <u>\$32,790,437.50</u>	 <u>\$32,972,994.58</u>
OPERATING EXPENSES:		
Production	\$17,732,345.88	\$18,591,533.74
Transmission & Distribution	2,026,316.78	2,294,545.09
Street Lighting	131,588.61	97,449.41
Consumers' Accounting & Collecting	638,282.26	635,682.87
Sales Expense	(34,049.07)	(19,989.70)
Administrative and General	2,981,273.72	2,169,450.90
Depreciation	4,034,951.09	3,768,727.30
Taxes on Property Outside the City	398,350.35	231,569.65
Uncollectible Revenues	72,000.00	72,000.00
Tax Equivalent Payment to City	1,796,782.99	1,698,368.62
Tax Equivalent Payment to School Board	<u>1,225,152.12</u>	<u>1,143,290.27</u>
Total Operating Expenses	\$31,002,994.73	\$30,682,628.15
 NET ELECTRIC OPERATING INCOME	 <u>\$ 1,787,442.77</u>	 <u>\$ 2,290,366.43</u>
OTHER INCOME:		
Non-operating Rents	\$ 0.00	\$ 0.00
Interest	<u>90,101.60</u>	<u>66,256.80</u>
Total Other Income	\$ 90,101.60	\$ 66,256.80
 GROSS INCOME:	 <u>\$ 1,877,544.37</u>	 <u>\$ 2,356,623.23</u>
INCOME DEDUCTIONS:		
Interest on Long Term Debt	1,929,894.69	2,066,771.24
Other Income Deductions	<u>73,527.42</u>	<u>4,061.75</u>
Total Income Deductions	\$ 2,003,422.11	\$ 2,070,832.99
 NET INCOME:	 <u>(\$125,877.74)</u>	 <u>\$ 285,790.24</u>
STATEMENT OF RETAINED NET INCOME		
Balance - January 1, 2003		\$63,226,556.77
Add:		
Net Income - 2003	(125,877.74)	
Miscellaneous Credits to Surplus	0.00	(125,877.74)
Less:		
Accumulated Postretirement Liability	292,056.00	
Miscellaneous Contributions to City	15,971.38	
Prior Period Expenditures	197,667.80	
Uncollectible Merchandise & Jobbing	16,000.03	521,695.21
 Balance - December 31, 2003		 <u><u>\$62,578,983.82</u></u>

ELECTRIC DIVISION
OPERATING REVENUES
For The Years Ending December 31

	2003		2002	
	K.W.H. Sold	Revenue*	K.W.H. Sold	Revenue*
Residential Sales	157,894,140	\$ 7,218,515.84	153,552,907	\$ 7,045,178.07
Commercial Sales	149,049,330	7,234,128.10	146,120,723	6,978,691.17
Industrial Sales	177,705,907	6,704,215.53	179,566,541	6,553,079.62
Public Street Lighting — Jamestown	3,841,257	246,129.35	3,852,065	230,870.82
Public Street Lighting — Other	1,245,372	67,825.59	1,256,647	67,265.10
Other Sales to City of Jamestown	20,512,697	906,194.87	22,124,485	902,067.60
Sales to Other Public Authorities	19,042,724	828,789.81	17,141,651	767,418.93
Sales of Expansion Power	18,083,940	351,915.82	18,378,920	372,647.97
Sales to Other Distributors	134,021,700	6,874,265.77	159,452,000	6,937,176.02
Forfeited Discounts		66,073.02		63,821.34
TOTAL	<u>681,397,067</u>	<u>\$30,498,053.70</u>	<u>701,445,939</u>	<u>\$29,918,216.64</u>
* Fuel Adjustment Charge Included in Revenues		\$ 5,085,017.41		\$ 4,816,860.47

MISCELLANEOUS ELECTRIC REVENUES

	2003	2002
Pole Attachment Revenues	11,867.56	11,236.61
Interest on Funds - Operations	621.97	5,209.06
Miscellaneous Electric Revenue-Steam	239,845.42	242,247.05
Meter Reconnection Charges	37,849.58	25,472.40
Temporary Service Charges	7,204.89	6,876.82
Proceeds from PASNY/NIMO Settlements	1,934,338.38	2,728,153.00
Other Miscellaneous Revenues	60,656.00	35,583.00
TOTAL	<u>\$2,292,383.80</u>	<u>\$3,054,777.94</u>

