

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

COMMUNITY BANK SYSTEM INC  
Form 13F-HR  
February 06, 2007

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

Form 13F

Form 13F COVER PAGE

Report for the Calendar Year or Quarter Ended: DECEMBER 31, 2006

Check here if Amendment [ ]; Amendment Number: \_\_\_\_  
This Amendment (Check only one.): [ ] is a restatement.  
[ ] adds new holdings entries.

Institutional Investment Manager Filing this Report:

Name: COMMUNITY BANK N.A.  
Address: 5790 WIDEWATERS PARKWAY  
DEWITT, NY 13214-1883

Form 13F File Number: 028-11044

The institutional investment manager filing this report and the person by whom it is signed hereby represent that the person signing the report is authorized to submit it, that all information contained herein is true, correct and complete, and that it is understood that all required items, statements, schedules, lists and tables, are considered integral parts of this form.

Person Signing this Report on Behalf of Reporting Manager:

Name: Kathy Strohmeyer signing for Community Bank Services Inc.  
Title: Operations Manager  
Phone: 716-633-3800

Signature, Place, and Date of Signing:

KATHY STROHMEYER WILLIAMSVILLE, NY 02/02/07  
-----  
[Signature] [City, State] [Date]

Report Type (Check only one.):  
[X] 13F HOLDINGS REPORT. (Check here if all holdings of this reporting manager are reported in this report.  
[ ] 13F NOTICE. (Check here if no holdings reported are in this report, and all holdings are reported by other reporting manager(s).)  
[ ] 13F COMBINATION REPORT. (Check here if a portion of the holdings for this reporting manager are reported in this report and a portion are reported by other reporting manager(s).)

List of Other Managers Reporting for this Manager:  
[If there are no entries in this list, omit this section.]

Form 13F File Number Name  
-----  
- [Repeat as necessary.]

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

Form 13F SUMMARY PAGE

Report Summary:

Number of Other Included Managers: 0  
 Form 13F Information Table Entry Total: 344  
 Form 13F Information Table Value Total: \$1279641  
 (thousands)

List of other Included Managers:

Provide a numbered list of the name(s) and Form 13F file number(s) of all institutional investment managers with respect to which this report is filed, other than the manager filing this report.

[If there are no entries in this list, state "NONE" and omit the column headings and list entries.]

No. Form 13F File Number Name

[Repeat as necessary.]

Form 13F INFORMATION TABLE

FORM 13F INFORMATION TABLE  
 AS OF 12/31/06

| NAME OF ISSUER              | TITLE OF CLASS | CUSIP     | VALUE (X\$1000) | SHARES/ PRN | SH/ PRN | PUT/ CALL | INVS DSCR |
|-----------------------------|----------------|-----------|-----------------|-------------|---------|-----------|-----------|
| FRESH DEL MONTE PRODUCE INC | ORD            | G36738105 | 2               | 200         | SH      |           | SOLE      |
| INGERSOLL RAND LTD          |                | G4776G101 | 36              | 930         | SH      |           | SOLE      |
| INGERSOLL RAND LTD          |                | G4776G101 | 51              | 1320        | SH      |           | DEFIN     |
| FLEXTRONICS INTL LTD        | ORD            | Y2573F102 | 13              | 1200        | SH      |           | SOLE      |
| AGL RES INC                 | COM            | 1204106   | 7               | 200         | SH      |           | SOLE      |
| AES CORP                    | COM            | 00130H105 | 18              | 833         | SH      |           | DEFIN     |
| AT&T INC                    | COM            | 00206R102 | 431             | 12065       | SH      |           | SOLE      |
| AT&T INC                    | COM            | 00206R102 | 81              | 2283        | SH      |           | DEFIN     |
| ABBOTT LABS                 | COM            | 2824100   | 237             | 4875        | SH      |           | SOLE      |
| ABBOTT LABS                 | COM            | 2824100   | 3               | 75          | SH      |           | DEFIN     |
| ADVANCED MICRO DEVICES INC  | COM            | 7903107   | 34              | 1700        | SH      |           | DEFIN     |

