

ANNUAL REPORT 2005

BOARD OF PUBLIC UTILITIES
CITY OF JAMESTOWN
NEW YORK



Board Membership - December 31, 2005

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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.
- 2005 - The BPU became a founding member of the New York State Association of Public Power (NYAPP). BPU General Manager Haase elected to 3 year term on Board of Directors of the American Public Power Association. Work began on six mile leachate line from County landfill to BPU Wastewater Treatment Plant. BPU began operation and maintenance of North Harmony water and wastewater systems made possible through earlier similar agreement with Town of Busti and Village of Lakewood. PSC approved BPU rate increase of 14.3% effective November 1, 2005, 4.7% for 11/1/06, and 4.5% for 11/1/07. Many public meetings held and significant documentation (scoping, environmental justice and AERMOD) submitted to various permitting agencies (DEC and EPA) regarding CFB project.

BOARD OF PUBLIC UTILITIES

**CITY OF
JAMESTOWN, NEW YORK**

March 1, 2006

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 2005 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 2006.

Respectfully submitted,

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

MICHAEL A. ANDERSON, Business Manager

Jamestown, New York

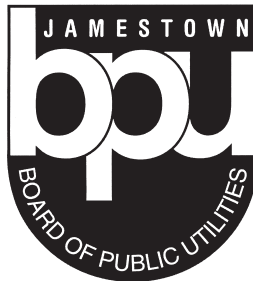
ANNUAL REPORT

of the

ELECTRIC DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2005**

ELECTRIC DIVISION
CONDENSED BALANCE SHEET DECEMBER 31

	2005	2004
CURRENT ASSETS:		
Cash and Equivalents	\$2,357,832.66	\$2,199,639.43
Accounts Receivable - Customers	2,754,684.71	2,473,173.56
Receivables from Municipality	475,534.11	615,415.99
Materials & Supplies on Hand	1,591,079.78	1,492,111.69
Prepayments	<u>1,261,464.19</u>	<u>426,294.89</u>
Total Current Assets:	8,440,595.45	7,206,635.56
FIXED ASSETS:		
Operating Property - Electric	\$141,471,134.21	\$142,667,045.77
Work in Progress	2,968,024.21	1,424,410.18
Non-operating Property	<u>9,807.96</u>	<u>9,807.96</u>
	\$144,448,966.38	\$144,101,263.91
Depreciation Res. - Operating Property	<u>(50,120,195.50)</u>	<u>(48,477,607.63)</u>
Total Fixed Assets:	94,328,770.88	95,623,656.28
OTHER ASSETS:		
Notes Receivable	1,139,475.77	1,167,949.41
Deferred Debits	43,932.25	46,630.93
Other Deferred Charges	0.00	0.00
Regulatory Commission Suspense	<u>1,120,734.74</u>	<u>584,799.00</u>
Total Other Assets:	2,304,142.76	1,799,379.34
Total Assets	<u>\$105,073,509.09</u>	<u>\$104,629,671.18</u>
CURRENT LIABILITIES:		
Accounts Payable	2,162,175.60	1,643,651.66
Payables to Municipality	69,239.98	13,828.39
Customers' Deposits	145,865.03	102,850.07
Accrued Payroll	117,434.47	110,916.64
Accrued Interest	291,506.47	318,216.28
Miscellaneous Current Liabilities	<u>635,738.87</u>	<u>0.00</u>
Total Current Liabilities	3,421,960.42	2,189,463.04
LIABILITIES:		
Bonds Payable		
Accumulated Postretirement Liability	\$35,755,000.00	\$32,644,899.25
Contributions for Extensions	5,416,285.00	5,116,285.00
Misc. Res. - Provision For Rate Refund	199,857.20	199,857.20
Total Liabilities	<u>1,749,685.68</u>	<u>3,562,470.36</u>
	\$43,120,827.88	\$41,523,511.81
Retained Net Income		
Total Equity	<u>58,530,720.79</u>	<u>60,916,696.33</u>
	58,530,720.79	60,916,696.33
Total Liabilities and Equity	<u>\$105,073,509.09</u>	<u>\$104,629,671.18</u>