TAXES-DIRECT AND TAX EQUIVALENTS

	2003	2002
Town of Ellicott-State and County Tax	\$ 122,332.85	\$ 62,174.51
Town of Ellicott-School Tax	281,997.04	178,930.21
Villages of Celoron and Falconer-Village Tax	57,612.97	28,671.34
City of Jamestown-Contributions in Lieu of Taxes	1,796,782.99	1,698,368.62
Jstn School Board-Contributions in Lieu of Taxes	1,225,152.12	1,143,290.27
TOTAL - Operating Expense Charges	<u>\$3,483,877.97</u>	<u>\$3,111,434.95</u>
Town of Busti - State and County Tax	\$ 42.22	\$ 36.62
Town of Busti - School Tax	59.95	52.36
TOTAL - Non-Operating Taxes	<u>\$ 102.17</u>	<u>\$ 88.98</u>
TOTAL - All Taxes	<u>\$3,483,980.14</u>	<u>\$3,111,523.93</u>

ELECTRIC DIVISION 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	1,110,665.15	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	8,044,669.56	661,424,100	29.77	12,639,238.50	18,346,809.03
1990	18,797,039.71	8,528,645.13	688,939,278	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	383,237.88	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	3,326,656.71	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
2001	27,489,741.88	9,044,869.17	602,533,243	36.52	24,916,459.02	63,162,295.03
2002	32,972,994.58	5,181,081.02	723,022,959	39.36	32,753,461.14	63,226,556.77
2003	32,790,437.50	395,981.33	736,146,213	35.32	33,006,416.84	62,578,983.82

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 the Year
June 1, 1891	1901		\$30,000	\$ 30,000		
Dec. 1, 1893	1903	4%				
June 1, 1901	1931	4%	32,000	32,000		
Dec. 17, 1903	1932	4%	30,000	30,000		
June 1, 1913	1933	4%	32,000	32,000		
May 1, 1920	1945	4.6%	40,000	40,000		
Aug. 1, 1950	1970	5.5%	250,000	250,000		
May 1, 1970	1990	1.6%	2,300,000	2,300,000		
Nov. 1, 1970	1990	5.9%	2,500,000	2,500,000		
June 1, 1977	1987	5.7%	2,000,000	2,000,000		
April 15, 1985	2000	5.1%	1,100,000	1,100,000	0	-
March 27, 1991	1992	8.668%	4,000,000	4,000,000	0	-
September 4, 1991	1992	6.04%	9,900,000	9,900,000	0	-
October 15, 1991	2016	6.10%	4,850,000	4,850,000	7,648,500	551,957
September 15, 1994	2005	7.00%	14,750,000	7,101,500	79,799	9,316
May 15, 1999	2019	7.75%	425,592	345,794	25,775,000	1,310,797
May 15, 2000	2019	4.99%	29,000,000	3,225,000	930,000	57,825
		6.10%	1,000,000	70,000		
TOTAL			\$72,239,592	\$37,806,294	\$34,433,299	\$1,929,895

DECEMBER 31, 2003

ELECTRIC DIVISION

PRODUCTION STATISTICS

For the Year Ending December 31, 2003

Station Output and Costs:

Maximum System Demand - March 11, 2003, 10:00 am	158,010
Cost of Generation including Power Plant Depreciation	\$ 13,463,303.72
Cost of Electricity Purchased	6,416,808.41
Purchased Electricity Expense	<u>0.00</u>
Total Production Cost	<u><u>\$19,880,112.13</u></u>

Fuel Consumed:

Kind of Fuel-Bituminous Coal	
Quantity Used for Generation (tons)	109,594
Cost of Coal Consumed	\$3,870,457.52
Average Cost per Ton Consumed	35.32
Pounds of Coal per Kilowatt Hour (Gross Generation)	0.9739
Kind of Fuel-Natural Gas	
Quantity Used for Generation - Dths	290,205.0000
Cost of Gas Delivered and Consumed	\$2,457,687.90
Average Cost per Dth (decatherm) Consumed	8.47
Units of Gas per Kilowatt Hour (Gross Generation)	9,043

Summary of Production and Sales:

K.W.H. Generated by Coal	225,071,978
K.W.H. Generated by Gas	32,093,235
K.W.H. Purchased	460,604,000
K.W.H. Purchased - Expansion Power	18,377,000
K.W.H. Generated and Purchased	736,146,213
Less: K.W.H. All Station Uses	23,007,885
Lost in Transmission - Purchased Power	<u>5,085,473</u>
K.W.H Available for Distribution	<u><u>708,052,855</u></u>

Customers

End of Year

K.W.H.