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

|                              |               |           |      |       |    |       |
|------------------------------|---------------|-----------|------|-------|----|-------|
| AIR PRODS & CHEMS INC        | COM           | 9158106   | 379  | 5395  | SH | SOLE  |
| ALCOA INC                    | COM           | 13817101  | 94   | 3150  | SH | SOLE  |
| ALCOA INC                    | COM           | 13817101  | 24   | 800   | SH | DEFIN |
| ALCATEL-LUCENT               | SPONSORED ADR | 13904305  | 781  | 54935 | SH | SOLE  |
| ALCATEL-LUCENT               | SPONSORED ADR | 13904305  | 33   | 2361  | SH | DEFIN |
| ALLSTATE CORP                | COM           | 20002101  | 32   | 500   | SH | DEFIN |
| ALLTEL CORP                  | COM           | 20039103  | 21   | 360   | SH | SOLE  |
| ALLTEL CORP                  | COM           | 20039103  | 3    | 58    | SH | DEFIN |
| ALTRIA GROUP INC             | COM           | 02209S103 | 8    | 97    | SH | SOLE  |
| ALTRIA GROUP INC             | COM           | 02209S103 | 145  | 1700  | SH | DEFIN |
| AMERICAN ELEC PWR INC        | COM           | 25537101  | 30   | 720   | SH | DEFIN |
| AMERICAN EXPRESS CO          | COM           | 25816109  | 733  | 12085 | SH | SOLE  |
| AMERICAN EXPRESS CO          | COM           | 25816109  | 45   | 750   | SH | DEFIN |
| AMERICAN INTL GROUP INC      | COM           | 26874107  | 1073 | 14989 | SH | SOLE  |
| AMERICAN INTL GROUP INC      | COM           | 26874107  | 136  | 1900  | SH | DEFIN |
| AMERICAN STD COS INC DEL     | COM           | 29712106  | 11   | 250   | SH | SOLE  |
| AMGEN INC                    | COM           | 31162100  | 843  | 12350 | SH | SOLE  |
| AMGEN INC                    | COM           | 31162100  | 223  | 3270  | SH | DEFIN |
| ANALOG DEVICES INC           | COM           | 32654105  | 32   | 1000  | SH | SOLE  |
| ANHEUSER BUSCH COS INC       | COM           | 35229103  | 147  | 3000  | SH | SOLE  |
| APACHE CORP                  | COM           | 37411105  | 702  | 10570 | SH | SOLE  |
| APACHE CORP                  | COM           | 37411105  | 29   | 450   | SH | DEFIN |
| APPLE COMPUTER INC           | COM           | 37833100  | 1315 | 15500 | SH | SOLE  |
| APPLIED MATLS INC            | COM           | 38222105  | 31   | 1700  | SH | SOLE  |
| AUTOMATIC DATA PROCESSING IN | COM           | 53015103  | 398  | 8089  | SH | SOLE  |
| AVANEX CORP                  |               | 05348W109 | 0    | 500   | SH | SOLE  |
| AVAYA INC                    | COM           | 53499109  | 2    | 162   | SH | SOLE  |
| BJ SVCS CO                   | COM           | 55482103  | 619  | 21120 | SH | SOLE  |
| BJ SVCS CO                   | COM           | 55482103  | 19   | 675   | SH | DEFIN |
| BP PLC                       | SPONSORED ADR | 55622104  | 881  | 13144 | SH | SOLE  |
| BP PLC                       | SPONSORED ADR | 55622104  | 37   | 556   | SH | DEFIN |
| BANK OF AMERICA CORPORATION  | COM           | 60505104  | 835  | 15651 | SH | SOLE  |
| BANK OF AMERICA CORPORATION  | COM           | 60505104  | 160  | 3000  | SH | DEFIN |
| BANK NEW YORK INC            | COM           | 64057102  | 778  | 19786 | SH | SOLE  |
| BANK NEW YORK INC            | COM           | 64057102  | 172  | 4380  | SH | DEFIN |
| BARR PHARMACEUTICALS INC     | COM           | 68306109  | 5    | 100   | SH | DEFIN |
| BAXTER INTL INC              | COM           | 71813109  | 108  | 2350  | SH | SOLE  |
| BED BATH & BEYOND INC        | COM           | 75896100  | 6    | 165   | SH | SOLE  |
| BELLSOUTH CORP               | COM           | 79860102  | 643  | 13655 | SH | SOLE  |
| BELLSOUTH CORP               | COM           | 79860102  | 197  | 4200  | SH | DEFIN |
| BERKSHIRE HATHAWAY INC DEL   | CL B          | 84670207  | 150  | 41    | SH | DEFIN |
| BEST BUY INC                 | COM           | 86516101  | 11   | 225   | SH | SOLE  |
| BIOGEN IDEC INC              | COM           | 09062X103 | 731  | 14865 | SH | SOLE  |
| BIOGEN IDEC INC              | COM           | 09062X103 | 60   | 1225  | SH | DEFIN |
| BOEING CO                    | COM           | 97023105  | 222  | 2500  | SH | SOLE  |
| BOEING CO                    | COM           | 97023105  | 44   | 500   | SH | DEFIN |
| BRISTOL MYERS SQUIBB CO      | COM           | 110122108 | 463  | 17630 | SH | SOLE  |
| BRISTOL MYERS SQUIBB CO      | COM           | 110122108 | 28   | 1100  | SH | DEFIN |
| BURLINGTON NORTHN SANTA FE C | COM           | 12189T104 | 671  | 9100  | SH | SOLE  |
| BURLINGTON NORTHN SANTA FE C | COM           | 12189T104 | 29   | 400   | SH | DEFIN |
| CVS CORP                     | COM           | 126650100 | 241  | 7800  | SH | SOLE  |
| CAMECO CORP                  | COM           | 13321L108 | 561  | 13880 | SH | SOLE  |
| CAMECO CORP                  | COM           | 13321L108 | 24   | 600   | SH | DEFIN |
| CAPITALSOURCE INC            |               | 14055X102 | 2    | 100   | SH | DEFIN |
| CAREMARK RX INC              | COM           | 141705103 | 91   | 1600  | SH | DEFIN |
| CARNIVAL CORP                |               | 143658300 | 29   | 600   | SH | DEFIN |
| CATERPILLAR INC DEL          | COM           | 149123101 | 39   | 646   | SH | SOLE  |
| CATERPILLAR INC DEL          | COM           | 149123101 | 24   | 400   | SH | DEFIN |
| CHESAPEAKE ENERGY CORP       | COM           | 165167107 | 68   | 2350  | SH | SOLE  |
| CHEVRON CORP                 | COM           | 166764100 | 734  | 9984  | SH | SOLE  |
| CHEVRON CORP                 | COM           | 166764100 | 185  | 2520  | SH | DEFIN |
| CHUBB CORP                   | COM           | 171232101 | 179  | 3400  | SH | SOLE  |

