



## 2024 Annual Report to Member Towns October 21, 2024

*A public meeting to receive comments on this Report and Proposed Budget will be held November 13, 2024. Please see our website at [www.lamoillefiber.net](http://www.lamoillefiber.net) for more information.*

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# LFCUD Governing Board as of September 2024

Town	Representative	Alternate
Belvidere	Carol Caldwell-Edmonds	Pamela McKenna*
Cambridge	Sam Lotto	Matthew McCabe
Eden	Carey Earle	
Elmore	Trevor Braun*	
Hyde Park	Michael Rooney	Carol Fano
Johnson	Paul Warden	Mark Woodward*
Morristown	Jane Campbell	John Meyer
Stowe	Stephen Friedman	John Woods*
Waterville	Jeff Tilton	Scott Johnson*
Wolcott	Andrew Ross	

**Officers (Statutory)** Chair: Jeff Tilton, Vice Chair: Andrew Ross, Treasurer: Colette Jurnak, Clerk: Lisa Birmingham

**Executive Committee:** Chair: Jeff Tilton, Vice Chair: Andrew Ross, Jane Campbell, Stephen Friedman, Michael Rooney, Paul Warden. Ex Officio: Colette Jurnak, Lisa Birmingham

**Marketing & Communications Committee:** Co-Chairs: Carol Caldwell-Edmonds, Jane Campbell; Jeff Tilton; Paul Warden; Matthew McCabe, Pam McKenna

**Executive Director:** Lisa Birmingham

\* *New 2024*

# Accomplishments & Next Steps – Universal Service by December 2025

## 2024 Accomplishments

### Completed Phase 1 in October 2024 – On time, On Budget

- Built 525 miles to reach 4,590 unserved and underserved addresses
- Reached all on-grid unserved and underserved addresses in Belvidere, Waterville, Cambridge, Johnson, Eden
- Secured incremental Fidium investments in Cambridge, Morristown, and Stowe; expanded service and reduced needs for 2025 Phase 2

### Developed plan and secured funding for Final Phase 2

- Added East Elmore and segment of Wolcott via NEK Broadband agreement
- \$1.6M for 26 miles/158 underserved and underserved homes scheduled; will complete Elmore, Hyde Park, Morristown, and Stowe

## Next Steps

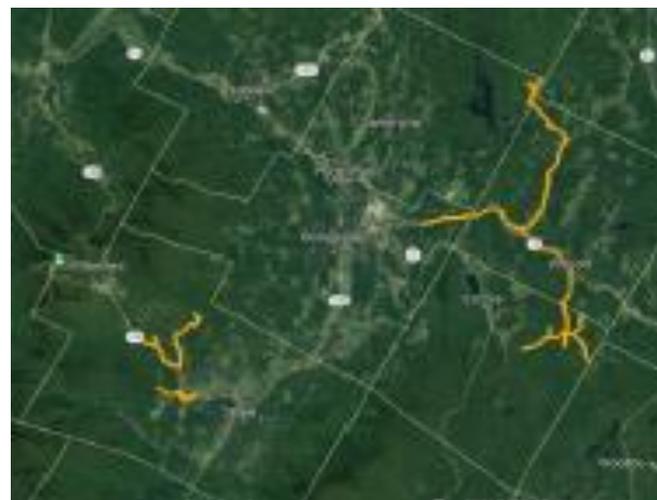
- Develop plan to subsidize a limited number of long drops in 7 towns that contributed local ARPA funds (Belvidere, Cambridge, Eden, Hyde Park, Johnson, Waterville, and Wolcott)
- Complete Phase 2 (26 miles) - achieve **Universal Service** - by end of 2025!
- Identify complimentary Fidium Public WiFi hot spots in each town

*Universal Service means all on-grid addresses have access to broadband with speeds of at least 100/100 megabits per second (mbps). LFCUD will achieve universal service with speeds of at least 100/100 mbps and up to 2 Gigabits symmetrical.*



### 2024 Phase 1 - Yellow

95% of eligible addresses – including incremental (green) portions of Cambridge, Stowe, and Morristown



### 2025 Phase 2- Yellow

- 5% of eligible addresses
- Elmore – All remaining on grid U/U - principally East Elmore.
  - Hyde Park – north of Collins Pond, up Garfield Rd, Sighs Drive and Bornemann Rd area
  - Morristown – Rte 15 to Wolcott
  - Wolcott – portion of Rte 15, portion of North Wolcott Rd to Hatchbrook to get to Garfield (HP)
  - Stowe – areas of Edson Hill, Luce Hill, and Sanborn

