

CENTRAL GARAGE FUND BUDGET

**City of Anchorage, Alaska
1958**

1958 BUDGET
CENTRAL GARAGE
WORKING CAPITAL FUND
F 32.

.01 Personal Services:		
.011 Labor	\$ 79,500	
.012 Overtime Labor	5,900	
.013 Accrued Leave	10,400	
.014 Workmen's Compensation	1,700	
.015 Social Security	<u>1,400</u>	
Total		\$ 98,900
.02 Contractual:		
.021 License Fees	100	
.023 Electricity and Water	5,500	
.024 Insurance	7,700	
.025 Equipment Rental - City owned	3,000	
.027 Repairs	2,700	
.028 Telephone	<u>250</u>	
Total		19,250
.03 Supplies:		
.031 Parts, Tires and Supplies	85,000	
.033 Gas, Oil & Diesel Fuel	66,500	
.034 Heating Fuel	7,500	
.035 Janitorial Supplies	<u>350</u>	
Total		159,350
.04 Other Expenses:		
.041 Depreciation - Vehicles	85,000	
.042 Depreciation - Buildings	<u>9,000</u>	
Total		94,000
.06 Total Operating Expense.		\$ 371,500
Less: Estimated Rentals to Other Departments		\$ <u>(371,500)</u>

1958 WORK PROGRAM - CENTRAL GARAGE - WORKING CAPITAL FUND

The 1957 budget provided for establishment of a working capital or revolving fund for the operation of the City's garage. The cost of operating the central garage is recovered through rental charges for the use of vehicles by each department or activity. The rental rates support not only the cost of maintaining and operating the equipment, but also support the overhead costs of operating the garage. Some advantages in the use of a revolving fund are: proper maintenance and use of the municipally owned equipment, proper accounting for the expense by charging a rental to the activity in which the equipment is used, and

more efficient utilization of existing equipment. Unlike other capital items belonging to the general fund, depreciation is charged as an operating expense thus building up a reserve from which future replacements may be made. As the replacement reserve is increased through the accumulation of rental charges, replacements for existing equipment can be purchased when the useful life of the equipment has been depleted, without an appropriation from the general fund. The garage is operated on a two shift basis, five days per week from 7:30 to midnight. The work is scheduled for the two shifts to enable most of the City equipment to be serviced and repaired in time for assignment to crews the next day. The rental rates for all City equipment are periodically reviewed, and rates set for each piece of equipment which will produce revenue in an amount approximately equal to the operating cost of the garage.

During 1958, a stepped-up program for retirement of old equipment is planned. A replacement reserve of approximately \$80,000 will be available for this purpose.

Following is a tentative list of this equipment, with approximate costs:

1 Water Maintenance Truck	\$ 8,000
10 Pickups and Installer's Trucks	24,000
2 Dump Trucks	11,000
1 Garbage Load Packer	13,000
1 Line Truck	13,200
3 Police Cars	<u>8,100</u>
TOTAL	\$ 77,300