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

|                              |            |           |      |        |    |       |
|------------------------------|------------|-----------|------|--------|----|-------|
| CIENA CORP                   | COM NEW    | 171779309 | 39   | 1429   | SH | SOLE  |
| CISCO SYS INC                | COM        | 17275R102 | 1349 | 49411  | SH | SOLE  |
| CISCO SYS INC                | COM        | 17275R102 | 144  | 5300   | SH | DEFIN |
| CITIGROUP INC                | COM        | 172967101 | 1476 | 26513  | SH | SOLE  |
| CITIGROUP INC                | COM        | 172967101 | 210  | 3783   | SH | DEFIN |
| COCA COLA CO                 | COM        | 191216100 | 615  | 12757  | SH | SOLE  |
| COCA COLA CO                 | COM        | 191216100 | 295  | 6115   | SH | DEFIN |
| COLGATE PALMOLIVE CO         | COM        | 194162103 | 507  | 7775   | SH | SOLE  |
| COLGATE PALMOLIVE CO         | COM        | 194162103 | 187  | 2868   | SH | DEFIN |
| COMCAST CORP                 |            | 20030N101 | 124  | 2950   | SH | SOLE  |
| COMCAST CORP                 |            | 20030N101 | 105  | 2500   | SH | DEFIN |
| COMMUNITY BK SYS INC         | COM        | 203607106 | 5100 | 221769 | SH | SOLE  |
| COMMUNITY BK SYS INC         | COM        | 203607106 | 812  | 35320  | SH | DEFIN |
| CONOCOPHILLIPS               | COM        | 20825C104 | 578  | 8038   | SH | SOLE  |
| CONOCOPHILLIPS               | COM        | 20825C104 | 132  | 1837   | SH | DEFIN |
| CONSOLIDATED EDISON INC      | COM        | 209115104 | 192  | 4005   | SH | SOLE  |
| CONSTELLATION BRANDS INC     | CL A       | 21036P108 | 46   | 1600   | SH | SOLE  |
| CONSTELLATION BRANDS INC     | CL A       | 21036P108 | 90   | 3106   | SH | DEFIN |
| CONSTELLATION ENERGY GROUP I | COM        | 210371100 | 27   | 400    | SH | SOLE  |
| CORNING INC                  | COM        | 219350105 | 89   | 4792   | SH | SOLE  |
| CORNING INC                  | COM        | 219350105 | 4    | 240    | SH | DEFIN |
| DARDEN RESTAURANTS INC       | COM        | 237194105 | 260  | 6480   | SH | SOLE  |
| DEAN FOODS CO NEW            | COM        | 242370104 | 35   | 834    | SH | SOLE  |
| DELL INC                     |            | 24702R101 | 796  | 31760  | SH | SOLE  |
| DELL INC                     |            | 24702R101 | 70   | 2800   | SH | DEFIN |
| DIAMONDS TR                  | UNIT SER 1 | 252787106 | 6    | 53     | SH | SOLE  |
| DISNEY WALT CO               | COM DISNEY | 254687106 | 250  | 7314   | SH | SOLE  |
| DISNEY WALT CO               | COM DISNEY | 254687106 | 51   | 1500   | SH | DEFIN |
| DOMINION RES INC VA NEW      | COM        | 25746U109 | 83   | 990    | SH | SOLE  |
| DOMINION RES INC VA NEW      | COM        | 25746U109 | 12   | 150    | SH | DEFIN |
| DOW CHEM CO                  | COM        | 260543103 | 6    | 173    | SH | SOLE  |
| DU PONT E I DE NEMOURS & CO  | COM        | 263534109 | 429  | 8823   | SH | SOLE  |
| DU PONT E I DE NEMOURS & CO  | COM        | 263534109 | 58   | 1200   | SH | DEFIN |
| DUKE ENERGY CORP NEW         | COM        | 26441C105 | 34   | 1034   | SH | SOLE  |
| E M C CORP MASS              | COM        | 268648102 | 55   | 4200   | SH | SOLE  |
| ENSCO INTL INC               | COM        | 26874Q100 | 70   | 1400   | SH | DEFIN |
| EOG RES INC                  | COM        | 26875P101 | 12   | 200    | SH | DEFIN |
| EAGLE MATERIALS INC          | COM        | 26969P108 | 7    | 180    | SH | SOLE  |
| EASTMAN CHEM CO              | COM        | 277432100 | 6    | 118    | SH | DEFIN |
| EBAY INC                     | COM        | 278642103 | 952  | 31675  | SH | SOLE  |
| EBAY INC                     | COM        | 278642103 | 41   | 1375   | SH | DEFIN |
| EL PASO CORP                 |            | 28336L109 | 49   | 3250   | SH | SOLE  |
| ELAN PLC                     | ADR        | 284131208 | 0    | 19     | SH | SOLE  |
| EMERSON ELEC CO              | COM        | 291011104 | 738  | 16760  | SH | SOLE  |
| ENERGY EAST CORP             | COM        | 29266M109 | 17   | 692    | SH | SOLE  |
| ENERGY EAST CORP             | COM        | 29266M109 | 9    | 400    | SH | DEFIN |
| ENTERPRISE PRODS PARTNERS L  | COM        | 293792107 | 5    | 200    | SH | DEFIN |
| EQUITABLE RES INC            | COM        | 294549100 | 16   | 400    | SH | SOLE  |
| EXELON CORP                  | COM        | 30161N101 | 12   | 200    | SH | SOLE  |
| EXELON CORP                  | COM        | 30161N101 | 49   | 800    | SH | DEFIN |
| EXPRESS SCRIPTS INC          | COM        | 302182100 | 28   | 400    | SH | DEFIN |
| EXXON MOBIL CORP             | COM        | 30231G102 | 3179 | 41489  | SH | SOLE  |
| EXXON MOBIL CORP             | COM        | 30231G102 | 431  | 5630   | SH | DEFIN |
| FPL GROUP INC                | COM        | 302571104 | 48   | 900    | SH | SOLE  |
| FEDERAL NATL MTG ASSN        | COM        | 313586109 | 29   | 500    | SH | SOLE  |
| FIFTH THIRD BANCORP          | COM        | 316773100 | 28   | 700    | SH | SOLE  |
| FIRST DATA CORP              | COM        | 319963104 | 48   | 1900   | SH | DEFIN |
| FOOT LOCKER INC              | COM        | 344849104 | 25   | 1140   | SH | SOLE  |
| FORD MTR CO DEL              | COM PAR    |           |      |        |    |       |
|                              | \$0.01     | 345370860 | 21   | 2805   | SH | DEFIN |
| GANNETT INC                  | COM        | 364730101 | 78   | 1300   | SH | SOLE  |
| GENENTECH INC                |            | 368710406 | 812  | 10015  | SH | SOLE  |

