

ANNUAL REPORT 2004

BOARD OF PUBLIC UTILITIES
CITY OF JAMESTOWN
NEW YORK



Board Membership - December 31, 2004

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General Manager

Michael A. Anderson
Business Manager

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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.

2004 - BPU takes lead agency status for proposed \$145,000,000 circulating fluidized bed power plant to be built on site of offices and garages at 92 Steele Street. BPU filed 30.3% electric rate increase request with NYS Public Service Commission on 11/23/04. Electric and water meter replacement program completed. BPU begins operation of Lakewood water system.

BOARD OF PUBLIC UTILITIES

**CITY OF
JAMESTOWN, NEW YORK**

March 1, 2005

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 2004 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 2005.

Respectfully submitted,

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

MICHAEL A. ANDERSON, Business Manager

Jamestown, New York

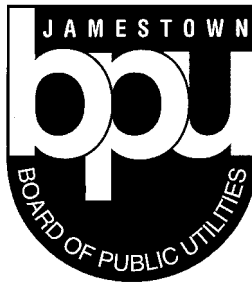
ANNUAL REPORT

of the

ELECTRIC DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2004**

ELECTRIC DIVISION
CONDENSED BALANCE SHEET DECEMBER 31

	2004	2003
CURRENT ASSETS:		
Cash and Equivalents	\$2,199,639.43	\$5,808,263.10
Accounts Receivable - Customers	2,473,173.56	1,874,145.97
Receivables from Municipality	615,415.99	523,792.35
Material & Supplies on Hand	1,492,111.69	1,824,048.55
Prepayments	<u>426,294.89</u>	<u>465,240.76</u>
Total Current Assets:	7,206,635.56	10,495,490.73
FIXED ASSETS:		
Operating Property - Electric	\$142,667,045.77	\$141,770,065.39
Work in Progress	1,424,410.18	247,897.52
Non-Operating Property	<u>9,807.96</u>	<u>9,807.96</u>
	\$144,101,263.91	\$142,027,770.87
Depreciation Res. - Operating Property	<u>(48,477,607.63)</u>	<u>(45,442,295.89)</u>
Total Fixed Assets:	95,623,656.28	96,605,474.98
OTHER ASSETS:		
Notes Receivable	1,167,949.41	1,215,176.83
Deferred Debits	46,630.93	35,533.36
Other Deferred Charges	0.00	115,534.23
Regulatory Commission Suspense	<u>584,799.00</u>	<u>584,799.00</u>
Total Other Assets:	1,799,379.34	1,951,043.42
Total Assets	<u>\$104,629,671.18</u>	<u>\$109,052,009.13</u>
CURRENT LIABILITIES:		
Accounts Payable	1,643,651.66	976,536.45
Payables to Municipality	13,828.39	19,980.29
Customers' Deposits	102,850.07	84,242.30
Accrued Payroll	110,916.64	193,194.86
Accrued Interest	318,216.28	329,945.70
Miscellaneous Current Liabilities	<u>0.00</u>	<u>0.00</u>
Total Current Liabilities	2,189,463.04	1,603,899.60
LIABILITIES:		
Bonds Payable		
Accumulated Postretirement Liability	\$32,644,899.25	\$34,433,298.50
Contributions for Extensions	5,116,285.00	4,816,285.00
Misc. Res. - Provision For Rate Refund	199,857.20	199,857.20
Total Liabilities	<u>3,562,470.36</u>	<u>5,419,685.01</u>
	\$41,523,511.81	\$44,869,125.71
Retained Net Income		
Total Equity	<u>60,916,696.33</u>	<u>62,578,983.82</u>
	60,916,696.33	62,578,983.82
Total Liabilities and Equity	<u>\$104,629,671.18</u>	<u>\$109,052,009.13</u>