ELECTRIC DIVISION
OPERATING STATEMENT
For The Years Ending December 31

	2005	2004
OPERATING INCOME:		
Operating Revenues-Electric	\$32,039,946.64	\$33,486,941.09
Other Revenues:		
Pole Attachment - Rents	\$11,883.02	\$11,875.29
Interest on Funds - Operations	1,147.09	596.99
Miscellaneous	930,340.55	445,843.27
Proceeds from PASNY/NIMO Settlements	618,352.40	1,543,412.79
Total Other Electric Revenues	<u>\$1,561,723.06</u>	<u>\$2,001,728.34</u>
Total Operating Revenues	<u>\$33,601,669.70</u>	<u>\$35,488,669.43</u>
OPERATING EXPENSES:		
Production	\$19,890,014.35	\$20,573,961.48
Transmission & Distribution	1,650,489.97	1,664,753.74
Street Lighting	111,094.01	148,958.83
Consumers' Accounting & Collecting	731,958.82	721,284.71
Sales Expense	(28,885.03)	(18,769.40)
Administrative and General	3,706,868.51	3,438,057.03
Depreciation	4,195,558.86	4,093,719.75
Taxes on Property Outside the City	570,763.67	554,960.48
Uncollectible Revenues	72,000.00	72,000.00
Tax Equivalent Payment to City	1,835,290.53	1,819,416.60
Tax Equivalent Payment to School Board	1,268,373.61	1,263,589.25
Total Operating Expenses	<u>\$34,003,527.30</u>	<u>\$34,331,912.47</u>
NET ELECTRIC OPERATING INCOME	<u>(\$401,857.60)</u>	<u>\$ 1,156,756.96</u>
OTHER INCOME:		
Non-operating Rents	\$ 0.00	\$ 0.00
Interest	74,488.96	57,908.95
Total Other Income	<u>\$ 74,488.96</u>	<u>\$ 57,908.95</u>
GROSS INCOME:	<u>(\$327,368.64)</u>	<u>\$ 1,214,665.91</u>
INCOME DEDUCTIONS:		
Interest on Long Term Debt	1,735,920.44	1,854,963.45
Other Income Deductions	27,627.81	89,571.02
Total Income Deductions	<u>\$ 1,763,548.25</u>	<u>\$ 1,944,534.47</u>
NET INCOME:	<u>(\$2,090,916.89)</u>	<u>(\$729,868.56)</u>

STATEMENT OF RETAINED NET INCOME

Balance - January 1, 2005		\$60,916,696.33
Add:		
Net Income - 2004	(2,090,916.89)	
Miscellaneous Credits to Surplus	0.00	(2,090,916.89)
Less:		
Miscellaneous Debits to Surplus	264,282.03	
Prior Period Adjustment ISO Working Capital		
Miscellaneous Contributions to City	13,504.52	
Adjustment to Acct/Rec	17,272.10	
Uncollectible Merchandise & Jobbing		295,058.65
Balance - December 31, 2005		<u>\$58,530,720.79</u>

ELECTRIC DIVISION
OPERATING REVENUES
For The Years Ending December 31

	2005		2004	
	K.W.H. Sold	Revenue	K.W.H. Sold	Revenue
Residential Sales	162,783,548	\$ 8,364,261.12	158,430,403	\$ 7,612,956.51
Commercial Sales	148,991,399	8,000,570.47	136,172,973	7,066,243.41
Industrial Sales	155,565,974	7,263,365.32	178,143,711	7,602,732.52
Public Street Lighting — Jamestown	3,836,130	304,353.71	3,813,417	256,890.50
Public Street Lighting — Other	1,281,430	76,847.60	1,229,564	69,481.00
Other Sales to City of Jamestown	20,672,184	1,066,787.00	20,246,055	928,803.56
Sales to Other Public Authorities	16,825,285	846,642.87	17,607,036	794,003.45
Sales of Expansion Power	19,271,700	441,551.44	18,957,120	388,752.77
Sales to Other Distributors	69,880,000	5,592,129.81	127,628,000	8,690,435.16
Forfeited Discounts		83,437.30		76,642.21
TOTAL	<u>599,107,650</u>	<u>\$32,039,946.64</u>	<u>662,228,279</u>	<u>\$33,486,941.09</u>
* Fuel Adjustment Charge Included in Revenues		\$ 8,036,873.16		\$ 5,686,221.33

MISCELLANEOUS ELECTRIC REVENUES

	2005	2004
Pole Attachment Revenues	11,883.02	11,875.29
Interest on Funds - Operations	1,147.09	596.99
Miscellaneous Electric Revenue-Steam	673,924.24	260,910.25
Meter Reconnection Charges	48,133.73	57,065.49
Temporary Service Charges	9,533.88	8,405.04
Proceeds from PASNY/NIMO Settlements	618,352.40	1,543,412.79
Other Miscellaneous Revenues	198,748.66	119,462.49
TOTAL	<u>\$1,561,723.06</u>	<u>\$2,001,728.34</u>

