

Nightmute Activity Report

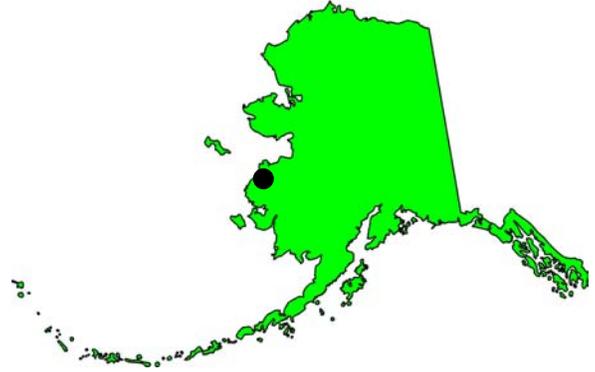
Community Overview

Lead RUBA Staff: Paul Chimiugak, Bethel Office

2002 Population: 224

Region: Lower Kuskokwim

Local Governments: Second Class City



The City of Nightmute provides a Small Water Facility, which is the central watering point for residents to haul their own water. The City of Nightmute also provides water and sewer haul service. The City Council is the policy making body for the utility.

The utility system has 37 residential units, 5 Commercial/residential and 6 commercial units. The school has its own sewage lagoon that it discharges waste into. A washeteria is not available. The Nightmute Power Plant was acquired by AVEC in March 1998.

RUBA Activity This Quarter

The city has once again had a turn over in its administration, a new bookkeeper and administrator were hired. The administrator has worked previously in the position. A new council officers were voted in, but one incumbent resigned after considering his council position in the tribal entity citing conflicting policies with municipal and tribal entities.

Capacity Indicators

Finances

Essential Indicators

Yes	No	
<input type="checkbox"/>	<input checked="" type="checkbox"/>	All revenue and expenses for the utility are listed in the utility budget.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has adopted a balanced realistic budget.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	Monthly financial reports are prepared and submitted to the policy making body.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility is receiving revenues (user fees or other sources) sufficient to cover operating expenses.

Sustainable Indicators

<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility is receiving revenues (user fees or other sources) sufficient to cover operating expenses and Repair & Replacement (R&R) costs.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	YTD revenues are at a level equal to or above those budgeted.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	YTD expenditures are at a level equal to or below those budgeted.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	A monthly manager's report is prepared.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	Budget amendments are completed and adopted as necessary.

Finances Comments: The Administrator said the utility has been operating comfortably and has not required any subsidies from the City departments. The revenues received have covered all expenses of the utility. However, there have been no monthly financial reports to the council or sent to the Bethel regional office, since the previous bookkeeper resigned. Since we cannot verify the revenue's

we have had to mark “No” to these capacity indicators. The new Bookkeeper is still working on monthly financial reports starting in April of 2002.

The new administrator said that when he came to the office the financial records were not complete, so he fired the bookkeeper and hired a new bookkeeper to update them.

Accounting Systems

Essential Indicators

Yes	No	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has adopted a collection policy and actively follows it.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility bills customers on a regular basis.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	An accounts receivable system is in place which track customers and reports past due accounts and amounts.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	An accounts payable system is in place.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The payroll system correctly calculates payroll and keeps records
<input checked="" type="checkbox"/>	<input type="checkbox"/>	A cash receipt system is in place that records incoming money and what it was for.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The Utility has a cash disbursement system that records how money was spent.

Sustainable Indicators

<input checked="" type="checkbox"/>	<input type="checkbox"/>	A chart of accounts is used that identifies categories in a reasonable, usable manner.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Monthly bank reconciliations have been completed for all utility accounts.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has a purchasing system that requires approval prior to purchase, and the approval process compares proposed purchases to budgeted amounts.

Accounting Systems Comments: The utility is now following their collection policy and is billing customers regularly. All indicators are satisfactorily being followed for now. They are restricting their spending only to the necessary needs due to their budget constraint.