ELECTRIC DIVISION

OPERATING STATEMENT For The Years Ending December 31

	2004	2003
OPERATING INCOME:		
Operating Revenues-Electric	\$32,820,941.09	\$30,498,053.70
Other Revenues:		
Pole Attachment - Rents	\$11,875.29	\$11,867.56
Interest on Funds - Operations	596.99	621.97
Miscellaneous	1,111,843.27	345,555.89
Proceeds from PASNY/NIMO Settlements	1,543,412.79	1,934,338.38
Total Other Electric Revenues	<u>\$2,667,728.34</u>	<u>\$2,292,383.80</u>
Total Operating Revenues	<u>\$35,488,669.43</u>	<u>\$32,790,437.50</u>
OPERATING EXPENSES:		
Production	\$20,573,961.48	\$17,732,345.88
Transmission & Distribution	1,664,753.74	2,026,316.78
Street Lighting	148,958.83	131,588.61
Consumers' Accounting & Collecting	721,284.71	638,282.26
Sales Expense	(18,789.40)	(34,049.07)
Administrative and General	3,438,057.03	2,981,273.72
Depreciation	4,093,719.75	4,034,951.09
Taxes on Property Outside the City	554,960.48	398,350.35
Uncollectible Revenues	72,000.00	72,000.00
Tax Equivalent Payment to City	1,819,416.60	1,796,782.99
Tax Equivalent Payment to School Board	1,263,589.25	1,225,152.12
Total Operating Expenses	<u>\$34,331,912.46</u>	<u>\$31,002,994.73</u>
NET ELECTRIC OPERATING INCOME	<u>\$ 1,156,756.97</u>	<u>\$ 1,787,442.77</u>
OTHER INCOME:		
Non-operating Rents	\$ 0.00	\$ 0.00
Interest	57,908.95	90,101.60
Total Other Income	<u>\$ 57,908.95</u>	<u>\$ 90,101.60</u>
GROSS INCOME:	<u>\$ 1,214,665.91</u>	<u>\$ 1,877,544.37</u>
INCOME DEDUCTIONS:		
Interest on Long Term Debt	1,854,863.45	1,929,894.69
Other Income Deductions	89,571.02	73,527.42
Total Income Deductions	<u>\$ 1,944,534.47</u>	<u>\$ 2,003,422.11</u>
NET INCOME:	<u>(\$729,868.56)</u>	<u>(\$125,877.74)</u>
STATEMENT OF RETAINED NET INCOME		
Balance - January 1, 2004		\$62,578,983.82
Add:		
Net Income - 2004	(729,868.56)	
Miscellaneous Credits to Surplus	0.00	(729,868.66)
Less:		
Prior Period Adjustment FAC billing	759,253.00	
Prior Period Adjustment ISO Working Capital	95,806.26	
Miscellaneous Contributions to City	43,733.17	
Prior Period Expenditures	33,297.50	
Uncollectible Merchandise & Jobbing	329.00	932,418.93
Balance - December 31, 2004		<u>\$60,916,696.33</u>

ELECTRIC DIVISION
OPERATING REVENUES
For The Years Ending December 31

	2004		2003	
	K.W.H. Sold	Revenue*	K.W.H. Sold	Revenue*
Residential Sales	158,430,403	\$ 7,390,956.51	157,894,140	\$ 7,218,515.84
Commercial Sales	136,172,973	6,844,243.41	149,049,330	7,234,128.10
Industrial Sales	197,100,831	7,380,732.52	177,705,907	6,704,215.53
Public Street Lighting — Jamestown	3,813,417	256,890.50	3,841,257	246,129.35
Public Street Lighting — Other	1,229,564	69,481.00	1,245,372	67,825.59
Other Sales to City of Jamestown	20,246,055	928,803.56	20,512,697	906,194.87
Sales to Other Public Authorities	17,607,036	794,003.45	19,042,724	828,789.81
Sales of Expansion Power	18,957,120	388,752.77	18,083,940	351,915.82
Sales to Other Distributors	127,628,000	8,690,435.16	134,021,700	6,874,265.77
Forfeited Discounts		76,642.21		66,073.02
TOTAL	<u><u>681,185,399</u></u>	<u><u>\$32,820,941.09</u></u>	<u><u>681,397,067</u></u>	<u><u>\$30,498,053.70</u></u>
* Fuel Adjustment Charge Included in Revenues		\$ 5,686,221.33		\$ 5,085,017.41

MISCELLANEOUS ELECTRIC REVENUES

	2004	2003
Pole Attachment Revenues	11,875.29	11,867.56
Interest on Funds - Operations	596.99	621.97
Miscellaneous Electric Revenue-Steam	260,910.25	239,845.42
Meter Reconnection Charges	57,065.49	37,849.58
Temporary Service Charges	8,405.04	7,204.89
Proceeds from PASNY/NIMO Settlements	1,543,412.79	1,934,338.38
Other Miscellaneous Revenues	785,462.49	60,656.00
TOTAL	<u><u>\$2,667,728.34</u></u>	<u><u>\$2,292,383.80</u></u>

