

CENTRAL GARAGE FUND BUDGET

**The City of Anchorage, Alaska
1959**

1959 BUDGET
CENTRAL GARAGE
WORKING CAPITAL FUND
F 32.

<u>Code</u>		<u>Estimated 1958</u>	<u>Estimated 1959</u>
.01	Personal Services:		
	.011 Labor	\$ 79,500	\$ 89,500
	.012 Overtime Labor	5,900	3,000
	.013 Accrued Leave	10,400	14,400
	.014 Workmen's Compensation	1,700	1,350
	.015 Social Security	1,400	1,750
	Total	<u>98,900</u>	<u>110,000</u>
.02	Contractual:		
	.021 License Fees	100	250
	.023 Electricity and Water	5,500	5,500
	.024 Insurance	7,700	8,100
	.025 Equipment Rental (City)	3,000	5,500
	.027 Repairs	2,700	3,000
	.028 Telephone	250	250
	Total	<u>19,250</u>	<u>22,600</u>
.03	Supplies:		
	.031 Parts, Tires & Supplies	85,000	80,000
	.033 Gas, Oil and Diesel Fuel	66,500	70,000
	.034 Heating Fuel	7,500	7,500
	.035 Janitorial Supplies	350	400
	Total	<u>159,350</u>	<u>157,900</u>
.04	Other Expenses:		
	.041 Depreciation - Vehicles	85,000	103,000
	.042 Depreciation - Buildings	9,000	9,000
	Total	<u>94,000</u>	<u>112,000</u>
.06	Total Operating Expense . .	\$ 371,500	\$ 402,500
	Less: Estimated Rentals to Other Departments	\$(371,500)	\$(402,500)

1959 WORK PROGRAM - CENTRAL GARAGE WORKING CAPITAL FUND

The 1957 budget provided for the 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 type of equipment which will produce revenue in an amount approximately equal to the operating cost of the garage.

As in 1958, an aggressive 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 Patrol Sweeper	\$ 12,000
10 Pickups	24,000
3 Dump Trucks	20,000
1 Garbage Load Packer	14,000
5 Police Cars	<u>11,000</u>
TOTAL	\$ 81,000