Disposal of Energy:

Residential Service	16,787	157,894,140
Commercial Service	2,506	149,049,330
Industrial Service	133	177,705,907
Street Lighting - Other Municipalities	5	1,245,372
Other Sales to Other Public Authorities	107	19,042,724
Sales to Other Distributors	7	134,021,700
Sales of Expansion Power	2	18,083,940
Used by City of Jamestown:		
Municipal Street Lighting	1	3,841,257
Other Municipal Purposes	105	20,512,697
Within Electric Department		1,413,954

Total Supplied and Used	19,653	682,811,021
Lost and Unaccounted For		<u>25,241,834</u>
Total to Balance		<u><u>708,052,855</u></u>

Per Cent of Lost and Unaccounted For	4.40%
2003 Average Units Used per Residential Customer	9,406
2003 Average Annual Residential Bill	\$383.31
2003 Residential Revenue per K.W.H.	0.0457
Population of Localities Served - 2000 Federal Census	41,010

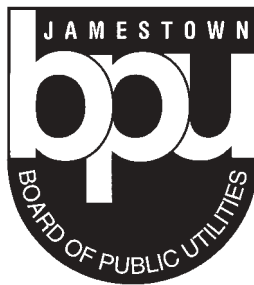
ANNUAL REPORT

of the

WATER DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2003**

WATER DIVISION
CONDENSED BALANCE SHEET DECEMBER 31

	2003	2002
CURRENT ASSETS:		
Cash and Equivalents	\$ 53,088.57	(146,289.68)
Accounts Receivable - Customers	222,803.44	177,404.06
Receivables from Municipality	135,686.88	185,639.73
Accounts Receivable - Misc.	159,322.30	182,422.53
Material & Supplies on Hand	147,456.34	182,261.14
Prepayments	43,805.30	7,678.50
Total Current Assets:	<u>762,162.83</u>	<u>589,116.28</u>
FIXED ASSETS:		
Operating Property - Water	27,843,056.62	27,280,964.31
Work in Progress	342,003.11	159,355.30
Other Physical Prop. - Non.Op. Land	3,847.05	3,847.05
	<u>28,188,906.78</u>	<u>27,444,166.66</u>
Depreciation Reserve	(11,433,796.74)	(10,414,030.56)
Total Fixed Assets:	<u>16,755,110.04</u>	<u>17,030,136.10</u>
OTHER ASSETS:		
Loans Receivable - District Heating	1,921,283.38	1,859,695.96
Other Deferred Debits	144,531.21	159,484.18
Total Other Assets:	<u>2,065,814.59</u>	<u>2,019,180.14</u>
Total Assets	<u>\$19,583,087.46</u>	<u>\$19,638,432.52</u>
CURRENT LIABILITIES:		
Accounts Payable	70,062.08	42,686.37
Payables to Municipality	17,324.19	27,139.44
Customers' Deposits	(175.39)	0.00
Accrued Payroll	44,763.58	40,750.01
Accrued Interest	0.00	0.00
Total Current Liabilities	<u>131,974.49</u>	<u>110,575.82</u>
OTHER LIABILITIES:		
	0.00	0.00
Bonds Payable	1,075,042.11	939,562.26
Accumulated Postretirement Liability	59,352.53	13,248.06
Other Accrued Liabilities	0.00	0.00
Contributions in Aid of Construction	0.00	0.00
Deferred Credits	1,134,394.64	952,810.32
Total Other Liabilities	<u>18,316,718.36</u>	<u>18,575,046.38</u>
Retained Net Income	18,316,718.36	18,575,046.38
Total Equity	<u>\$19,583,087.46</u>	<u>\$19,638,432.52</u>
Total Liabilities and Equity		