# Town ARPA Contributions:

*Town Dollars are Helping To Expedite Universal Service and Reduce Financial Barriers to Access*

<b>ARPA Funds Committed to Universal Service Plan</b>	<b>Belvidere</b>	<b>Cambridge</b>	<b>Eden</b>	<b>Hyde Park</b>	<b>Johnson</b>	<b>Waterville</b>	<b>Wolcott</b>
Town ARPA Contribution	\$ 10,910	\$ 25,000	\$ 50,000	\$ 25,000	\$ 50,000	\$ 50,000	\$ 15,000
VCBB Match Program	\$ 10,910	\$ 25,000	\$ 50,000	\$ 25,000	\$ 50,000	\$ 50,000	\$ 15,000
<b>Total</b>	<b>\$ 21,820</b>	<b>\$ 50,000</b>	<b>\$ 100,000</b>	<b>\$ 50,000</b>	<b>\$ 100,000</b>	<b>\$ 100,000</b>	<b>\$ 30,000</b>
<b>Broadband Expansion and Access Spending To Date</b>							
In-Town Network Construction	\$ 10,910	\$ 30,980	\$ 61,680	\$ 30,980	\$ 61,680	\$ 61,680	\$ 18,910
Non-Standard Drops*	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Funds Remaining*</b>	<b>\$ 10,910</b>	<b>\$ 19,020</b>	<b>\$ 38,320</b>	<b>\$ 19,020</b>	<b>\$ 38,320</b>	<b>\$ 38,320</b>	<b>\$ 11,090</b>

*\*Remaining funds will be used for non-standard customer drops beginning Q4 2024.*

# Statement of Position as of 9.30.2024

Financial reports are preliminary  
and unaudited; should be used for  
informational purposes.

## Lamoille FiberNet Communications Union District Statement of Net Position As of September 30, 2024

Accrual Basis

	Sep 30, 24
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Union Bank	
Restricted Cash - Union Bank	225,910.80
Union Bank - Other	24,009.16
Total Union Bank	249,919.96
Union Bank Sweep Account	129,953.58
Total Checking/Savings	379,873.54
Other Current Assets	
Prepaid Expenses	883.00
Total Other Current Assets	883.00
Total Current Assets	380,756.54
Fixed Assets	
Accumulated Depreciation	-4,640.00
Construction In Progress	57,018.00
Preconstruction Costs/Materials	53,000.00
Website Design	13,920.00
Total Fixed Assets	119,298.00
<b>TOTAL ASSETS</b>	<b>500,054.54</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	5,943.23
Total Accounts Payable	5,943.23
Other Current Liabilities	
Accrued Comp Time	13,589.42
Accrued Expenses/Payable	15,750.00
Accrued Payroll Taxes	229.73
Accrued Wages	3,115.38
Deferred Revenues	
02240-FY22-Act71PreC-06	135,832.72
Total Deferred Revenues	135,832.72
Total Other Current Liabilities	168,517.25
Total Current Liabilities	174,460.48
Total Liabilities	174,460.48
Equity	
Invested in Capital Assets	119,298.00
Net Position - Unrestricted	-444,799.09
Net Income	651,095.15
Total Equity	325,594.06
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>500,054.54</b>

# 2024 Forecast to Budget

Financial reports are preliminary and unaudited; should be used for informational purposes.