TAXES-DIRECT AND TAX EQUIVALENTS

	2004	2003
Town of Ellicott-State and County Tax	\$ 180,180.04	\$ 122,332.85
Town of Ellicott-School Tax	280,995.11	281,997.04
Villages of Celoron and Falconer-Village Tax	99,906.58	57,612.97
City of Jamestown-Contributions in Lieu of Taxes	1,819,416.60	1,796,782.99
Jstn School Board-Contributions in Lieu of Taxes	1,263,589.25	1,225,152.12
TOTAL - Operating Expense Charges	<u><u>\$3,644,087.58</u></u>	<u><u>\$3,483,877.97</u></u>
Town of Busti - State and County Tax	\$ 45.22	\$ 42.22
Town of Busti - School Tax	56.88	59.95
TOTAL - Non-Operating Taxes	<u><u>\$ 102.10</u></u>	<u><u>\$ 102.17</u></u>
TOTAL - All Taxes	<u><u>\$3,644,189.68</u></u>	<u><u>\$3,483,980.14</u></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	1,105,665.15	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	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	3,076,688.17	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	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
2004	35,488,669.43	2,073,493.04	732,633,710	43.54	36,276,446.94	60,916,696.33

DECEMBER 31, 2004

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	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		
March 27, 1991	1992	6.04%	9,900,000	9,900,000		
September 4, 1991	1992	6.10%	4,850,000	4,850,000	7,035,000	505,584
October 15, 1991	2016	7.00%	14,715,000	7,715,000	39,899	6,224
September 15, 1994	2005	7.75%	425,592	385,693	24,675,000	1,286,500
May 15, 1999	2019	4.99%	29,000,000	4,325,000	895,000	56,655
May 15, 2000	2019	6.10%	1,000,000	105,000		
TOTAL			\$72,239,592	\$39,594,693	\$32,644,899	\$1,854,963

ELECTRIC DIVISION

PRODUCTION STATISTICS

For the Year Ending December 31, 2004

Station Output and Costs:

Maximum System Demand - January 29, 2004, 7:00 PM	144,775
Cost of Generation including Power Plant Depreciation	\$ 15,527,945.47
Cost of Electricity Purchased	7,186,291.13
Purchased Electricity Expense	<u>0.00</u>
Total Production Cost	<u><u>\$22,714,236.60</u></u>

Fuel Consumed:

Kind of Fuel-Bituminous Coal	
Quantity Used for Generation (Tons)	110,853
Cost of Coal Consumed	\$4,826,219.30
Average Cost per Ton Consumed	43.54
Pounds of Coal per Kilowatt Hour (Gross Generation)	1.1756
Kind of Fuel-Natural Gas	
Quantity Used for Generation - Dths	422,426.00
Cost of Gas Delivered and Consumed	\$3,772,253.12
Average Cost per Dth (decatherm) Consumed	8.93
Btu of Gas per Kilowatt Hour (Gross Generation)	9,396

Summary of Production and Sales:

K.W.H. Generated by Coal	188,590,851
K.W.H. Generated by Gas	44,956,859
K.W.H. Purchased	479,664,000
K.W.H. Purchased - Expansion Power	19,422,000
K.W.H. Generated and Purchased	732,633,710
Less: K.W.H. All Station Uses	24,189,812
Lost in Transmission - Purchased Power	<u>5,199,156</u>
K.W.H Available for Distribution	<u><u>703,244,742</u></u>

	Customers	
	End of Year	K.W.H.

Disposal of Energy:

Residential Service	16,883	158,430,403
Commercial Service	2,488	136,172,973
Industrial Service	123	197,100,831
Street Lighting - Other Municipalities	5	1,229,564
Other Sales to Other Public Authorities	100	17,607,036
Sales to Other Distributors	7	127,628,000
Sales of Expansion Power	2	18,957,120
Used by City of Jamestown:		
Municipal Street Lighting	1	3,813,417
Other Municipal Purposes	114	20,246,055
Within Electric Department		<u>1,876,071</u>

Total Supplied and Used	19,723	683,061,470
Lost and Unaccounted For		<u>20,183,272</u>
Total to Balance		<u><u>703,244,742</u></u>

Per Cent of Lost and Unaccounted For	3.51%
2004 Average Units Used per Residential Customer	9,384
2004 Average Annual Residential Bill	\$437.78
2004 Residential Revenue per K.W.H.	0.0467
Population of Localities Served - 2000 Federal Census	41,010