WATER DIVISION
OPERATING STATEMENT
For The Years Ending December 31

	2003	2002
OPERATING REVENUES:		
Sale of Water	\$3,524,353.10	\$3,011,217.96
Other Water Revenues	294,759.68	467,323.48
TOTAL OPERATING REVENUES	\$3,819,112.78	\$3,478,541.44
OPERATION AND MAINTENANCE:		
Source of Supply Expense	\$ 81,039.59	\$ 79,317.72
Power & Pumping Expense	458,311.82	410,896.32
Transmission & Distribution Expenses	845,443.73	793,819.21
Customers' Accounting & Collecting Expenses	344,015.86	309,387.97
Administrative & General Expense	559,941.31	450,169.34
Depreciation	1,044,185.21	956,153.99
Operating Taxes - Outside City	41,832.50	49,567.36
Tax Equivalent Payment to City	649,851.89	565,539.92
Contribution to Municipality	0.00	0.00
TOTAL OPERATION AND MAINTENANCE:	\$4,024,621.91	\$3,614,851.83
NET OPERATING INCOME:	(\$ 205,509.13)	(\$ 136,310.39)
OTHER INCOME:		
Interest on Investments	952.92	6,170.84
TOTAL OTHER INCOME	\$ 952.92	\$ 6,170.84
GROSS INCOME	(\$ 204,556.21)	(\$ 130,139.55)
INCOME DEDUCTIONS:		
Interest on Long Term Debt	\$ 0.00	\$ 0.00
TOTAL INCOME DEDUCTIONS	\$ 0.00	\$ 0.00
NET INCOME	(\$ 204,556.21)	(\$ 130,139.55)

STATEMENT OF RETAINED NET INCOME

Balance - January 1, 2003		\$18,575,046.38
Add:		
Net Income - 2003	(\$ 204,556.21)	
Miscellaneous Credits to Surplus	17,954.20	
Payments on Uncollectible Water Bills (net)	39.99	(186,562.02)
Deduct:		
Miscellaneous Debits		
Accumulated Postretirement Liability		71,766.00
Balance - December 31, 2003		\$18,316,718.36

WATER DIVISION

OPERATING REVENUES

For The Year Ending December 31

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Metered Sales	13,342	835,463	\$2,133,728.36
Commercial Metered Sales	990	270,880	616,371.95
Industrial Metered Sales	119	121,299	257,422.98
Private Fire Protection - Metered	173	7,971	116,832.48
Private Fire Protection - Unmetered	10		2,291.16
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	32	8,812	9,363.43
Sales to Operating Municipality	49	27,506	32,974.34
Sales to Other Water Utilities	1	162,108	355,368.40
TOTAL SALES OF WATER	14,716	1,434,039	\$ 3,524,353.10
Rent from Water Property			\$ 1,900.00
Late Payment Charges			12,198.75
Servicing of Customers' Installations			0.00
Merchandise and Jobbing			158,304.61
Interest on Funds Used in Operations			104,893.89
Service Reconnection Charges			17,443.91
Meter Repair Charges			18.52
TOTAL OTHER REVENUES			\$ 294,759.68
TOTAL OPERATING REVENUES			\$3,819,112.78

TAXES-DIRECT AND TAX EQUIVALENTS

	2003	2002
Town of Ellicott-State, County and Town Tax	\$ 10,501.03	\$ 9,186.60
Town of Ellicott-School Tax	14,289.94	13,660.57
Town of Poland-State, County and Town Tax	5,494.42	5,556.94
Town of Poland-School Tax	11,831.53	11,684.90
Villages of Celoron and Falconer-Village Tax	0.00	0.00
City of Jamestown - Contributions in Lieu of Taxes	649,851.89	565,539.92
Contribution to Municipality	0.00	0.00
	\$ 691,968.81	\$ 605,628.93

WATER DIVISION 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	2,061,521,000	3,146,559.24	18,319,218.12
2000	3,575,833.37	1,445,266.94	2,060,859,000	3,263,892.92	18,648,289.99
2001	3,488,793.90	1,475,095.42	2,036,411,000	3,401,602.08	18,715,481.69
2002	3,478,541.44	1,128,326.49	1,946,844,000	3,614,851.83	18,575,046.38
2003	3,819,112.78	744,740.12	1,939,995,000	4,024,621.91	18,316,718.36

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 Expense for the 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

DECEMBER 31, 2003

WATER DIVISION
SUMMARY OF STATISTICS
For The Year Ending December 31

	2003	2002
POPULATION SUPPLIED:		
Based on 2000 Federal Census Figures	44,268	44,268
PUMPAGE FOR YEAR - GALLONS:		
From Cassadaga Station	1,416,176,000	1,506,040,000
From Clay Pond Station	523,819,000	440,804,000
Total Pumpage for Year - Gallons	1,939,995,000	1,946,844,000
Maximum Daily Consumption	6,671,000	8,013,000
Average Daily Pumpage - Gallons	5,315,055	5,333,819
Gallons per Day to Each Inhabitant on Total Pumpage	120.1	120.5
Average Gallons Used per Residential Customer	62,620	64,401
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	14,362	14,400
Hydrants in Service - End of Year	1,366	1,339
Meters in Service - End of Year	14,988	15,036
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	157.86
Miles W.I., Ductile, Copper and Transite Mains in Service - End of Year	33.94	33.46