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

|                              |              |           |       |        |    |       |
|------------------------------|--------------|-----------|-------|--------|----|-------|
| GENENTECH INC                |              | 368710406 | 36    | 450    | SH | DEFIN |
| GENERAL DYNAMICS CORP        | COM          | 369550108 | 14    | 200    | SH | SOLE  |
| GENERAL ELEC CO              | COM          | 369604103 | 10385 | 279167 | SH | SOLE  |
| GENERAL ELEC CO              | COM          | 369604103 | 531   | 14301  | SH | DEFIN |
| GENERAL MLS INC              | COM          | 370334104 | 649   | 11270  | SH | SOLE  |
| GENERAL MLS INC              | COM          | 370334104 | 112   | 1960   | SH | DEFIN |
| GENUINE PARTS CO             | COM          | 372460105 | 92    | 1950   | SH | SOLE  |
| GLAXOSMITHKLINE PLC          | SPONSORED    |           |       |        |    |       |
|                              | ADR          | 37733W105 | 192   | 3641   | SH | SOLE  |
| GOLDCORP INC NEW             | COM          | 380956409 | 6     | 225    | SH | DEFIN |
| HSBC HLDGS PLC               | ADR A 1/4    |           |       |        |    |       |
|                              | OP F A       | 404280604 | 50    | 2000   | SH | SOLE  |
| HANCOCK JOHN INVS TR         | COM          | 410142103 | 3     | 200    | SH | SOLE  |
| HARSCO CORP                  |              | 415864107 | 22    | 300    | SH | DEFIN |
| HARTFORD FINL SVCS GROUP INC | COM          | 416515104 | 130   | 1400   | SH | DEFIN |
| HEINZ H J CO                 | COM          | 423074103 | 236   | 5250   | SH | SOLE  |
| HERSHEY CO                   | COM          | 427866108 | 49    | 1000   | SH | SOLE  |
| HEWLETT PACKARD CO           | COM          | 428236103 | 325   | 7900   | SH | SOLE  |
| HEWLETT PACKARD CO           | COM          | 428236103 | 14    | 360    | SH | DEFIN |
| HOME DEPOT INC               | COM          | 437076102 | 1018  | 25370  | SH | SOLE  |
| HOME DEPOT INC               | COM          | 437076102 | 112   | 2800   | SH | DEFIN |
| HONEYWELL INTL INC           | COM          | 438516106 | 195   | 4324   | SH | SOLE  |
| HUGOTON RTY TR TEX           | UNIT BEN     |           |       |        |    |       |
|                              | INT          | 444717102 | 3     | 150    | SH | DEFIN |
| ITT CORP NEW                 | COM          | 450911102 | 79    | 1400   | SH | DEFIN |
| IDEARC INC                   | COM          | 451663108 | 1     | 45     | SH | SOLE  |
| IDEARC INC                   | COM          | 451663108 | 2     | 94     | SH | DEFIN |
| ILLINOIS TOOL WKS INC        | COM          | 452308109 | 459   | 9950   | SH | SOLE  |
| INTEL CORP                   | COM          | 458140100 | 346   | 17125  | SH | SOLE  |
| INTEL CORP                   | COM          | 458140100 | 226   | 11200  | SH | DEFIN |
| INTL BUSINESS MACH           | COM          | 459200101 | 1134  | 11678  | SH | SOLE  |
| INTL BUSINESS MACH           | COM          | 459200101 | 346   | 3567   | SH | DEFIN |
| INTERNATIONAL GAME TECHNOLOG | COM          | 459902102 | 10    | 225    | SH | SOLE  |
| INTERNATIONAL RECTIFIER CORP | COM          | 460254105 | 38    | 1000   | SH | DEFIN |
| ISHARES INC                  | MSCI         |           |       |        |    |       |
|                              | AUSTRALIA    | 464286103 | 5     | 225    | SH | DEFIN |
| ISHARES INC                  | MSCI CDA     |           |       |        |    |       |
|                              | INDEX        | 464286509 | 1015  | 40140  | SH | SOLE  |
| ISHARES INC                  | MSCI CDA     |           |       |        |    |       |
|                              | INDEX        | 464286509 | 36    | 1450   | SH | DEFIN |
| ISHARES INC                  | MSCI PAC     |           |       |        |    |       |
|                              | J IDX        | 464286665 | 31    | 250    | SH | SOLE  |
| ISHARES INC                  | MSCI PAC     |           |       |        |    |       |
|                              | J IDX        | 464286665 | 6     | 50     | SH | DEFIN |
| ISHARES INC                  | MSCI JAPAN   | 464286848 | 3     | 250    | SH | DEFIN |
| ISHARES TR                   | DJ SEL DIV   |           |       |        |    |       |
|                              | INX          | 464287168 | 1929  | 27275  | SH | SOLE  |
| ISHARES TR                   | DJ SEL DIV   |           |       |        |    |       |
|                              | INX          | 464287168 | 106   | 1500   | SH | DEFIN |
| I SHARES TR S&P 500 INDEX FD |              | 464287200 | 7     | 50     | SH | SOLE  |
| I SHARES MSCI EMERGING MKTS  | INDEX FUND   | 464287234 | 2045  | 17920  | SH | SOLE  |
| I SHARES MSCI EMERGING MKTS  | INDEX FUND   | 464287234 | 91    | 800    | SH | DEFIN |
| ISHARES TR                   | S&P GBL HLT  |           |       |        |    |       |
|                              | HCR          | 464287325 | 737   | 12890  | SH | SOLE  |
| ISHARES TR                   | S&P GBL HLT  |           |       |        |    |       |
|                              | HCR          | 464287325 | 20    | 350    | SH | DEFIN |
| I SHARES MSCI EAFE           |              | 464287465 | 7302  | 99740  | SH | SOLE  |
| I SHARES MSCI EAFE           |              | 464287465 | 265   | 3620   | SH | DEFIN |
| I SHARES RUSSELL 1000 VALUE  |              | 464287598 | 6324  | 76475  | SH | SOLE  |
| I SHARES RUSSELL 1000 VALUE  |              | 464287598 | 342   | 4140   | SH | DEFIN |
| ISHARES TR RUSSELL 1000      | GROWTH INDEX |           |       |        |    |       |
|                              | FUND         | 464287614 | 2594  | 47150  | SH | SOLE  |