TAXES-DIRECT AND TAX EQUIVALENTS

	2005	2004
Town of Ellicott-State and County Tax	\$ 193,513.15	\$ 191,180.04
Town of Ellicott-School Tax	276,619.37	280,995.11
Villages of Celoron and Falconer-Village Tax	97,398.12	99,906.58
City of Jamestown-Contributions in Lieu of Taxes	1,835,290.53	1,819,416.60
Jstn School Board-Contributions in Lieu of Taxes	1,268,373.61	1,263,589.25
TOTAL - Operating Expense Charges	<u>\$3,671,194.78</u>	<u>\$3,655,087.58</u>
Town of Busti - State and County Tax	\$ 43.59	\$ 45.22
Town of Busti - School Tax	58.91	56.88
TOTAL - Non-Operating Taxes	<u>\$ 102.50</u>	<u>\$ 102.10</u>
TOTAL - All Taxes	<u>\$3,671,297.28</u>	<u>\$3,655,189.68</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	183,686,148	7.53	2,468,969.44	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	41,262,987.59
1994	20,952,043.81	2,522,887.13	638,697,671	34.36	19,258,075.60	42,868,790.86
1995	23,060,166.78	393,237.88	634,495,504	33.62	20,728,307.88	45,558,076.13
1996	24,617,175.97	2,608,848.16	624,555,796	33.09	21,578,033.12	46,488,165.86
1997	25,199,982.96	3,025,742.02	642,346,552	33.54	21,167,473.74	50,549,605.64
1998	24,538,787.58	3,826,640.91	651,816,844	32.98	21,335,397.66	53,812,324.99
1999	24,127,776.13	13,326,656.71	649,072,265	32.62	22,462,213.95	56,165,212.37
2000	27,921,857.57	19,943,370.13	622,287,640	32.85	24,702,457.01	59,923,948.21
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
2005	33,601,669.70	347,702.47	666,394,562	62.65	35,767,075.55	58,530,720.79

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	DECEMBER 31, 2005 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	8.66%	4,000,000	4,000,000		
March 27, 1991	1992	6.04%	9,900,000	9,900,000		
September 4, 1991	1992	6.04%	9,900,000	9,900,000		
October 15, 1991	2016	6.10%	4,850,000	4,850,000	6,375,000	460,044
September 15, 1984	2005	7.00%	14,750,000	8,375,000	6,375,000	6,224
May 15, 1999	2019	7.75%	425,592	425,592	0	1,215,664
May 15, 2000	2019	4.99%	29,000,000	5,475,000	23,525,000	53,988
		6.10%	1,000,000	145,000	855,000	
TOTAL			\$72,239,592	\$41,484,592	\$30,755,000	\$1,735,920

ELECTRIC DIVISION

PRODUCTION STATISTICS

For the Year Ending December 31, 2005

Station Output and Costs:

Maximum System Demand - January 24, 2005, 7:00 PM	109,364
Cost of Generation including Power Plant Depreciation	\$ 13,823,647.39
Cost of Electricity Purchased	8,326,681.36
Purchased Electricity Expense	<u>0.00</u>
Total Production Cost	<u><u>\$22,150,328.75</u></u>

Fuel Consumed:

Kind of Fuel-Bituminous Coal	
Quantity Used for Generation (Tons)	82,688
Cost of Coal Consumed	\$5,180,119.83
Average Cost per Ton Consumed	62.65
Pounds of Coal per Kilowatt Hour (Gross Generation)	1.1171
Kind of Fuel-Natural Gas	
Quantity Used for Generation - Dths	79,096.0000
Cost of Gas Delivered and Consumed	\$1,663,438.69
Average Cost per Dth (decatherm) Consumed	21.03
Btu of Gas per Kilowatt Hour (Gross Generation)	9,452

Summary of Production and Sales:

K.W.H. Generated by Coal	148,043,321
K.W.H. Generated by Gas	8,368,241
K.W.H. Purchased	490,437,000
K.W.H. Purchased - Expansion Power	19,546,000
K.W.H. Generated and Purchased	666,394,562
Less: K.W.H. All Station Uses	18,650,948
Lost in Transmission - Purchased Power	<u>6,046,586</u>
K.W.H Available for Distribution	<u><u>641,697,028</u></u>

**Customers
End of Year**

K.W.H.

Disposal of Energy:

Residential Service	16,637	162,783,548
Commercial Service	2,439	148,991,399
Industrial Service	120	155,565,974
Street Lighting - Other Municipalities	5	1,281,430
Other Sales to Other Public Authorities	100	16,825,285
Sales to Other Distributors	1	69,880,000
Sales of Expansion Power	2	19,271,700
Used by City of Jamestown:		
Municipal Street Lighting	1	3,836,130
Other Municipal Purposes	115	20,672,184
Within Electric Department		<u>1,624,271</u>

Total Supplied and Used	19,420	600,731,921
Lost and Unaccounted For		<u>40,965,107</u>
Total to Balance		<u><u>641,697,028</u></u>

Per Cent of Lost and Unaccounted For	7.16%
2005 Average Units Used per Residential Customer	9,784
2005 Average Annual Residential Bill	\$502.75
2005 Residential Revenue per K.W.H.	0.0514
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, 2005**