WATER SALES (100 cuft)

Date	2003			2002			2001		
	Jamestown	Outside	Total	Jamestown	Outside	Total	Jamestown	Outside	Total
Residential Sales	921,943	194,986	1,116,929	940,048	200,136	1,140,184	933,906	186,181	1,120,087
	\$ 1,628,233	\$ 505,495	\$ 2,133,728	\$ 1,386,817	\$ 420,027	\$ 1,806,844	\$ 1,382,912	\$ 423,421	\$ 1,806,333
Commercial Sales	280,244	81,895	362,139	297,246	82,722	379,968	295,278	79,917	375,195
	\$ 415,003	\$ 201,368	\$ 616,371	\$ 357,170	\$ 158,419	\$ 515,589	\$ 366,619	\$ 168,814	\$ 535,433
Industrial Sales	72,621	89,543	162,164	81,036	87,849	168,885	132,546	99,888	232,434
	\$ 85,613	\$ 171,809	\$ 257,422	\$ 94,740	\$ 167,358	\$ 262,098	\$ 151,061	\$ 193,274	\$ 344,335
Others Sales	53,113	223,828	276,941	44,471	222,934	267,405	40,887	232,897	273,784
	\$ 111,250	\$ 418,257	\$ 529,507	\$ 97,662	\$ 329,025	\$ 426,687	\$ 94,100	\$ 340,416	\$ 434,516
Total Metered	1,327,921	590,252	1,918,173	1,362,801	593,641	1,956,442	1,402,617	598,883	2,001,500
Total Sales	\$ 2,240,099	\$ 1,296,929	\$ 3,537,028	\$ 1,936,389	\$ 1,074,829	\$ 3,011,218	\$ 1,994,692	\$ 1,125,925	\$ 3,120,617
Residential Customers	(10895)		13342	(10870)		13243	(10784)		13088
% Total of Customer			91%			90%			90%
% Total of Used			58%			58%			56%
% Total of Sales			60%			60%			58%
Commercial Customers	(738)		988	(769)		1019	(775)		1019
% Total of Customer			7%			7%			7%
% Total of Used			19%			19%			19%
% Total of Sales			17%			17%			17%
Industrial Customers	(77)		119	(79)		119	(82)		124
% Total of Customer			1%			1%			1%
% Total of Used			8%			9%			12%
% Total of Sales			7%			9%			11%
Others	(189)		268	(188)		266	(183)		259
% Total of Customer			2%			2%			2%
% Total of Used			14%			14%			14%
% Total of Sales			15%			14%			14%
TOTAL	(11899)		14717	(11906)		14647	(11824)		14490
() Indicates Jamestown Only									

ANNUAL REPORT

of the

DISTRICT HEATING DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2003**

DISTRICT HEATING DIVISION

CONDENSED BALANCE SHEET DECEMBER 31

	2003	2002
CURRENT ASSETS:	(199,853.42)	(159,712.67)
Cash and Equivalents	180,220.85	177,886.08
Accounts Receivable - Gen. Customers	40,032.70	35,507.12
Receivables from Municipality	<u>994.56</u>	<u>562.94</u>
Inventory	21,394.69	54,243.47
Total Current Assets:		
FIXED ASSETS:		
Operating Property	7,385,949.44	7,090,932.03
Work in Progress	0.00	0.00
Depreciation Reserve	<u>(3,202,632.33)</u>	<u>(2,909,995.65)</u>
Total Fixed Assets:	4,183,317.11	4,180,927.38
OTHER ASSETS:		
Unamortized Bond Issue Costs	<u>3,247.50</u>	<u>4,474.98</u>
Total Other Assets:	3,247.50	4,474.98
Total Assets	<u>4,207,959.30</u>	<u>4,239,645.83</u>
CURRENT LIABILITIES:		
Accounts Payable	0.00	0.00
Payables to Municipality	44,494.45	41,864.36
Accrued Interest	<u>6,140.39</u>	<u>8,922.55</u>
Total Current Liabilities	50,634.84	50,786.91
OTHER LIABILITIES:		
Bonds Payable	1,650,000.00	1,900,000.00
Loan Payable to Water Division	<u>1,921,283.38</u>	<u>1,859,695.96</u>
Total Other Liabilities	3,571,283.38	3,759,695.96
Retained Net Income	<u>\$586,041.08</u>	<u>429,162.96</u>
Total Equity	586,041.08	429,162.96
Total Liabilities and Equity	<u>4,207,959.30</u>	<u>4,239,645.83</u>