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

|                              |                    |           |      |       |    |       |
|------------------------------|--------------------|-----------|------|-------|----|-------|
| ISHARES TR RUSSELL 1000      | GROWTH INDEX FUND  | 464287614 | 143  | 2600  | SH | DEFIN |
| ISHARES TR                   | S&P SMLCAP 600     | 464287804 | 5952 | 90205 | SH | SOLE  |
| ISHARES TR                   | S&P SMLCAP 600     | 464287804 | 258  | 3910  | SH | DEFIN |
| JDS UNIPHASE CORP            | COM PAR \$ 01      | 46612J507 | 41   | 2500  | SH | SOLE  |
| JP MORGAN CHASE & CO         | COM                | 46625H100 | 1050 | 21756 | SH | SOLE  |
| JP MORGAN CHASE & CO         | COM                | 46625H100 | 37   | 773   | SH | DEFIN |
| JOHNSON & JOHNSON            | COM                | 478160104 | 1556 | 23575 | SH | SOLE  |
| JOHNSON & JOHNSON            | COM                | 478160104 | 353  | 5350  | SH | DEFIN |
| KELLOGG CO                   | COM                | 487836108 | 25   | 500   | SH | SOLE  |
| KEYCORP NEW                  | COM                | 493267108 | 76   | 2010  | SH | SOLE  |
| KIMBERLY CLARK CORP          | COM                | 494368103 | 54   | 800   | SH | DEFIN |
| KINDER MORGAN ENERGY PARTNER | UT LTD PARTNER     | 494550106 | 7    | 150   | SH | DEFIN |
| KRAFT FOODS INC              | CL A               | 50075N104 | 53   | 1500  | SH | DEFIN |
| L-3 COMMUNICATIONS HLDGS INC | COM                | 502424104 | 10   | 125   | SH | DEFIN |
| LAKE SHORE BANCORP INC       | COM                | 510700107 | 26   | 2090  | SH | SOLE  |
| LILLY ELI & CO               | COM                | 532457108 | 166  | 3200  | SH | SOLE  |
| LILLY ELI & CO               | COM                | 532457108 | 46   | 900   | SH | DEFIN |
| LINCOLN NATL CORP IND        | COM                | 534187109 | 293  | 4416  | SH | SOLE  |
| LINCOLN NATL CORP IND        | COM                | 534187109 | 112  | 1700  | SH | DEFIN |
| LOCKHEED MARTIN CORP         | COM                | 539830109 | 124  | 1350  | SH | SOLE  |
| LOCKHEED MARTIN CORP         | COM                | 539830109 | 92   | 1000  | SH | DEFIN |
| LOWES COS INC                | COM                | 548661107 | 100  | 3230  | SH | SOLE  |
| M & T BK CORP                | COM                | 55261F104 | 12   | 100   | SH | SOLE  |
| MANULIFE FINL CORP           | COM                | 56501R106 | 120  | 3572  | SH | SOLE  |
| MARATHON OIL CORP            |                    | 565849106 | 16   | 180   | SH | SOLE  |
| MARRIOTT INTL INC NEW        | CL A               | 571903202 | 443  | 9295  | SH | SOLE  |
| MARRIOTT INTL INC NEW        | CL A               | 571903202 | 20   | 425   | SH | DEFIN |
| MASCO CORP                   | COM                | 574599106 | 51   | 1725  | SH | SOLE  |
| MASCO CORP                   | COM                | 574599106 | 62   | 2100  | SH | DEFIN |
| MCDONALDS CORP               | COM                | 580135101 | 19   | 450   | SH | SOLE  |
| MEDCO HEALTH SOLUTIONS INC   |                    | 58405U102 | 685  | 12838 | SH | SOLE  |
| MEDCO HEALTH SOLUTIONS INC   |                    | 58405U102 | 26   | 500   | SH | DEFIN |
| MEDTRONIC INC                | COM                | 585055106 | 522  | 9775  | SH | SOLE  |
| MEDTRONIC INC                | COM                | 585055106 | 230  | 4300  | SH | DEFIN |
| MERCK & CO INC               | COM                | 589331107 | 358  | 8216  | SH | SOLE  |
| MERCK & CO INC               | COM                | 589331107 | 333  | 7650  | SH | DEFIN |
| MICROSOFT CORP               | COM                | 594918104 | 904  | 30280 | SH | SOLE  |
| MICROSOFT CORP               | COM                | 594918104 | 355  | 11900 | SH | DEFIN |
| MIDCAP SPDR TR               | UNIT SER 1         | 595635103 | 6855 | 46845 | SH | SOLE  |
| MIDCAP SPDR TR               | UNIT SER 1         | 595635103 | 297  | 2035  | SH | DEFIN |
| MORGAN STANLEY               | COM NEW            | 617446448 | 89   | 1103  | SH | SOLE  |
| MORGAN STANLEY               | COM NEW            | 617446448 | 89   | 1100  | SH | DEFIN |
| MOTOROLA INC                 | COM                | 620076109 | 212  | 10350 | SH | SOLE  |
| MYLAN LABS INC               | COM                | 628530107 | 4    | 225   | SH | SOLE  |
| NBT BANCORP INC              | COM                | 628778102 | 15   | 600   | SH | SOLE  |
| NATIONAL FUEL GAS CO N J     | COM                | 636180101 | 67   | 1760  | SH | DEFIN |
| NEW YORK CMNTY BANCORP INC   | COM                | 649445103 | 7    | 475   | SH | DEFIN |
| NEWELL RUBBERMAID INC        | COM                | 651229106 | 49   | 1700  | SH | DEFIN |
| NOKIA CORP                   | SPONSORED ADR      | 654902204 | 5    | 250   | SH | SOLE  |
| NORFOLK SOUTHERN CORP        | COM                | 655844108 | 86   | 1725  | SH | SOLE  |
| NUCOR CORP                   | COM                | 670346105 | 21   | 400   | SH | SOLE  |
| NUVEEN PREFERRED AND         | CONVERTIBLE INCOME | 67073B106 | 14   | 1000  | SH | SOLE  |
| OGE ENERGY CORP              | COM                | 670837103 | 24   | 600   | SH | DEFIN |
| NUVEEN MUN VALUE FD INC      | COM                | 670928100 | 41   | 4000  |    | SOLE  |
| OCCIDENTAL PETE CORP DEL     | COM                | 674599105 | 48   | 1000  | SH | SOLE  |
| OMNICOM GROUP INC            | COM                | 681919106 | 23   | 225   | SH | SOLE  |