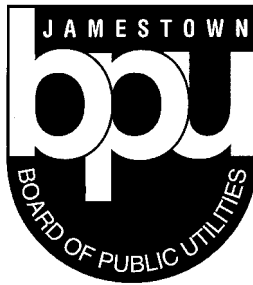
ANNUAL REPORT

of the

WATER DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2004**

WATER DIVISION
CONDENSED BALANCE SHEET DECEMBER 31

	2004	2003
CURRENT ASSETS:		
Cash and Equivalents	\$220,331.69	\$ 53,088.57
Accounts Receivable - Customers	271,069.20	222,803.44
Receivables from Municipality	124,805.29	135,686.88
Accounts Receivable - Misc.	96,741.57	159,322.30
Material & Supplies on Hand	201,507.05	147,456.34
Prepayments	51,553.33	43,805.30
Total Current Assets:	<u>966,008.13</u>	<u>762,162.83</u>
FIXED ASSETS:		
Operating Property - Water	28,414,198.57	27,843,056.62
Work in Progress	138,593.15	342,003.11
Other Physical Prop. - Non.-Op. Land	<u>3,847.05</u>	<u>3,847.05</u>
	28,556,638.77	28,188,906.78
Depreciation Reserve	<u>(12,455,074.46)</u>	<u>(11,433,796.74)</u>
Total Fixed Assets:	16,101,564.31	16,755,110.04
OTHER ASSETS:		
Loans Receivable - District Heating	2,543,362.40	1,921,283.38
Other Deferred Debits	<u>150,321.83</u>	<u>144,531.21</u>
Total Other Assets:	2,693,684.23	2,065,814.59
Total Assets	<u><u>\$19,761,256.67</u></u>	<u><u>\$19,583,087.46</u></u>
CURRENT LIABILITIES:		
Accounts Payable	111,904.20	70,062.08
Payables to Municipality	21,769.11	17,324.19
Customers' Deposits	1,703.51	(175.39)
Accrued Payroll	33,053.17	44,763.58
Accrued Interest	<u>0.00</u>	<u>0.00</u>
Total Current Liabilities	168,429.99	131,974.46
OTHER LIABILITIES:		
Bonds Payable	0.00	0.00
Accumulated Postretirement Liability	1,146,542.11	1,075,042.11
Other Accrued Liabilities	136,791.46	59,352.53
Contributions in Aid of Construction	0.00	0.00
Deferred Credits	<u>0.00</u>	<u>0.00</u>
Total Other Liabilities	1,283,333.57	1,134,394.64
Retained Net Income	<u>18,309,493.11</u>	<u>18,316,718.36</u>
Total Equity	18,309,493.11	18,316,718.36
Total Liabilities and Equity	<u><u>\$19,761,256.67</u></u>	<u><u>\$19,583,087.46</u></u>

WATER DIVISION
OPERATING STATEMENT
For The Years Ending December 31

	2004	2003
OPERATING REVENUES:		
Sale of Water	\$4,026,957.49	\$3,524,353.10
Other Water Revenues	196,258.06	294,759.68
TOTAL OPERATING REVENUES	\$4,223,215.55	\$3,819,112.78
OPERATION AND MAINTENANCE:		
Source of Supply Expense	\$ 74,217.11	\$ 81,039.59
Power & Pumping Expense	441,501.41	458,311.82
Transmission & Distribution Expenses	764,067.75	845,443.73
Customers' Accounting & Collecting Expenses	433,982.65	344,015.86
Administrative & General Expense	660,370.63	559,941.31
Depreciation	1,057,402.91	1,044,185.21
Operating Taxes - Outside City	65,552.29	41,832.50
Tax Equivalent Payment to City	734,317.63	649,851.89
Contribution to Municipality	0.00	0.00
TOTAL OPERATION AND MAINTENANCE:	\$4,231,412.38	\$4,024,621.91
NET OPERATING INCOME:	(\$ 8,196.83)	(\$ 205,509.13)
OTHER INCOME:		
Interest on Investments	957.46	952.92
TOTAL OTHER INCOME	\$ 957.46	\$ 952.92
GROSS INCOME	(\$ 7,239.37)	(\$ 204,556.21)
INCOME DEDUCTIONS:		
Interest on Long Term Debt	\$ 0.00	\$ 0.00
TOTAL INCOME DEDUCTIONS	\$ 0.00	\$ 0.00
NET INCOME	(\$ 7,239.37)	(\$ 204,556.21)

STATEMENT OF RETAINED NET INCOME

Balance - January 1, 2004		\$18,316,718.36
Add:		
Net Income - 2004	(\$ 7,239.37)	
Miscellaneous Credits to Surplus		
Payments on Uncollectible Water Bills (net)	14.12	(7,225.25)
 Balance - December 31, 2004		 \$18,309,493.11

WATER DIVISION

OPERATING REVENUES

For The Year Ending December 31, 2004

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Metered Sales	15,138	844,583	\$2,562,020.01
Commercial Metered Sales	1,277	280,819	735,565.18
Industrial Metered Sales	122	142,294	350,945.15
Private Fire Protection - Metered	175	2,945	125,283.87
Private Fire Protection - Unmetered	9		1,289.82
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	48	9,476	15,592.31
Sales to Operating Municipality	58	36,107	41,617.82
Sales to Other Water Utilities	1	86,270	194,643.33
TOTAL SALES OF WATER	16,828	1,402,495	\$4,026,957.49
Rent from Water Property			\$ 1,950.00
Late Payment Charges			14,830.37
Servicing of Customers' Installations			0.00
Merchandise and Jobbing			79,034.80
Interest on Funds Used in Operations			74,346.09
Service Reconnection Charges			25,847.96
Meter Repair Charges			248.84
TOTAL OTHER REVENUES			\$ 196,258.06
TOTAL OPERATING REVENUES			\$4,223,215.55