WATER DIVISION
CONDENSED BALANCE SHEET DECEMBER 31

	2005	2004
CURRENT ASSETS:		
Cash and Equivalents	\$388,773.98	\$220,331.69
Accounts Receivable - Customers	250,603.85	271,069.20
Receivables from Municipality	253,012.67	124,805.29
Accounts Receivable - Misc.	17,367.54	96,741.57
Material & Supplies on Hand	211,530.63	201,507.05
Prepayments	51,457.31	51,553.33
Total Current Assets:	<u>1,172,745.98</u>	<u>966,008.13</u>
FIXED ASSETS:		
Operating Property - Water	29,139,013.88	28,414,198.57
Work in Progress	353,484.28	138,593.15
Other Physical Prop. - Non.-Op. Land	<u>3,847.05</u>	<u>3,847.05</u>
	29,496,345.21	28,556,638.77
Depreciation Reserve	<u>(13,361,276.57)</u>	<u>(12,455,074.46)</u>
Total Fixed Assets:	16,135,068.64	16,101,564.31
OTHER ASSETS:		
Loans Receivable - District Heating	2,483,680.55	2,543,362.40
Other Deferred Debits	<u>145,871.11</u>	<u>150,321.83</u>
Total Other Assets:	2,629,551.66	2,693,684.23
Total Assets	<u>\$19,937,366.28</u>	<u>\$19,761,256.67</u>
CURRENT LIABILITIES:		
Accounts Payable	79,530.90	111,904.20
Payables to Municipality	31,497.23	21,769.11
Customers' Deposits	2,813.51	1,703.51
Accrued Payroll	34,391.54	33,053.17
Accrued Interest	<u>0.00</u>	<u>0.00</u>
Total Current Liabilities	148,233.18	168,429.99
OTHER LIABILITIES:		
Bonds Payable	0.00	0.00
Accumulated Postretirement Liability	1,224,542.11	1,146,542.11
Other Accrued Liabilities	139,274.50	136,791.46
Contributions in Aid of Construction	0.00	0.00
Deferred Credits	<u>0.00</u>	<u>0.00</u>
Total Other Liabilities	1,363,816.61	1,283,333.57
Retained Net Income	<u>18,425,316.49</u>	<u>18,309,493.11</u>
Total Equity	18,425,316.49	18,309,493.11
Total Liabilities and Equity	<u>\$19,937,366.28</u>	<u>\$19,761,256.67</u>

WATER DIVISION
OPERATING STATEMENT
For The Years Ending December 31

	2005	2004
OPERATING REVENUES:		
Sale of Water	\$4,230,706.43	\$4,026,957.49
Other Water Revenues	252,820.45	196,258.06
TOTAL OPERATING REVENUES	\$4,483,526.88	\$4,223,215.55
OPERATION AND MAINTENANCE:		
Source of Supply Expense	\$ 89,529.22	\$ 74,217.11
Power & Pumping Expense	463,068.24	441,501.41
Transmission & Distribution Expenses	811,655.73	764,067.75
Customers' Accounting & Collecting Expenses	446,100.94	433,982.65
Administrative & General Expense	729,511.06	660,370.63
Depreciation	1,040,855.83	1,057,402.91
Operating Taxes - Outside City	45,741.42	43,125.03
Tax Equivalent- Payments to City	784,749.49	734,317.63
Tax Equivalents- Outside Contracts	70,393.15	22,427.26
TOTAL OPERATION AND MAINTENANCE:	\$4,481,605.08	\$4,231,412.38
NET OPERATING INCOME:	\$ 1,921.80	(\$ 8,196.83)
OTHER INCOME:		
Interest on Investments	4,716.76	957.46
TOTAL OTHER INCOME	\$ 4,716.76	\$ 957.46
GROSS INCOME	\$ 6,638.56	(\$ 7,239.37)
INCOME DEDUCTIONS:		
Interest on Long Term Debt	\$ 0.00	\$ 0.00
TOTAL INCOME DEDUCTIONS	\$ 0.00	\$ 0.00
NET INCOME	\$ 6,638.56	(\$ 7,239.37)

STATEMENT OF RETAINED NET INCOME

Balance - January 1, 2005		\$18,309,493.11
Add:		
Net Income - 2005	\$ 6,638.56	
Miscellaneous Credits to Surplus	109,113.94	
Payments on Uncollectible Water Bills (net)	70.88	115,823.38
Deduct: Miscellaneous Debits		
Accumulated Postretirement Liability		
 Balance - December 31, 2005		 \$18,425,316.49

WATER DIVISION

OPERATING REVENUES

For The Year Ending December 31, 2005

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Metered Sales	15,108	874,094	\$2,796,383.49
Commercial Metered Sales	1,278	288,573	835,459.84
Industrial Metered Sales	121	163,124	400,083.16
Private Fire Protection - Metered	178	2,124	127,051.39
Private Fire Protection - Unmetered	9		1,663.20
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	46	9,023	25,411.19
Sales to Operating Municipality	54	31,141	44,654.16
Sales to Other Water Utilities	0	0	0.00
TOTAL SALES OF WATER	16,794	1,368,079	\$4,230,706.43
Rent from Water Property			\$ 2,000.00
Late Payment Charges			18,590.32
Servicing of Customers' Installations			0.00
Merchandise and Jobbing			109,505.51
Interest on Funds Used in Operations			101,390.19
Service Reconnection Charges			21,334.43
Meter Repair Charges			0.00
TOTAL OTHER REVENUES			\$ 252,820.45
TOTAL OPERATING REVENUES			\$4,483,526.88