Tax Problems

Essential Indicators

Yes	No	NA	
<input checked="" type="checkbox"/>	<input type="checkbox"/>		The utility has a system to accurately calculate, track, and report payroll tax liabilities.
<input checked="" type="checkbox"/>	<input type="checkbox"/>		The utility is current on filing tax reports.
<input checked="" type="checkbox"/>	<input type="checkbox"/>		The utility is current on making tax deposits.
<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	If there are any past tax liabilities, a repayment agreement has been signed and repayments are current.

Tax Problems Comments: The administrator has found that some of the 2003 taxes have not been kept up. There is about \$9,000.00 in Federal taxes from 2003 that are being paid at the moment. The Contribution Reports are now updated and paid off.

Personnel System

Essential Indicators

Yes	No	
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has a posted workers compensation insurance policy in effect.

Sustainable Indicators

<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has adopted and uses a Personnel Policy, which has been reviewed by an attorney, AML, or DCED for topics and language.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has adequate written job descriptions for all positions.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has adopted and follows a written personnel evaluation process that ties the job description to the evaluation.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has an adequate written hiring process.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has personnel folders on every employee that contain at least: I-9, Job Application and Letter of Acceptance.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has a probationary period for new hires that includes orientation, job-training/oversight, and evaluations.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility provides training opportunities to staff as needed and available.

Personnel System Comments: The council has no workers compensation insurance in place at the moment, they are waiting for their last municipal assistance from the state before they buy one. All they need to do is pass the 2002 CFS resolution in order to get this state fund.

Organizational Management

Essential Indicators

Yes	No	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The entity that owns the utility is known and the entity that will operate the utility is set.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The policy making body is active in policy making of the utility.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The policy making body enforces utility policy.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has a adequately trained manager.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has a adequately trained bookkeeper.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has a adequately trained operator(s).
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility has adopted the necessary ordinances (or rules and regulations) necessary to give it the authority to operate.

Sustainable Indicators

<input type="checkbox"/>	<input checked="" type="checkbox"/>	The utility has adopted an organizational chart that reflects the current structure.
<input type="checkbox"/>	<input checked="" type="checkbox"/>	The policy making body meets as required.
<input checked="" type="checkbox"/>	<input type="checkbox"/>	The utility complies with the open meetings act for all meetings.

Organizational Management Comments: There are new officers now after the elections, however one council member resigned. The rest of the council members appointed a member in his place from the roster of the last election. There have been no complaints of open meetings act since the last quarter. They have been calling the Bethel office for advice on matters that relate to their city policies to make sure that they are not in violation of the open meetings act or their policies. The administrator has worked previously for the city and has knowledge of the operation of the utility. The bookkeeper has knowledge of bookkeeping, she has worked for a tribal entity in another community as a bookkeeper prior to moving to Nightmute.

Operation of Utility

Essential Indicators

Yes	No
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- The utility operator(s) are actively working towards necessary certification.
- The utility has a preventative maintenance plan developed for the existing sanitation facilities.

Sustainable Indicators

- The manager receives a monthly O&M report from the utility operator and routinely “spot checks” the facilities to see that the maintenance items are being completed.
- The utility has a safety manual and holds safety meetings.
- Utility facilities have not suffered any major problems/outages due to management issues that are still unresolved.
- The utility is operating at the level of service that was proposed.
- The operator provides status reports to the manager on a routine basis.
- The utility has completed and distributed its Community Confidence Report (CCR).
- The utility is not on the Significant Non-Compliance (SNC) list.
- The utility maintains an inventory control list.
- The utility maintains a critical spare parts list.

Operation of Utility Comments: The utility has been having equipment problems, the snowmachine is out for now needing parts. There has been no water hauling done for a month due to the broken water haul tank wheel. They have ordered the parts and are still waiting for them to arrive. The sewage hauls are the only ones done now using a ATV 4 wheeler, but it gets stuck in the snow now and then.

RUBA Activities For The Coming Quarter

The RUBA staff will continue to request monthly financial reports in order to complete the assessment of their financial status. The City loaned money to the corporation store, and there has been no payback of the loan to date. We will work with the City to enforce payback of the loan.

The last RUBA agreement with Nightmute was signed in 1996. We will be requesting a new RUBA agreement be signed by the utility.