TAXES-DIRECT AND TAX EQUIVALENTS

	2004	2003
Town of Ellicott-State, County and Town Tax	\$ 10,913.33	\$ 10,501.03
Town of Ellicott-School Tax	14,081.37	14,289.94
Town of Poland-State, County and Town Tax	5,759.19	5,494.42
Town of Poland-School Tax	12,702.36	11,831.53
Villages of Celoron and Falconer-Village Tax	0.00	0.00
City of Jamestown - Contributions in Lieu of Taxes	736,465.08	649,851.89
Contribution to Municipality	0.00	0.00
Village of Lakewood - Contributions in Lieu of Taxes	19,555.68	0.00
	\$ 799,477.01	\$ 691,968.81

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
2004	4,223,215.55	367,731.99	1,925,990.000	4,231,412.38	18,309,493.11

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, 2004

WATER DIVISION
SUMMARY OF STATISTICS
For The Year Ending December 31

	2004	2003
POPULATION SUPPLIED:		
Based on 2000 Federal Census Figures	48,268	44,268
PUMPAGE FOR YEAR - GALLONS:		
From Cassadaga Station	1,439,089,000	1,416,176,000
From Clay Pond Station	486,901,000	523,819,000
Total Pumpage for Year - Gallons	1,925,990,000	1,939,995,000
Maximum Daily Consumption	7,353,800	6,671,000
Average Daily Pumpage - Gallons	5,276,685	5,315,055
Gallons per Day to Each Inhabitant on Total Pumpage	119.2	120.1
Average Gallons Used per Residential Customer	64,973	3,033
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	16,484	14,362
Hydrants in Service - End of Year	1685	1,366
Meters in Service - End of Year	17,154	14,988
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	157.71	157.78
Miles W.I., Ductile, Copper and Transite Mains in Service - End of Year	34.19	33.94

WATER SALES (100 cuft)

Date	2004		2003		2002	
	Jamestown	Outside	Total	Jamestown	Outside	Total
Residential Sales	886,708	242,414	1,129,122	921,943	194,986	1,116,929
	\$ 1,763,262	\$ 798,768	\$ 2,562,030	\$ 1,628,233	\$ 505,495	\$ 2,133,728
Commercial Sales	261,816	113,611	375,427	280,244	81,895	362,139
	\$ 427,158	\$ 308,397	\$ 735,555	\$ 415,003	\$ 201,368	\$ 616,371
Industrial Sales	88,967	101,266	190,233	72,621	89,543	162,164
	\$ 124,769	\$ 226,176	\$ 350,945	\$ 85,613	\$ 171,809	\$ 257,422
Others Sales	59,741	120,470	180,211	53,113	223,828	276,941
	\$ 127,151	\$ 261,559	\$ 388,710	\$ 111,250	\$ 418,257	\$ 529,507
Total Metered	1,297,232	577,761	1,874,993	1,327,921	590,252	1,918,173
Total Sales	\$ 2,442,340	\$ 1,594,900	\$ 4,037,240	\$ 2,240,099	\$ 1,296,929	\$ 3,537,028
Residential Customers	(9838)		12999	(10895)		13342
% Total of Customer			90%			91%
% Total of Used			60%			58%
% Total of Sales			63%			60%
Commercial Customers	(672)		1049	(738)		988
% Total of Customer			7%			7%
% Total of Used			20%			19%
% Total of Sales			18%			17%
Industrial Customers	(120)		105	(77)		119
% Total of Customer			1%			1%
% Total of Used			10%			8%
% Total of Sales			9%			7%
Others	(125)		254	(189)		268
% Total of Customer			2%			2%
% Total of Used			10%			14%
% Total of Sales			10%			15%
TOTAL	(10755)		14408	(11899)		14717
() Indicates Jamestown Only				(11906)		14647