TAXES-DIRECT AND TAX EQUIVALENTS

	2005	2004
Town of Ellicott-State, County and Town Tax	\$ 10,889.01	\$ 10,913.33
Town of Ellicott-School Tax	15,393.41	14,081.37
Town of Poland-State, County and Town Tax	6,203.48	5,759.19
Town of Poland-School Tax	13,187.74	12,702.36
Villages of Celoron and Falconer-Village Tax	0.00	0.00
City of Jamestown - Contributions in Lieu of Taxes	784,749.49	736,465.08
Contribution to Municipality	0.00	0.00
Village of Lakewood - Contributions in Lieu of Taxes	70,393.15	19,555.68
	\$ 900,816.28	\$ 799,477.01

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	1,296,365.68	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
2005	4,483,526.88	939,706.44	1,920,906.000	4,481,605.08	18,425,316.49

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Water System				DECEMBER 31, 2005	
Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of 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

WATER DIVISION
SUMMARY OF STATISTICS
For The Year Ending December 31

	2005	2004
POPULATION SUPPLIED:		
Based on 2000 Federal Census Figures	48,268	48,268
PUMPAGE FOR YEAR - GALLONS:		
From Cassadaga Station	1,367,083,000	1,439,089,000
From Clay Pond Station	553,823,000	486,901,000
Total Pumpage for Year - Gallons	1,920,906,000	1,925,990,000
Maximum Daily Consumption	8,143,000	7,353,800
Average Daily Pumpage - Gallons	5,262,756	5,276,685
Gallons per Day to Each Inhabitant on Total Pumpage	109.3	109.3
Average Gallons Used per Residential Customer	57,855	55,792
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	16,497	16,484
Hydrants in Service - End of Year	1,717	1,685
Meters in Service - End of Year	17,190	17,154
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	157.66	157.71
Miles W.I., Ductile, Copper and Transite Mains in Service - End of Year	34.63	34.19

WATER SALES (100 cuft)

Date	2005		2004		2003				
	Jamestown	Outside	Total	Jamestown	Outside	Total			
Residential Sales	862,738 \$ 1,731,095	305,837 \$ 1,065,288	1,168,575 \$ 2,796,383	886,708 \$ 1,763,262	242,414 \$ 798,788	1,129,122 \$ 2,562,030	921,943 \$ 1,628,233	194,986 \$ 505,495	1,116,929 \$ 2,133,728
Commercial Sales	248,282 \$ 407,736	137,511 \$ 427,723	385,793 \$ 835,459	261,816 \$ 427,158	113,611 \$ 308,397	375,427 \$ 735,555	280,244 \$ 415,003	81,895 \$ 201,368	362,139 \$ 616,371
Industrial Sales	94,992 \$ 114,835	123,088 \$ 285,248	218,080 \$ 400,083	88,967 \$ 124,769	101,266 \$ 226,176	190,233 \$ 350,945	72,621 \$ 85,613	89,543 \$ 171,809	162,164 \$ 257,422
Others Sales	50,737 \$ 128,632	5,798 \$ 70,149	56,535 \$ 198,781	59,741 \$ 127,151	120,470 \$ 261,559	180,211 \$ 388,710	53,113 \$ 111,250	223,828 \$ 418,257	276,941 \$ 529,507
Total Metered	1,256,749	5,72,234	1,828,983	1,297,232	577,761	1,874,993	1,327,921	590,252	1,918,173
Total Sales	\$ 2,382,298	\$ 1,848,408	\$ 4,230,706	\$ 2,442,340	\$ 1,594,900	\$ 4,037,240	\$ 2,240,099	\$ 1,296,929	\$ 3,537,028
Residential Customers	(10737)		15108	(9838)		12999	(10895)		13342
% Total of Customer			90%			90%			91%
% Total of Used			64%			60%			58%
% Total of Sales			66%			63%			60%
Commercial Customers	(734)		1278	(672)		1049	(738)		988
% Total of Customer			8%			7%			7%
% Total of Used			21%			20%			19%
% Total of Sales			20%			18%			17%
Industrial Customers	(75)		121	(120)		105	(77)		119
% Total of Customer			1%			1%			1%
% Total of Used			12%			10%			8%
% Total of Sales			9%			9%			7%
Others	(200)		287	(125)		254	(189)		268
% Total of Customer			2%			2%			2%
% Total of Used			3%			10%			14%
% Total of Sales			5%			10%			15%
TOTAL	(11746)		16794	(10755)		14408	(11899)		14717