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

|                              |                |           |      |       |    |       |
|------------------------------|----------------|-----------|------|-------|----|-------|
| ORACLE CORP                  | COM            | 68389X105 | 85   | 4980  | SH | SOLE  |
| PNC FINL SVCS GROUP INC      | COM            | 693475105 | 55   | 750   | SH | SOLE  |
| PNC FINL SVCS GROUP INC      | COM            | 693475105 | 11   | 150   | SH | DEFIN |
| PPG INDS INC                 | COM            | 693506107 | 138  | 2150  | SH | SOLE  |
| PPL CORP                     | COM            | 69351T106 | 327  | 9130  | SH | SOLE  |
| PAYCHEX INC                  | COM            | 704326107 | 98   | 2500  | SH | SOLE  |
| PAYCHEX INC                  | COM            | 704326107 | 12   | 312   | SH | DEFIN |
| PENNEY J C INC               | COM            | 708160106 | 46   | 600   | SH | SOLE  |
| PEPSICO INC                  | COM            | 713448108 | 802  | 12835 | SH | SOLE  |
| PEPSICO INC                  | COM            | 713448108 | 218  | 3500  | SH | DEFIN |
| PETSMART INC                 | COM            | 716768106 | 51   | 1800  | SH | DEFIN |
| PFIZER INC                   | COM            | 717081103 | 1091 | 42145 | SH | SOLE  |
| PFIZER INC                   | COM            | 717081103 | 222  | 8600  | SH | DEFIN |
| PINNACLE WEST CPTLCORP       |                | 723484101 | 188  | 3725  | SH | SOLE  |
| PITNEY BOWES INC             | COM            | 724479100 | 83   | 1800  | SH | SOLE  |
| PLUM CREEK TIMBER CO INC     | COM            | 729251108 | 11   | 280   | SH | SOLE  |
| PLUM CREEK TIMBER CO INC     | COM            | 729251108 | 68   | 1724  | SH | DEFIN |
| POWERSHARES ETF TRUST        | WATER          |           |      |       |    |       |
|                              | RESOURCE       | 73935X575 | 812  | 44150 | SH | SOLE  |
| POWERSHARES ETF TRUST        | WATER          |           |      |       |    |       |
|                              | RESOURCE       | 73935X575 | 29   | 1625  | SH | DEFIN |
| POWERSHARES ETF TRUST        | FTSE RAFI 10   | 73935X583 | 1987 | 34250 | SH | SOLE  |
| POWERSHARES ETF TRUST        | FTSE RAFI 10   | 73935X583 | 63   | 1100  | SH | DEFIN |
| POWERSHARES ETF TRUST        | INTL DIV AC HV | 73935X716 | 7    | 400   | SH | SOLE  |
| PRAXAIR INC                  | COM            | 74005P104 | 6    | 108   | SH | SOLE  |
| PROCTER & GAMBLE CO          | COM            | 742718109 | 1773 | 27600 | SH | SOLE  |
| PROCTER & GAMBLE CO          | COM            | 742718109 | 166  | 2597  | SH | DEFIN |
| PROGRESS ENERGY INC          | COM            | 743263105 | 85   | 1748  | SH | SOLE  |
| PROGRESS ENERGY INC          | COM            | 743263105 | 4    | 100   | SH | DEFIN |
| PROGRESSIVE CORP OHIO        | COM            | 743315103 | 9    | 400   | SH | SOLE  |