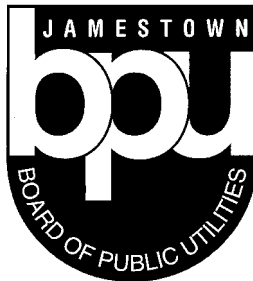
ANNUAL REPORT

of the

DISTRICT HEATING DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2004**

DISTRICT HEATING DIVISION

CONDENSED BALANCE SHEET DECEMBER 31

	2004	2003
CURRENT ASSETS:		
Cash and Equivalents	(85,765.56)	(199,853.42)
Accounts Receivable - Gen. Customers	93,266.99	180,220.85
Receivables from Municipality	29,129.47	40,032.70
Inventory	6,761.00	994.56
Total Current Assets:	43,391.90	21,394.69
FIXED ASSETS:		
Operating Property	8,152,734.65	7,385,949.44
Work in Progress	0.00	0.00
Depreciation Reserve	(3,509,489.01)	(3,202,632.33)
Total Fixed Assets:	4,643,245.64	4,183,317.11
OTHER ASSETS:		
Unamortized Bond Issue Costs	2,020.02	3,247.50
Total Other Assets:	2,020.02	3,247.50
Total Assets	4,688,657.56	4,207,959.30
CURRENT LIABILITIES:		
Accounts Payable	0.00	0.00
Payables to Municipality	49,580.99	44,494.45
Accrued Interest	3,307.07	6,140.39
Total Current Liabilities	52,888.06	50,634.84
OTHER LIABILITIES:		
Bonds Payable	1,370,000.00	1,650,000.00
Loan Payable to Water Division	2,543,362.39	1,921,283.38
Total Other Liabilities	3,913,362.39	3,571,283.38
Retained Net Income	\$722,407.11	\$586,041.08
Total Equity	722,407.11	586,041.08
Total Liabilities and Equity	4,688,657.56	4,207,959.30

DISTRICT HEATING DIVISION

OPERATING STATEMENT For The Years Ending December 31

	2004	2003
OPERATING INCOME:		
Operating Revenues		
Sales of Hot Water	\$1,103,866.17	\$1,226,081.38
Sales of Cold Water	93,358.65	34,617.17
Other Operating Revenues	-	-
Interest on funds used in operations	61.74	-
Total Operating Revenues	<u>\$1,197,286.56</u>	<u>\$1,260,698.55</u>
OPERATING EXPENSES:		
Heat Purchased from Electric Division	\$315,536.26	\$331,817.52
Misc. Station Expense-Electricity	48,000.00	48,000.00
Rep. & Maint.-Distrib. Piping System	78,370.40	29,467.01
Administrative & General Expense	77,903.30	109,720.62
Uncollectible Expense	0.00	0.00
Depreciation Expense	306,856.68	292,636.68
Amortization Expense	1,227.48	1,227.48
Tax Equivalent Payment-City	104,618.95	104,257.43
Total Operating Expenses	<u>\$932,513.07</u>	<u>\$917,126.74</u>
NET DISTRICT HEATING OPERATING INCOME	\$264,773.49	\$343,571.81
OTHER INCOME:		
Interest on Capital Fund Investment	310.37	308.91
Interest on Operating Fund Investment	0.00	0.00
Total Other Income	<u>\$ 310.37</u>	<u>\$ 308.91</u>
GROSS INCOME	<u>\$265,083.86</u>	<u>\$343,880.72</u>
INCOME DEDUCTIONS:		
Interest Accrued on Bonds	55,651.68	82,642.84
Interest Accrued on Loan	73,066.15	104,359.76
Total Income Deductions	<u>\$128,717.83</u>	<u>\$187,002.60</u>
NET INCOME	<u><u>\$136,366.03</u></u>	<u><u>\$156,878.12</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	162,678.70	1,104,129.34	586,041.08
2004	1,197,596.93	766,785.21	152,615.87	1,061,230.90	722,407.11

BONDED INDEBTEDNESS General City Bonds Issued for Purposes of the District Heating System

DECEMBER 31, 2004

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of Year	Interest Expense for the Year
July 15, 1986	2006	7.5%	\$ 4,522,000	\$4,022,000	\$500,000	\$44,042
February 28, 2002	2003	2.20%	900,000	30,000	870,000	11,610