DISTRICT HEATING DIVISION

OPERATING STATEMENT For The Years Ending December 31

	2003	2002
OPERATING INCOME:		
Operating Revenues		
Sales of Hot Water	\$1,226,081.38	\$1,097,196.18
Sales of Cold Water	\$34,617.17	-
Other Operating Revenues	-	-
Interest on funds used in operations	-	67.82
Total Operating Revenues	<u>\$1,260,698.55</u>	<u>\$1,097,264.00</u>
OPERATING EXPENSES:		
Heat Purchased from Electric Division	\$331,817.52	\$258,034.14
Misc. Station Expense-Electricity	48,000.00	48,000.00
Rep. & Maint.-Distrib. Piping System	29,467.01	35,757.49
Administrative & General Expense	109,720.62	127,275.58
Uncollected Expense	0.00	0.00
Depreciation Expense	292,636.68	228,577.20
Amortization Expense	1,227.48	1,227.48
Tax Equivalent Payment-City	104,257.43	89,606.72
Total Operating Expenses	<u>\$917,126.74</u>	<u>\$788,478.61</u>
NET DISTRICT HEATING OPERATING INCOME	\$343,571.81	\$308,785.39
OTHER INCOME:		
Interest on Capital Fund Investment	308.91	8,445.55
Interest on Operating Fund Investment	0.00	0.00
Total Other Income	<u>\$ 308.91</u>	<u>\$ 8,445.55</u>
GROSS INCOME	<u>\$343,880.72</u>	<u>\$317,230.94</u>
INCOME DEDUCTIONS:		
Interest Accrued on Bonds	82,642.84	81,482.49
Interest Accrued on Loan	104,359.76	89,167.54
Total Income Deductions	<u>\$187,002.60</u>	<u>\$170,650.03</u>
NET INCOME (Loss)*	<u><u>\$156,878.12</u></u>	<u><u>\$146,580.91</u></u>

DISTRICT HEATING DIVISION 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
2001	1,006,215.26	58,111.18	140,858.77	903,504.49	288,590.12
2002	1,105,709.55	1,337,753.22	146,627.88	959,128.64	429,162.96
2003	1,261,007.46	295,026.41	144,428.47	1,104,129.34	586,041.08

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	DECEMBER 31, 2003	
					Outstanding End of Year	Interest Expense for the Year
July 15, 1986	2006	7.5%	\$ 4,522,000	\$3,772,000	\$750,000	\$62,843
February 28, 2002	2003	2.20%	900,000	-	900,000	-

ANNUAL REPORT

of the

SOLID WASTE DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2003**

SOLID WASTE DIVISION
BALANCE SHEET AS OF DECEMBER 31

	2003	2002
CURRENT ASSETS:		
Cash and Equivalents	104,101.90	162,850.57
Accounts Receivable - Customers	141,916.25	135,581.66
Accounts Receivable - Misc.	6,384.10	12,460.94
Total Current Assets:	<u>252,402.25</u>	<u>310,893.17</u>
FIXED ASSETS:		
Operating Property	899,059.74	716,601.06
Work in Progress	0.00	0.00
Reserve for Depreciation	444,272.00	432,272.00
Total Fixed Assets:	<u>454,787.74</u>	<u>278,329.06</u>
OTHER ASSETS:		
Deferred Debits	68,419.46	46,837.93
Total Other Assets:	<u>68,419.46</u>	<u>46,837.93</u>
Total Assets	<u>775,609.45</u>	<u>636,060.19</u>
CURRENT LIABILITIES:		
Accounts Payable	27,438.94	23,984.48
Payables to Municipality	15,699.98	2,769.28
Accrued Payroll	12,227.76	12,227.76
Total Current Liabilities	<u>55,366.68</u>	<u>38,981.52</u>
OTHER LIABILITIES:		
Bonds Payable	0.00	0.00
Accrued Interest	0.00	0.00
Miscellaneous Accrued Liabilities	417,463.46	462,873.93
Total Other Liabilities	<u>417,463.46</u>	<u>462,873.93</u>
Retained Net Income	<u>\$302,779.31</u>	<u>134,204.71</u>
Total Equity	302,779.31	134,204.71
Total Liabilities and Equity	<u>\$1,223,077.84</u>	<u>\$636,060.16</u>