() Indicates Jamestown Only

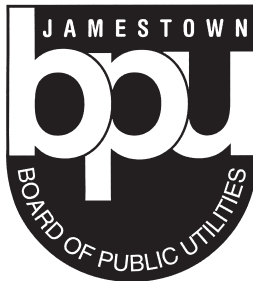
ANNUAL REPORT

of the

DISTRICT HEATING DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2005**

DISTRICT HEATING DIVISION

CONDENSED BALANCE SHEET DECEMBER 31

	2005	2004
CURRENT ASSETS:		
Cash and Equivalents	(62,287.65)	(85,765.56)
Accounts Receivable - Gen. Customers	189,110.27	93,266.99
Receivables from Municipality	46,044.82	29,129.47
Inventory	8,153.61	6,761.00
Total Current Assets:	<u>181,021.05</u>	<u>43,391.90</u>
FIXED ASSETS:		
Operating Property	8,285,206.59	8,152,734.65
Work in Progress	0.00	0.00
Depreciation Reserve	<u>(3,849,417.69)</u>	<u>(3,509,489.01)</u>
Total Fixed Assets:	<u>4,435,788.90</u>	<u>4,643,245.64</u>
OTHER ASSETS:		
Unamortized Bond Issue Costs	<u>792.54</u>	<u>2,020.02</u>
Total Other Assets:	<u>792.54</u>	<u>2,020.02</u>
Total Assets	<u><u>4,617,602.49</u></u>	<u><u>4,688,657.56</u></u>
CURRENT LIABILITIES:		
Accounts Payable	0.00	0.00
Payables to Municipality	121,646.35	49,580.99
Accrued Interest	<u>423.71</u>	<u>3,307.07</u>
Total Current Liabilities	<u>122,070.06</u>	<u>52,888.06</u>
OTHER LIABILITIES:		
Bonds Payable	1,090,000.00	1,370,000.00
Loan Payable to Water Division	<u>2,483,680.55</u>	<u>2,543,362.39</u>
Total Other Liabilities	<u>3,573,680.55</u>	<u>3,913,362.39</u>
Retained Net Income	<u>\$921,851.88</u>	<u>\$722,407.11</u>
Total Equity	<u>921,851.88</u>	<u>722,407.11</u>
Total Liabilities and Equity	<u><u>4,617,602.49</u></u>	<u><u>4,688,657.56</u></u>

DISTRICT HEATING DIVISION

OPERATING STATEMENT For The Years Ending December 31

	2005	2004
OPERATING INCOME:		
Operating Revenues		
Sales of Hot Water	\$1,540,395.28	\$1,102,884.15
Sales of Cold Water	132,724.25	93,107.52
Other Operating Revenues	2,958.22	1,233.15
Interest on funds used in operations	247.91	61.74
Total Operating Revenues	<u>\$1,676,325.66</u>	<u>\$1,197,286.56</u>
OPERATING EXPENSES:		
Heat Purchased from Electric Division	\$717,896.50	\$315,536.26
Misc. Station Expense-Electricity	51,292.00	48,000.00
Rep. & Maint.-Distrib. Piping System	28,614.60	78,370.40
Administrative & General Expense	78,098.87	77,903.30
Uncollectible Expense	0.00	0.00
Depreciation Expense	339,928.68	306,856.68
Amortization Expense	1,227.48	1,227.48
Tax Equivalent Payment-City	109,328.37	104,618.95
Total Operating Expenses	<u>\$1,326,386.50</u>	<u>\$932,513.07</u>
NET DISTRICT HEATING OPERATING INCOME	\$349,939.16	\$264,773.49
OTHER INCOME:		
Interest on Capital Fund Investment	539.14	310.37
Interest on Operating Fund Investment	0.00	0.00
Total Other Income	<u>\$ 539.14</u>	<u>\$ 310.37</u>
GROSS INCOME	<u>\$350,478.30</u>	<u>\$265,083.86</u>
INCOME DEDUCTIONS:		
Interest Accrued on Bonds	34,698.29	55,651.68
Interest Accrued on Loan	97,892.03	73,066.15
Total Income Deductions	<u>\$132,590.32</u>	<u>\$128,717.83</u>
NET INCOME	<u><u>\$217,887.98</u></u>	<u><u>\$136,366.03</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
2005	1,676,864.80	132,471.94	152,879.46	1,458,976.82	721,851.88

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the District Heating System				DECEMBER 31, 2005		
Date of Issue	Maturity	Interest Rate Per Year	Par Value of Issue	Redeemed	Outstanding End of Year	Interest Accrued in Year
July 15, 1986	2006	7.5%	\$ 4,522,000	\$4,272,000	\$250,000	\$25,242
February 28, 2002	2005	2.20%	900,000	60,000	840,000	19,457