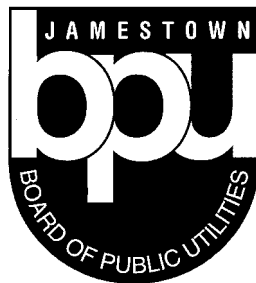
ANNUAL REPORT

of the

SOLID WASTE DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2004**

SOLID WASTE DIVISION
BALANCE SHEET AS OF DECEMBER 31

	2004	2003
CURRENT ASSETS:		
Cash and Equivalents	\$188,293.02	\$104,101.90
Accounts Receivable - Customers	131,724.43	141,916.25
Accounts Receivable - Misc.	<u>7,653.17</u>	<u>6,384.10</u>
Total Current Assets:	327,670.62	252,402.25
FIXED ASSETS:		
Operating Property	904,037.74	899,059.74
Work in Progress	0.00	0.00
Reserve for Depreciation	<u>(450,272.00)</u>	<u>(444,272.00)</u>
Total Fixed Assets:	453,765.74	454,787.74
OTHER ASSETS:		
Deferred Debits	<u>68,419.46</u>	<u>68,419.46</u>
Total Other Assets:	68,419.46	68,419.46
Total Assets	<u>849,855.82</u>	<u>775,609.45</u>
CURRENT LIABILITIES:		
Accounts Payable	30,205.53	27,438.94
Payables to Municipality	4,348.38	15,699.98
Accrued Payroll	<u>12,227.76</u>	<u>12,227.76</u>
Total Current Liabilities	46,781.67	55,366.68
OTHER LIABILITIES:		
Bonds Payable	0.00	0.00
Accrued Interest	0.00	0.00
Miscellaneous Accrued Liabilities	<u>434,539.38</u>	<u>417,463.46</u>
Total Other Liabilities	434,539.38	417,463.46
Retained Net Income	<u>\$368,534.77</u>	<u>\$302,779.31</u>
Total Equity	368,534.77	302,779.31
Total Liabilities and Equity	<u>\$849,855.82</u>	<u>\$775,609.45</u>

SOLID WASTE DIVISION
OPERATING STATEMENT
For The Years Ending December

	2004	2003
OPERATING REVENUES:		
Residential	\$1,380,532.48	\$1,354,985.38
Commercial	134,923.80	131,439.42
Interdepartmental	5,997.00	5,814.00
Other Revenues	84,787.50	84,029.60
Late Payment Charges	9,163.72	8,098.10
Interest Income	980.72	1,091.89
	<hr/>	<hr/>
TOTAL OPERATING REVENUES	\$1,616,385.22	\$1,585,458.39
OPERATION AND MAINTENANCE		
Payroll	\$514,805.76	\$462,980.85
Contractual Services	114,819.78	174,661.68
Landfill Tipping Fees	263,148.42	251,798.01
Repair & Maintenance	152,874.91	132,623.82
Administrative & General Expense	356,473.67	281,266.49
Depreciation Expense	6,000.00	6,000.00
Contribution to Municipality	142,507.22	139,915.94
	<hr/>	<hr/>
TOTAL OPERATION & MAINTENANCE	1,550,629.76	1,449,246.79
	<hr/>	<hr/>
NET OPERATING INCOME	\$ 65,755.46	\$ 136,211.60
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	\$ 65,755.46	\$ 136,211.60
	<hr/> <hr/>	<hr/> <hr/>

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

	Number of Customers	Revenue
Residential Customers	11,898	\$1,380,532.48
Commercial Customers	428	134,923.80
Interdepartmental Customers	2	5,997.00
TOTAL SOLID WASTE COLLECTION	12,328	\$1,521,453.28
Other Revenues		84,787.50
Late Payment Charges		9,163.72
Interest on Funds Used in Operations		980.72
TOTAL OTHER REVENUES		\$ 94,931.94
TOTAL OPERATING REVENUES - SOLID WASTE		\$1,616,385.22

TAXES - DIRECT AND TAX EQUIVALENTS

	2004	2003
City of Jamestown - Tax Equivalent Payment	142,507.22	139,915.94
	\$142,507.22	\$139,915.94

**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
2004	1,616,385.22	4,978.00	11,260.0	1,550,629.76	368,534.77

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

		DECEMBER 31, 2004				
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

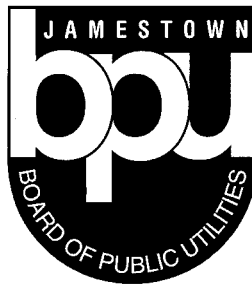
ANNUAL REPORT

of the

WASTEWATER DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2004**

WASTEWATER DIVISION

CONDENSED BALANCE SHEET DECEMBER 31

	2004	2003
CURRENT ASSETS:		
Cash and Equivalents	\$2,256,242.29	\$1,676,251.69
Accounts Receivable - Customers	360,677.12	310,686.89
Accounts Receivable - Misc.	65,955.19	41,407.36
Prepayments	121,170.89	116,234.75
Total Current Assets:	<u>2,804,045.49</u>	<u>2,144,580.69</u>
FIXED ASSETS:		
Operating Property - Sewer	26,215,455.55	26,051,817.91
Work in Progress	21,821.51	0.00
Reserve for Depreciation	<u>(10,361,963.32)</u>	<u>(9,840,926.92)</u>
	15,875,313.74	16,210,890.99
OTHER ASSETS:		
Deferred Debits	83,083.05	131,732.97
Cash w/agent NYS Revolving Fund	0.00	0.00
Total Other Assets:	<u>83,083.05</u>	<u>131,732.97</u>
Total Assets	<u>18,762,442.28</u>	<u>18,487,204.65</u>
CURRENT LIABILITIES:		
Accounts Payable	\$ 22,677.31	\$ 23,315.02
Payables to Municipality	13,677.06	14,060.07
Accrued Payroll	44,657.37	44,657.37
Accrued Interest	<u>43,538.73</u>	<u>43,977.73</u>
Total Current Liabilities	124,550.47	126,010.19
OTHER LIABILITIES:		
Bonds Payable	3,461,298.24	4,030,096.18
Miscellaneous Accrued Liabilities	<u>856,802.39</u>	<u>661,181.99</u>
Total Other Liabilities	4,318,100.63	4,691,278.17
Retained Net Income	14,319,791.18	13,669,916.29
Total Equity	<u>14,319,791.18</u>	<u>13,669,916.29</u>
Total Liabilities and Equity	<u>\$18,762,442.28</u>	<u>\$18,487,204.65</u>