SOLID WASTE DIVISION
OPERATING STATEMENT
For The Years Ending December

	2003	2002
OPERATING REVENUES:		
Residential	\$1,354,985.38	\$1,349,568.53
Commercial	131,439.42	131,673.50
Interdepartmental	5,814.00	5,814.00
Other Revenues	84,029.60	82,275.10
Late Payment Charges	8,098.10	8,863.58
Interest Income	1,091.89	1,363.76
	TOTAL OPERATING REVENUES	\$1,579,558.47
OPERATION AND MAINTENANCE		
Payroll	\$462,980.85	\$475,601.12
Contractual Services	174,661.68	160,613.59
Landfill Tipping Fees	251,798.01	217,833.89
Repair & Maintenance	132,623.82	139,691.04
Administrative & General Expense	281,266.49	324,408.88
Depreciation Expense	6,000.00	6,000.00
Contribution to Municipality	139,915.94	138,195.72
	TOTAL OPERATION & MAINTENANCE	1,462,344.24
	NET OPERATING INCOME	\$ 117,214.23
	\$ 136,211.60	\$ 117,214.23
NON OPERATING ITEMS:		
Interest on Bonds	\$ 0.00	\$ 0.00
Interest on Loans	0.00	0.00
	TOTAL NON-OPERATING ITEMS	0.00
	NET INCOME*	\$ 117,214.23
	\$ 136,211.60	\$ 117,214.23

**SOLID WASTE DIVISION
OPERATING REVENUES
For The Year Ending December 31**

	Number of Customers	Revenue
Residential Customers	12,149	\$1,354,985.38
Commercial Customers	434	131,439.42
Interdepartmental Customers	2	5,814.00
TOTAL SOLID WASTE COLLECTION	12,585	\$1,492,238.80
Other Revenues		84,029.60
Late Payment Charges		8,098.10
Interest on Funds Used in Operations		1,091.89
TOTAL OTHER REVENUES		\$ 93,219.59
TOTAL OPERATING REVENUES - SOLID WASTE		\$1,585,458.39

TAXES - DIRECT AND TAX EQUIVALENTS

	2003	2002
City of Jamestown - Tax Equivalent Payment	139,915.94	138,195.72
	\$139,915.94	\$138,195.72

**SOLID WASTE DIVISION
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	\$1,481,279.67	145,917.09
2001	1,420,948.06	0.00	10,020.6	\$1,462,344.24	134,204.71
2002	1,579,558.47	11,138.51	10,255.5	\$1,462,344.24	134,204.71
2003	1,585,458.39	182,458.68	10,845.9	\$1,449,246.79	302,779.31

**BONDED INDEBTEDNESS
General City Bonds Issued for Purposes of the Sewer System**

DECEMBER 31, 2003

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

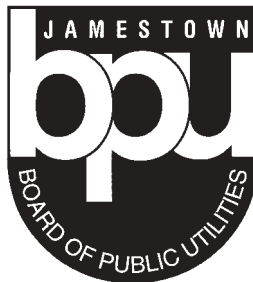
ANNUAL REPORT

of the

WASTEWATER DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2003**

WASTEWATER DIVISION

BALANCE SHEET AS OF DECEMBER 31

	2003	2002
Fixed Assets:		
Sewer Plant in Service	\$26,051,817.91	\$25,688,131.88
Work in Progress	0.00	0.00
Investments:		
Waste Water Capital Fund	1,354,991.38	1,334,996.92
Current and Accrued Assets:	321,260.31	112,544.05
Cash - Waste Water Operating Fund	0.00	248,281.62
Cash - N.Y.S. Revolving Fund	0.00	16,619.25
Cash - Depreciation Res. Fund	335,641.22	323,876.60
Accounts Receivable - Gen. Customers	41,407.36	48,749.25
Accounts Receivable - Miscellaneous	116,234.75	113,469.07
Prepayments	131,732.97	185,344.96
Deferred Debits		
TOTAL ASSETS	<u>\$28,353,085.90</u>	<u>\$28,072,013.60</u>
Long Term Debt:		
Bonds	\$4,030,096.18	\$4,882,894.12
Current and Accrued Liabilities:		
Payables to Municipality	14,060.07	22,245.46
Accounts Payable	23,315.02	5,064.84
Loans Payable	0.00	0.00
Interest Accrued	43,977.73	45,141.30
Wages Accrued	44,657.37	44,657.37
Miscellaneous Accrued Liabilities	661,181.99	503,581.00
Reserves:		
Reserve for Depreciation of Sewer Plant	9,840,926.92	9,327,164.32
Reserve for Uncollectible Accounts	24,954.33	24,982.92
Retained Net Income Invested in Utility Plant, Working Capital, Etc.	<u>\$13,669,916.29</u>	<u>\$13,216,282.27</u>
TOTAL LIABILITIES & RETAINED NET INCOME	<u>\$28,353,085.90</u>	<u>\$28,072,013.60</u>