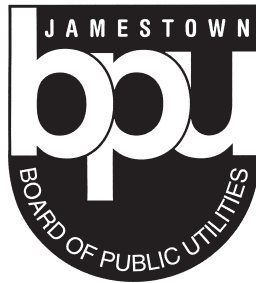
ANNUAL REPORT

of the

SOLID WASTE DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2005**

SOLID WASTE DIVISION
BALANCE SHEET AS OF DECEMBER 31

	2005	2004
CURRENT ASSETS:		
Cash and Equivalents	\$212,954.18	\$188,293.02
Accounts Receivable - Customers	132,814.86	131,724.43
Accounts Receivable - Miscellaneous	<u>13,922.01</u>	<u>7,653.17</u>
Total Current Assets:	359,691.05	327,670.62
FIXED ASSETS:		
Operating Property	917,064.92	904,037.74
Work in Progress	0.00	0.00
Reserve for Depreciation	<u>(456,272.00)</u>	<u>(450,272.00)</u>
Total Fixed Assets:	460,792.92	453,765.74
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><u>888,903.43</u></u>	<u><u>849,855.82</u></u>
CURRENT LIABILITIES:		
Accounts Payable	27,183.31	30,205.53
Payables to Municipality	4,938.88	4,348.38
Accrued Payroll	<u>12,227.76</u>	<u>12,227.76</u>
Total Current Liabilities	44,349.95	46,781.67
OTHER LIABILITIES:		
Bonds Payable	0.00	0.00
Accrued Interest	0.00	0.00
Miscellaneous Accrued Liabilities	<u>431,965.55</u>	<u>434,539.38</u>
Total Other Liabilities	431,965.55	434,539.38
Retained Net Income	<u>\$412,587.93</u>	<u>\$368,534.77</u>
Total Equity	412,587.93	368,534.77
Total Liabilities and Equity	<u><u>\$888,903.43</u></u>	<u><u>\$849,855.82</u></u>

SOLID WASTE DIVISION
OPERATING STATEMENT
For The Years Ending December

	2005	2004
OPERATING REVENUES:		
Residential	\$1,422,111.88	\$1,380,532.48
Commercial	137,491.04	134,923.80
Interdepartmental	6,120.00	5,997.00
Other Revenues	85,796.09	84,787.50
Late Payment Charges	8,238.17	9,163.72
Interest Income	2,550.31	980.72
	TOTAL OPERATING REVENUES	\$1,616,385.22
OPERATION AND MAINTENANCE		
Payroll	\$508,187.14	\$514,805.76
Contractual Services	143,684.78	114,819.78
Landfill Tipping Fees	261,144.74	263,148.42
Repair & Maintenance	168,041.75	152,874.91
Administrative & General Expense	383,952.23	356,473.67
Depreciation Expense	6,000.00	6,000.00
Contribution to Municipality	147,243.69	142,507.22
	TOTAL OPERATION & MAINTENANCE	1,550,629.76
	NET OPERATING INCOME	\$ 65,755.46
	\$ 44,053.16	
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	\$ 65,755.46
	\$ 44,053.16	\$ 65,755.46

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

	Number of Customers	Revenue
Residential Customers	12,101	\$1,422,111.88
Commercial Customers	445	137,491.04
Interdepartmental Customers	2	6,120.00
TOTAL SOLID WASTE COLLECTION	12,548	\$1,565,722.92
Other Revenues		85,796.09
Late Payment Charges		8,238.17
Interest on Funds Used in Operations		2,550.31
TOTAL OTHER REVENUES		\$ 96,584.57
TOTAL OPERATING REVENUES - SOLID WASTE		\$1,662,307.49

TAXES - DIRECT AND TAX EQUIVALENTS

	2005	2004
City of Jamestown - Tax Equivalent Payment	147,243.69	142,507.22
	\$147,243.69	\$142,507.22

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
2005	1,662,307.49	13,027.18	10,939.4	1,618,254.33	412,587.93