LFCUD 2024 Forecast v. Budget	Jan - Dec 24	Budget	Variance
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
Restricted Donations	\$451,811	\$451,800	\$11
Investment Income	\$219		\$219
State Grants (Federal Funds)	\$14,076,573	\$14,076,573	\$0
<b>Total Income</b>	<b>\$14,528,603</b>	<b>\$14,528,373</b>	<b>\$230</b>
<b>Expense Gen &amp; Administrative</b>			
Bank Service Charges	\$30		\$30
Accounting	\$20,915	\$20,000	\$915
Advertising and Promotion	\$3,498	\$4,600	-\$1,102
Dues and Subscriptions	\$19,116	\$18,000	\$1,116
Insurance Expense	\$5,447	\$7,500	-\$2,053
Meetings & Travel	\$293	\$500	-\$207
Office Supplies	\$290	\$500	-\$210
<b>Personnel</b>	<b>\$0</b>		
Employee Benefits	\$20,043	\$21,600	-\$1,557
Payroll Processing Fees	\$1,214		\$1,214
Payroll Taxes	\$15,376	\$9,000	\$6,376
Total Wages	\$134,679	\$135,000	-\$321
Workers Comp Insurance	\$1,362	\$2,500	-\$1,138
<b>Total Personnel</b>	<b>\$172,674</b>	<b>\$168,100</b>	<b>\$4,574</b>
Postage	\$0	\$250	-\$250
<b>Professional Fees</b>			
Auditing Services	\$25,350	\$15,000	\$10,350
Contractors	\$1,750	\$5,000	-\$3,250
Legal	\$31,436	\$35,000	-\$3,564
Treasurer Stipend	\$12,000	\$8,000	\$4,000
<b>Total Professional Fees</b>	<b>\$70,536</b>	<b>\$63,000</b>	<b>\$7,536</b>
Rent & Utilities Expense	\$5,533	\$5,200	\$333
Telephone Expense	\$1,831	\$750	\$1,081
Website & Email	\$2,190	\$5,000	-\$2,810
<b>Total Expense - General &amp; Administrative</b>	<b>\$302,351</b>	<b>\$293,400</b>	<b>\$8,951</b>
<b>Net Ordinary Income</b>	<b>\$14,226,252</b>	<b>\$14,234,973</b>	<b>-\$8,721</b>
<b>Other Income/Expense</b>			
<b>Capital Expense</b>			
Aerial Fiber	\$9,043,396	\$9,043,396	\$0
Engineering	\$571,832	\$571,832	\$0
FDH Cost	\$412,202	\$412,202	\$0
Underground Fiber	\$3,837,006	\$3,837,006	\$0
Drops and Installations	\$175,000	\$175,000	\$0
<b>Total Capital Expense</b>	<b>\$14,039,436</b>	<b>\$14,039,436</b>	<b>\$0</b>
<b>Total Other Expense</b>	<b>\$14,039,436</b>	<b>\$14,039,436</b>	<b>\$0</b>
<b>Net Other Income</b>	<b>-\$14,039,436</b>	<b>-\$14,039,436</b>	<b>\$0</b>
<b>Net Income</b>	<b>\$186,816</b>	<b>\$195,537</b>	<b>-\$8,721</b>

# Proposed 2025 Budget - Administrative and Capital (P2)

<b>TTL General &amp; Administrative</b>	<b>\$216,205</b>	-28% year over year
<b>Total Capital</b>	<b>\$1,582,474</b>	Phase 2
<b>Total Budget</b>	<b>\$1,798,679</b>	

General & Administrative		Capital Budget (P2)	
<b>Professional Services</b>	<b>\$142,000</b>	<b>Engineering Cost</b>	<b>\$116,814</b>
Accounting	\$15,000	Project Management	\$-
Audit Fees	\$25,000	Overhead	\$-
Treasurer Stipend	\$12,000	<b>Materials &amp; Labor</b>	<b>\$1,051,324</b>
Consultant/contractors	\$65,000	Non-OSP Wire Center Core	\$-
Legal	\$25,000	FDH Cost	\$121,500
<b>Program Admin &amp; Communications</b>	<b>\$24,000</b>	Aerial Fiber	\$526,154
Local ARPA Administration	\$10,000	Underground Fiber	\$403,670
Advertising & Marketing (incl. FPF)	\$8,000	<b>Drops and Installation</b>	<b>\$217,404</b>
Website & Email	\$6,000	Contingency	\$-
<b>Organizational Overhead</b>	<b>\$30,550</b>	CUD Operating Costs	\$-
Dues, Fees & Subscriptions	\$20,000	<b>RDOF Portions</b>	<b>\$196,932</b>
Insurance (D & O, CGL)	\$5,000	<b>Total Capital</b>	<b>\$1,582,474</b>
Meetings/Travel	\$500		
Office Supplies/Postage	\$250		
Rent & Utilities	\$4,800		
<b>Contingency (10%)</b>	<b>\$19,655</b>		
<b>TTL General &amp; Administrative</b>	<b>\$216,205</b>		

Source of Funds/Revenue	2025 Budget
<b>Federal</b>	
Construction -10-2	\$629,352
Precon-06	\$216,205
<b>TTL Fed</b>	<b>\$845,557</b>
<b>State/Local</b>	
VCBB BB Financing	\$187,786
<b>TTL State/Local</b>	<b>\$187,786</b>
<b>Private</b>	
CCI	\$765,336
<b>Total Funding/Revenue</b>	<b>\$1,798,679</b>