| QUALCOMM INC                 | COM            | 747525103 | 780  | 20650 | SH | SOLE  |
| QUALCOMM INC                 | COM            | 747525103 | 57   | 1525  | SH | DEFIN |
| QWEST COMMUNICATIONS INTL IN | COM            | 749121109 | 0    | 27    | SH | SOLE  |
| RAYTHEON CO                  | COM NEW        | 755111507 | 26   | 500   | SH | SOLE  |
| ROCKWELL COLLINS INC         |                | 774341101 | 9    | 150   | SH | SOLE  |
| ROSS STORES INC              | COM            | 778296103 | 52   | 1800  | SH | DEFIN |
| ROYAL BK SCOTLAND GROUP PLC  | ADR PFD SERP   | 780097762 | 81   | 3200  | SH | SOLE  |
| ROYAL DUTCH SHELL PLC        | SPONS ADR A    | 780259206 | 740  | 10460 | SH | SOLE  |
| SPDR TR                      | UNIT SER 1     | 78462F103 | 2098 | 14815 | SH | SOLE  |
| ST JUDE MED INC              | COM            | 790849103 | 660  | 18055 | SH | SOLE  |
| ST JUDE MED INC              | COM            | 790849103 | 27   | 750   | SH | DEFIN |
| ST PAUL TRAVELERS INC        | COM            | 792860108 | 96   | 1800  | SH | DEFIN |
| SCHERING PLOUGH CORP         | COM            | 806605101 | 368  | 15604 | SH | SOLE  |
| SCHERING PLOUGH CORP         | COM            | 806605101 | 47   | 2000  | SH | DEFIN |
| SCHLUMBERGER LTD             |                | 806857108 | 836  | 13250 | SH | SOLE  |
| SELECT SECTOR SPDR TR        | SBI INT-F INL  | 81369Y605 | 1277 | 34770 | SH | SOLE  |
| SELECT SECTOR SPDR TR        | SBI INT-F INL  | 81369Y605 | 42   | 1150  | SH | DEFIN |
| SELECT SECTOR SPDR TR        | SBI INT-T ECH  | 81369Y803 | 1048 | 45100 | SH | SOLE  |
| SELECT SECTOR SPDR TR        | SBI INT-T ECH  | 81369Y803 | 54   | 2350  | SH | DEFIN |
| SOUTHERN CO                  | COM            | 842587107 | 155  | 4227  | SH | SOLE  |
| SOUTHERN CO                  | COM            | 842587107 | 66   | 1800  | SH | DEFIN |
| STAPLES INCORPORATED         |                | 855030102 | 16   | 600   | SH | SOLE  |
| STAPLES INCORPORATED         |                | 855030102 | 88   | 3300  | SH | DEFIN |
| STERIS CORP                  | COM            | 859152100 | 4    | 184   | SH | SOLE  |
| STREETTRACKS GOLD TR         | GOLD SHS       | 863307104 | 11   | 175   | SH | DEFIN |
| STRYKER CORP                 | COM            | 863667101 | 6    | 110   | SH | SOLE  |
| STRYKER CORP                 | COM            | 863667101 | 4    | 75    | SH | DEFIN |
| SYMANTEC CORP                | COM            | 871503108 | 45   | 2205  | SH | SOLE  |
| SYSCO CORP                   | COM            | 871829107 | 100  | 2725  | SH | SOLE  |
| SYSCO CORP                   | COM            | 871829107 | 36   | 1000  | SH | DEFIN |
| TCW CONV SECS FD INC         | COM            | 872340104 | 17   | 3480  | SH | SOLE  |
| TARGET CORP                  | COM            | 87612E103 | 299  | 5250  | SH | SOLE  |