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Sewer System

DECEMBER 31, 2005

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

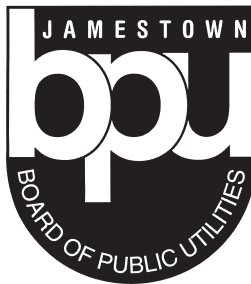
ANNUAL REPORT

of the

WASTEWATER DIVISION

of the

**CITY OF JAMESTOWN
NEW YORK**



**FOR THE YEAR ENDING
December 31, 2005**

WASTEWATER DIVISION

CONDENSED BALANCE SHEET DECEMBER 31

	2005	2004
CURRENT ASSETS:		
Cash and Equivalents	\$2,596,638.67	\$2,256,242.29
Accounts Receivable - Customers	313,054.10	360,677.12
Accounts Receivable - Miscellaneous	41,962.06	65,955.19
Prepayments	118,491.29	121,170.89
Total Current Assets:	<u>3,070,146.12</u>	<u>2,804,045.49</u>
FIXED ASSETS:		
Operating Property - Sewer	26,485,853.44	26,215,455.55
Work in Progress	120,142.65	21,821.51
Reserve for Depreciation	<u>(10,886,272.48)</u>	<u>(10,361,963.32)</u>
	15,719,723.61	15,875,313.74
OTHER ASSETS:		
Deferred Debits	42,541.45	83,083.05
Cash w/agent NYS Revolving Fund	0.00	0.00
Total Other Assets:	<u>42,541.45</u>	<u>83,083.05</u>
Total Assets	<u>18,832,411.18</u>	<u>18,762,442.28</u>
CURRENT LIABILITIES:		
Accounts Payable	\$ 49,023.28	\$ 22,677.31
Payables to Municipality	162,703.55	13,677.06
Accrued Payroll	44,657.37	44,657.37
Accrued Interest	40,231.64	43,538.73
Total Current Liabilities	<u>296,615.84</u>	<u>124,550.47</u>
OTHER LIABILITIES:		
Bonds Payable	2,944,000.30	3,461,298.24
Miscellaneous Accrued Liabilities	936,673.72	856,802.39
Total Other Liabilities	<u>3,880,674.02</u>	<u>4,318,100.63</u>
Retained Net Income	14,655,121.32	14,319,791.18
Total Equity	<u>14,655,121.32</u>	<u>14,319,791.18</u>
Total Liabilities and Equity	<u>\$18,832,411.18</u>	<u>\$18,762,442.28</u>

WASTEWATER DIVISION
OPERATING STATEMENT
For The Years Ending December

	2005	2004
OPERATING REVENUES:		
Sewer Rents	\$3,981,618.89	\$4,099,617.99
Other Sewer Revenues	462,153.98	423,084.20
	<u>\$4,443,772.82</u>	<u>\$4,522,702.19</u>
OPERATION AND MAINTENANCE:		
Payroll	\$985,945.19	\$978,802.68
Contractual Services	763,159.66	536,834.13
Repair & Maintenance	248,592.87	221,527.33
Administrative & General Expense	749,726.44	707,740.75
Depreciation Expense	524,309.16	521,036.40
Amortization Expense	40,541.60	48,649.92
Property Taxes Outside of City	301,989.63	295,411.19
Tax Equivalent Payment - City	399,203.76	395,795.90
	<u>4,013,468.31</u>	<u>3,705,798.30</u>
TOTAL OPERATION & MAINTENANCE		
	<u>4,013,468.31</u>	<u>3,705,798.30</u>
NET OPERATING INCOME	<u>\$430,304.51</u>	<u>\$816,903.89</u>
NON-OPERATING ITEMS:		
Interest on Bonds	\$99,974.37	\$115,796.16
Interest on Loans	0.00	0.00
	<u>99,974.34</u>	<u>115,796.16</u>
TOTAL NON-OPERATING ITEMS		
	<u>99,974.34</u>	<u>115,796.16</u>
NET INCOME*	<u>\$330,330.14</u>	<u>\$701,107.73</u>
* Net Income to offset Bond Principal Payment	\$543,298.00	\$594,798.00

WASTEWATER DIVISION

OPERATING REVENUES

For The Year Ending December 31, 2005

	Number of Customers	Thousand Gallons Sold	Revenue
Residential Sewer Rents	11,867	702,591	\$2,808,531.16
Commercial Sewer Rents	847	206,286	753,556.78
Industrial Sewer Rents	90	79,411	294,597.86
Municipal Sewer Rents	42	24,806	81,938.33
Public Authority Sewer Rents	27	7,728	42,994.76
TOTAL SEWER RENTS	12,873	1,020,822	\$3,981,618.89
Late Payment Charges			\$ 21,675.18
Merchandise and Jobbing			398,202.00
Interest on Funds Used in Operations			47,276.75
TOTAL OTHER SEWER REVENUES			\$ 467,153.93
TOTAL OPERATING REVENUES - SEWER			\$4,448,772.82

TAXES-DIRECT AND TAX EQUIVALENTS

	2005	2004
Town of Poland - Town Tax	\$ 62,327.09	\$ 58,005.17
Town of Poland - School Tax	236,982.94	242,342.16
City of Jamestown - Tax Equivalent Payment	399,203.76	395,795.90
	\$698,513.79	\$696,143.23

**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	3,821,594.46	14,319,791.18
2005	4,443,772.82	270,397.89	2,630,000.000	4,113,442.68	14,655,121.32

BONDED INDEBTEDNESS

General City Bonds Issued for Purposes of the Sewer System

DECEMBER 31, 2005

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	\$2,010,000	\$ 185,000	\$ 18,575.69
May 15, 1986	2000	7.5%	375,000	375,000	0	0.00
October 15, 1991	2004	7%	560,000	560,000	0	0.00
October 15, 1991	2013	7%	545,000	345,000	200,000	14,393.16
September 15, 1992	2012	3.75%	5,340,000	3,457,000	1,883,000	50,613.69
July 31, 1994	2005	7.20%	601,400	601,400	0	2,957.65
September 15, 1994	2005	7.75%	65,578	65,578	0	336.37
November 15, 1994	2012	5.71%	1,388,533	712,533	676,000	13,097.81
TOTAL			\$11,070,511	\$8,126,511	\$2,944,000	\$99,974.37