

GOLD LOAN

OF THE

ROCHESTER, N. Y.,

WATER WORKS COMPANY

FIRST MORTGAGE

SIX PER CENT. BONDS,

DUE IN 1889,

OF \$1,000 EACH.

Interest Payable May and November 1

AT UNION TRUST COMPANY, NEW YORK.

WE OFFER FOR SALE

\$300,000,

AT 80c. FLAT.

Capital Stock, - - - \$800,000

Authorized Issue Bonds, - \$800,000

WE RESPECTFULLY INVITE THE ATTENTION OF CAPITALISTS AND INVESTORS TO THESE BONDS.

SECURITY OF THE LOAN.

The entire property is mortgaged to the Union Trust Company of New York, as Trustee for the Bondholders. The Bonds can only be issued by the Union Trust Company upon the certificate of J. O. Trautwine, Esq., a Civil Engineer, representing the interests of the present Bondholders, and approved by the Board of Directors of the Rochester W. W. Company, and Daniel Marsh, Esq., Civil Engineer for the Company, which certificate shall state that the money has been actually expended on the Works. This provision insures THAT EACH BOND REPRESENTS COMPLETED WORK.

PROGRESS OF THE WORK.

The Main Pipe is now within three miles of Rochester, and it is estimated that an expenditure of less than \$50,000 will bring the water to the city, and supply eight miles of Distribution Pipe, already laid in its principal streets. Over one hundred men are now employed on the works, under the direction of Mr. Daniel Marsh, one of the oldest Civil Engineers in this country, a gentleman of great experience, and for many years has been connected with many of the Public Works of this State.

The distance from the city to the point where the water is taken is 14 miles. Eleven miles of this has been laid with 24-inch main conduit pipe. Henrietta Reservoir, 20 acres (8 miles from city), is nearly completed. The Distributing Reservoir at Rochester is nearly completed. This leaves only 3 miles of Main Pipe to be laid to put water into the City Distributing Reservoir. With favorable weather this can be done in a short time. When this point is reached, only one mile of pipe will remain to be laid to connect with the 8 miles already down in the city.

PROSPECTS OF THE COMPANY.

Rochester, and the villages of Henrietta, East Rush, and Honeoye Falls, through which the conduit pipe passes, are on limestone foundation. Consequently, all wells are sunk in limestone and produce hard lime water. The water in the Genesee River for the same reason is hard and unfit for use. Rochester, therefore, with its 75,000 inhabitants, and one of the most flourishing and thriving cities in this State, is without water, except the rain water caught in cisterns, and a precarious supply of hard lime water from the wells and Genesee. The latter is expensive to obtain, and scarcely suitable for washing purposes. The city is wholly unprotected in the event of great fires, and the numerous factories, the Erie and New York Central Railroad repair shops, are compelled now to incur great expense to supply their boilers with lime water, which greatly injures them. It is safe to say that there is no city in the country where water is needed more, and where the citizens will so gladly take and pay for it as Rochester. We were told by the proprietor of the largest hotel in Rochester that it cost him \$7 per day to supply his hotel with water.

The estimated rental from 30 miles of pipe in the city is... \$190,000

This estimate was carefully made and certified to by several of the leading citizens, many of whom were city officials, as believing it to be correct, and we would be pleased to show it to parties desiring to purchase the bonds.

Interest on \$800,000 bonds at 6 per cent. gold, say..... 60,000

Leaving for current expenses, dividends, and to extend the Works, per annum. \$130,000

When the Distribution Pipe shall be increased to 50 miles, as it unquestionably will be in three or four years, at a comparatively small outlay, the rental will be greatly increased. The city is authorized, by an act of the Legislature, to pay to this Company \$25,000 per annum for the use of water for city purposes. The expense of keeping Water Works in order is very small—especially with these Works, as they will be operated without any machinery more complicated than the gate or valve. The water runs by gravitation.

Rochester contains 10,336 houses. We got this from the City Assessor. At \$15 each house (a low estimate), it would amount to over \$150,000 rent per annum. This is the only charter for supplying Rochester with water. Granted in 1852.

The water at the Distributing Reservoir is 104 feet above the canal in Rochester, and 154 feet above the city at Henrietta Reservoir. Contrast this with many of the works of the country that cost from \$10,000 to \$75,000 per annum for pumping the water.

This work is unlike railroads, requiring 65 to 80 per cent. of its earnings (even the best roads) to defray expenses, not including wear and tear, and the many disasters they are subject to. The public will please bear in mind that this enterprise is not 1,000 or 2,000 miles from New York, but only 14 hours' ride, and those desiring to invest can easily go and examine for themselves.

WATER BONDS AS AN INVESTMENT.

We give market value:
Chicago 7 per cent., currency..... 95 and int.
St. Louis 6 per cent., gold..... 98 flat.
Detroit 7s..... 100½ and int.
Portland 6s..... 95 flat.

We have reports from thirty-five cities in answer to our inquiries relative to the value of the Stock and Bonds of Water Works Companies, AND IN EVERY INSTANCE the reply is considered A GOOD INVESTMENT, held by capitalists and seldom seen in the market. This proves that Water Works Bonds of the leading cities of the country are held in high repute, and generally sought after as investment. The Bonds of the Rochester Water Works Company will inevitably take rank with and command the price of the best Water Bonds in the country, and the opportunity to secure at the low rate we are now offering them is one that should commend itself to those seeking a safe, secure, local investment.

There remains unsold of these Bonds but

\$300,000.

Pamphlets containing copies of the Company's charter, and of the mortgage to the Union Trust Company, also the reports of Engineers, Messrs. J. O. Trautwine and W. Milnor Roberts, furnished upon application.

Government Securities and Bonds, having market value, taken in exchange on favorable terms.

Bonds sent by express, to any part of the country, free of charge.

UTLEY & DOUGHERTY,

No. 11 Wall Street,

NEW YORK.