WASTEWATER DIVISION
OPERATING STATEMENT
For The Years Ending December

	2003	2002
OPERATING REVENUES:		
Sewer Rents	\$3,748,808.11	\$3,865,171.88
Other Sewer Revenues	414,865.41	368,835.62
	<u>\$4,163,673.52</u>	<u>\$4,234,007.50</u>
 OPERATION AND MAINTENANCE:		
Payroll	\$981,747.65	\$965,321.19
Contractual Services	538,252.23	496,389.11
Repair & Maintenance	190,584.23	308,299.00
Administrative & General Expense	602,038.82	481,996.41
Depreciation Expense	513,762.60	502,579.92
Amortization Expense	48,649.92	48,649.92
Property Taxes Outside of City	286,365.29	290,803.23
Tax Equivalent Payment - City	370,998.50	375,304.77
	<u>3,532,399.24</u>	<u>3,469,343.55</u>
TOTAL OPERATION & MAINTENANCE		
	<u>3,532,399.24</u>	<u>3,469,343.55</u>
NET OPERATING INCOME	<u>\$631,274.28</u>	<u>\$764,663.95</u>
 NON-OPERATING ITEMS:		
Interest on Bonds	\$140,468.35	\$259,313.63
Interest on Loans	0.00	0.00
	<u>140,468.35</u>	<u>259,313.63</u>
TOTAL NON-OPERATING ITEMS		
	<u>140,468.35</u>	<u>259,313.63</u>
NET INCOME*	<u>\$490,805.93</u>	<u>\$505,350.32</u>
 * Net Income to offset Bond Principal Payment	\$589,798.00	\$579,798.00

WASTEWATER DIVISION

OPERATING REVENUES For The Year Ending December 31

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Sewer Rents	12,013	751,470	\$2,641,048.01
Commercial Sewer Rents	851	234,328	762,873.59
Industrial Sewer Rents	95	65,350	232,390.66
Municipal Sewer Rents	40	24,246	73,067.00
Public Authority Sewer Rents	23	7,852	39,428.85
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TOTAL SEWER RENTS	13,023	1,083,246	\$3,748,808.11
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Late Payment Charges			\$ 16,495.52
Merchandise and Jobbing			377,983.02
Interest on Funds Used in Operations			20,386.87
			<hr/>
TOTAL OTHER SEWER REVENUES			\$ 414,865.41
			<hr/>
TOTAL OPERATING REVENUES - SEWER			\$4,163,673.52
			<hr/> <hr/>

TAXES-DIRECT AND TAX EQUIVALENTS

	2003	2002
Town of Poland - Town Tax	\$ 56,661.10	\$ 58,959.51
Town of Poland - School Tax	232,469.87	226,938.56
City of Jamestown - Tax Equivalent Payment	370,998.50	375,304.77
	<hr/>	<hr/>
	\$660,129.47	\$661,202.84
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**WASTEWATER DIVISION
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
2001	3,808,468.80	363,469.97	2,150,306,000	3,565,162.25	13,216,282.27
2002	4,234,007.50	430,921.78	2,550,100,000	3,728,657.18	13,190,148.30
2003	4,163,673.52	363,686.03	2,682,537,000	3,672,867.59	13,669,916.29

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Sewer System				DECEMBER 31, 2003		
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	\$1,800,000	\$ 395,000	\$ 37,178.19
May 15, 1986	2000	7.5%	375,000	375,000	0	0.00
October 15, 1991	2004	7%	560,000	513,500	46,500	6,510.00
October 15, 1991	2013	7%	545,000	295,000	250,000	17,953.10
September 15, 1992	2012	3.75%	5,340,000	2,928,000	2,412,000	61,809.97
July 31, 1994	2005	7.20%	601,400	497,100	104,300	11,264.00
September 15, 1994	2005	7.75%	65,578	53,282	12,296	1,435.54
November 15, 1994	2012	5.71%	1,388,533	578,533	810,000	4,714.91
TOTAL			\$11,070,511	\$7,040,415	\$4,030,096	\$140,865.71