WASTEWATER DIVISION
OPERATING STATEMENT
For The Years Ending December

	2004	2003
OPERATING REVENUES:		
Sewer Rents	\$4,099,617.99	\$3,748,808.11
Other Sewer Revenues	423,084.20	414,865.41
	<u>\$4,522,702.19</u>	<u>\$4,163,673.52</u>
OPERATION AND MAINTENANCE:		
Payroll	\$978,802.68	\$981,747.65
Contractual Services	536,834.13	538,252.23
Repair & Maintenance	221,527.33	190,584.23
Administrative & General Expense	707,740.75	602,038.82
Depreciation Expense	521,036.40	513,762.60
Amortization Expense	48,649.92	48,649.92
Property Taxes Outside of City	295,411.19	286,365.29
Tax Equivalent Payment - City	395,795.90	370,998.50
	<u>3,705,798.30</u>	<u>3,532,399.24</u>
TOTAL OPERATION & MAINTENANCE		
	<u>\$816,903.89</u>	<u>\$631,274.28</u>
NET OPERATING INCOME		
	<u>\$816,903.89</u>	<u>\$631,274.28</u>
NON-OPERATING ITEMS:		
Interest on Bonds	\$115,796.16	\$140,468.35
Interest on Loans	0.00	0.00
	<u>115,796.16</u>	<u>140,468.35</u>
TOTAL NON-OPERATING ITEMS		
	<u>115,796.16</u>	<u>140,468.35</u>
NET INCOME*	<u>\$701,107.73</u>	<u>\$490,805.93</u>
* Net Income to offset Bond Principal Payment	\$594,798.00	\$589,798.00

WASTEWATER DIVISION

OPERATING REVENUES

For The Year Ending December 31, 2004

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Sewer Rents	11,925	720,548	\$2,851,135.64
Commercial Sewer Rents	846	216,209	778,203.68
Industrial Sewer Rents	91	79,367	329,167.91
Municipal Sewer Rents	46	30,574	98,579.66
Public Authority Sewer Rents	26	8,610	42,531.10
TOTAL SEWER RENTS	12,934	1,055,308	\$4,099,617.99
Late Payment Charges			\$ 19,422.80
Merchandise and Jobbing			379,653.06
Interest on Funds Used in Operations			24,008.34
TOTAL OTHER SEWER REVENUES			\$ 423,084.20
TOTAL OPERATING REVENUES - SEWER			\$4,522,702.19

TAXES-DIRECT AND TAX EQUIVALENTS

	2004	2003
Town of Poland - Town Tax	\$ 58,005.17	\$ 56,661.10
Town of Poland - School Tax	242,342.16	232,469.87
City of Jamestown - Tax Equivalent Payment	395,795.90	370,998.50
	\$696,143.23	\$660,129.47

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
2004	4,522,702.19	163,637.64	2,855,000,000		14,319,791.18

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

Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	DECEMBER 31, 2004	
					Outstanding End of Year	Interest Accrued in Year
April 15, 1985	2007	8.7%	\$ 2,195,000	\$1,910,000	\$ 285,000	\$ 27,548.01
May 15, 1986	2000	7.5%	375,000	375,000	0	0.00
October 15, 1991	2004	7%	560,000	560,000	0	1,346.60
October 15, 1991	2013	7%	545,000	320,000	225,000	16,143.16
September 15, 1992	2012	3.75%	5,340,000	3,177,000	2,163,000	53,980.55
July 31, 1994	2005	7.20%	601,400	549,250	52,150	9,659.50
September 15, 1994	2005	7.75%	65,578	59,430	6,148	1,143.14
November 15, 1994	2012	5.71%	1,388,533	658,533	730,000	5,975.20
TOTAL			\$11,070,511	\$7,609,213	\$3,461,298.24	\$115,796.16