Dear Town of Nucla residents,

Here are the numbers, this year at the halfway point.

Sewer Fund
Profit & Loss
January through June 2014

	Jan - Jun 14
Income	
Charges for Sewer	37,209.20
Interest	59.45
Total Income	37,268.65
Expense	
Locates	45.90
Salaries	11,459.00
Payroll Taxes	906.32
Employee Benefits	1,616.46
Repair and Replacement	13,001.62
Supplies	513.96
Postage	938.48
Utilities	6,326.01
Sewer Testing	1,869.00
Fuel	814.32
Publishing	12.95
CIRSA	1,087.58
Proffesional Fees	11,687.70
Rental Equipment	57.47
Permits & Licenses	777.50
Miscellaneous/Director Fees	50.00
Total Expense	51,164.27
Net Income	**-13,895.62**

As you can see we are in trouble. We the town knew that when the Mill Levy didn't pass in 2012 that rates were going to increase even past the $6 that was done in 2012. These are the #'s that were used to help the Board of Trustees decide their action in regards to sewer rates. Here is how it was calculated:

Total income/6months = Average month income.

Average month income * 12months = $74,537.40 Annual projected income.

Total expenses/6months + Average month expenses.

Average month expenses * 12 months = $102,328.56 Annual projected expenses.

$74,537.40 - $102,328.56 = (-27,791.16) Annual projected deficit.

Here is the chart used to inform the board. This was also made available to attendees at both meetings (#'s are slightly different at the first meeting being that not all information was available then).

Note* Total collected does not include the interest gained that is included to the left. Less than $9 a month is insignificant. Also, note that theses #'s include overages to date but these cannot be relied on as they vary greatly month to month. You must also know that our Sewer fund does have some reserve ($70,000) but that has been depleted greatly over the last few years and at the current rate would be gone in just a couple years. We needed to do something now not when the reserve is gone.

As you can see even at the $29 base rate the monthly "income" would only be #317 which only $3804 annually. Should we have an incident like 6th street last month, the "cushion" is gone. In reality we have to operate in the black consistently in order to receive any grant or loan funding to improve the lagoons to current EPA standards, this is why the Board of Trustees made the hard decision that had to be made.

2014			
Current Sewer Rate	$18		
Overage Rate	$3/1000		
# of active taps	305		
		Monthly Average	Profit/Loss w/o Overages
Total Billed Sewer (6 mo)	$ 41,328.00	$ 6,888.00	
Total Collected (6 mo)	$ 37,209.20	$ 6,201.54	
Total Expenses (6 mo)	$ 51,164.27	$ 8,527.38	
Deficit (6 mo)	$ 13,955.07	$ 2,325.84	
	w/o counting on overage's		
Total Base Rate @ $18	$ 32,940.00	$ 5,490.00	$ 1,553.36
Total Overage's	$ 8,388.00	$1,398.00	
	6 month #'s		
Total Base Rate @ $20	$ 36,600.00	$ 6,100.00	$ 2,427.38
Total Base Rate @ $22	$ 40,260.00	$ 6,710.00	$ 1,817.38
Total Base Rate @ $24	$ 43,920.00	$ 7,320.00	$ 1,207.38
Total Base Rate @ $26	$ 47,580.00	$ 7,930.00	$ 597.38
Total Base Rate @ $28	$ 51,240.00	$ 8,540.00	(12.62)
Total Base Rate @ $29	$ 53,070.00	$ 8,845.00	(317.62)

Please know that your Town Board made these increases with heavy hearts and understands the hardships people in this community face, they face them too.

Best regards,
Your Mayor, Board of Trustee and Staff