Edgar Filing: COMMUNITY BANK SYSTEM INC - Form 13F-HR

|                              |                |           |        |         |    |       |
|------------------------------|----------------|-----------|--------|---------|----|-------|
| TELECOM HLDRS TR             | DEPOSITRY RCPT | 87927P200 | 7      | 200     | SH | DEFIN |
| TELLABS INC                  | COM            | 879664100 | 3      | 300     | SH | SOLE  |
| TEXAS INSTRS INC             | COM            | 882508104 | 782    | 27170   | SH | SOLE  |
| TEXAS INSTRS INC             | COM            | 882508104 | 31     | 1100    | SH | DEFIN |
| 3M CO                        | COM            | 88579Y101 | 70     | 900     | SH | SOLE  |
| 3M CO                        | COM            | 88579Y101 | 187    | 2400    | SH | DEFIN |
| TIME WARNER INC              | COM            | 887317105 | 32     | 1500    | SH | SOLE  |
| TOLL BROTHERS INC            | COM            | 889478103 | 64     | 2000    | SH | DEFIN |
| TOMPKINSTRUSTCO INC          | COM            | 890110109 | 138    | 3037    | SH | SOLE  |
| TRUSTCO BK CORP N Y          | COM            | 898349105 | 9      | 842     | SH | DEFIN |
| TYCO INTL LTD NEW            | COM            | 902124106 | 60     | 2000    | SH | SOLE  |
| UNION PAC CORP               | COM            | 907818108 | 192    | 2090    | SH | SOLE  |
| UNITED PARCEL SERVICE INC    | CL B           | 911312106 | 94     | 1260    | SH | SOLE  |
| UNITED PARCEL SERVICE INC    | CL B           | 911312106 | 104    | 1400    | SH | DEFIN |
| UNITED TECHNOLOGIES CORP     | COM            | 913017109 | 1132   | 18110   | SH | SOLE  |
| UNITED TECHNOLOGIES CORP     | COM            | 913017109 | 37     | 600     | SH | DEFIN |
| UNITEDHEALTH GROUP INC       | COM            | 91324P102 | 4      | 75      | SH | DEFIN |
| VALERO ENERGY CORP NEW       | COM            | 91913Y100 | 542    | 10615   | SH | SOLE  |
| VALERO ENERGY CORP NEW       | COM            | 91913Y100 | 24     | 475     | SH | DEFIN |
| VAN KAMPEN AMERICAN CAP BOND |                | 920955101 | 22     | 1255    | SH | SOLE  |
| VERIZON COMMUNICATIONS       | COM            | 92343V104 | 625    | 16790   | SH | SOLE  |
| VERIZON COMMUNICATIONS       | COM            | 92343V104 | 74     | 2006    | SH | DEFIN |
| VODAFONE GROUP PLC NEW       | SPONS ADR NEW  | 92857W209 | 18     | 656     | SH | DEFIN |
| WPS RESOURCES CORP           | COM            | 92931B106 | 51     | 950     | SH | DEFIN |
| WACHOVIA CORP 2ND NEW        | COM            | 929903102 | 2336   | 41029   | SH | SOLE  |
| WACHOVIA CORP 2ND NEW        | COM            | 929903102 | 56     | 1000    | SH | DEFIN |
| WAL MART STORES INC          | COM            | 931142103 | 1215   | 26323   | SH | SOLE  |
| WAL MART STORES INC          | COM            | 931142103 | 55     | 1200    | SH | DEFIN |
| WALGREEN CO                  | COM            | 931422109 | 486    | 10610   | SH | SOLE  |
| WALGREEN CO                  | COM            | 931422109 | 14     | 325     | SH | DEFIN |
| WASHINGTON MUT INC           | COM            | 939322103 | 64     | 1415    | SH | SOLE  |
| WASHINGTON MUT INC           | COM            | 939322103 | 81     | 1800    | SH | DEFIN |
| WELLS FARGO & CO NEW         | COM            | 949746101 | 553    | 15570   | SH | SOLE  |
| WELLS FARGO & CO NEW         | COM            | 949746101 | 119    | 3350    | SH | DEFIN |
| WESTERN ASSET MANAGED MUNI   |                | 95766M105 | 29     | 2673    |    | SOLE  |
| WESTERN UN CO                | COM            | 959802109 | 42     | 1900    | SH | DEFIN |
| WINDSTREAM CORP              | COM            | 97381W104 | 0      | 59      | SH | DEFIN |
| WISCONSIN ENERGY CORP        | COM            | 976657106 | 52     | 1103    | SH | SOLE  |
| WYETH                        | COM            | 983024100 | 15     | 300     | SH | SOLE  |
| WYETH                        | COM            | 983024100 | 178    | 3500    | SH | DEFIN |
| XTO ENERGY INC               | COM            | 98385X106 | 9      | 208     | SH | DEFIN |
| XEROX CORP                   | COM            | 984121103 | 3      | 225     | SH | SOLE  |
| ZIMMER HLDGS INC             | COM            | 98956P102 | 121    | 1548    | SH | SOLE  |
| ZIMMER HLDGS INC             | COM            | 98956P102 | 6      | 80      | SH | DEFIN |
| ZIONS BANCORPORATION         | COM            | 989701107 | 82     | 1000    | SH | DEFIN |
| GRAND TOTALS                 |                |           | 127964 | 2711048 |    |       |