

CITY OF ANCHORAGE

CITY OF ANCHORAGE

1965

BUDGET

MUNICIPAL LIGHT & POWER DEPARTMENT



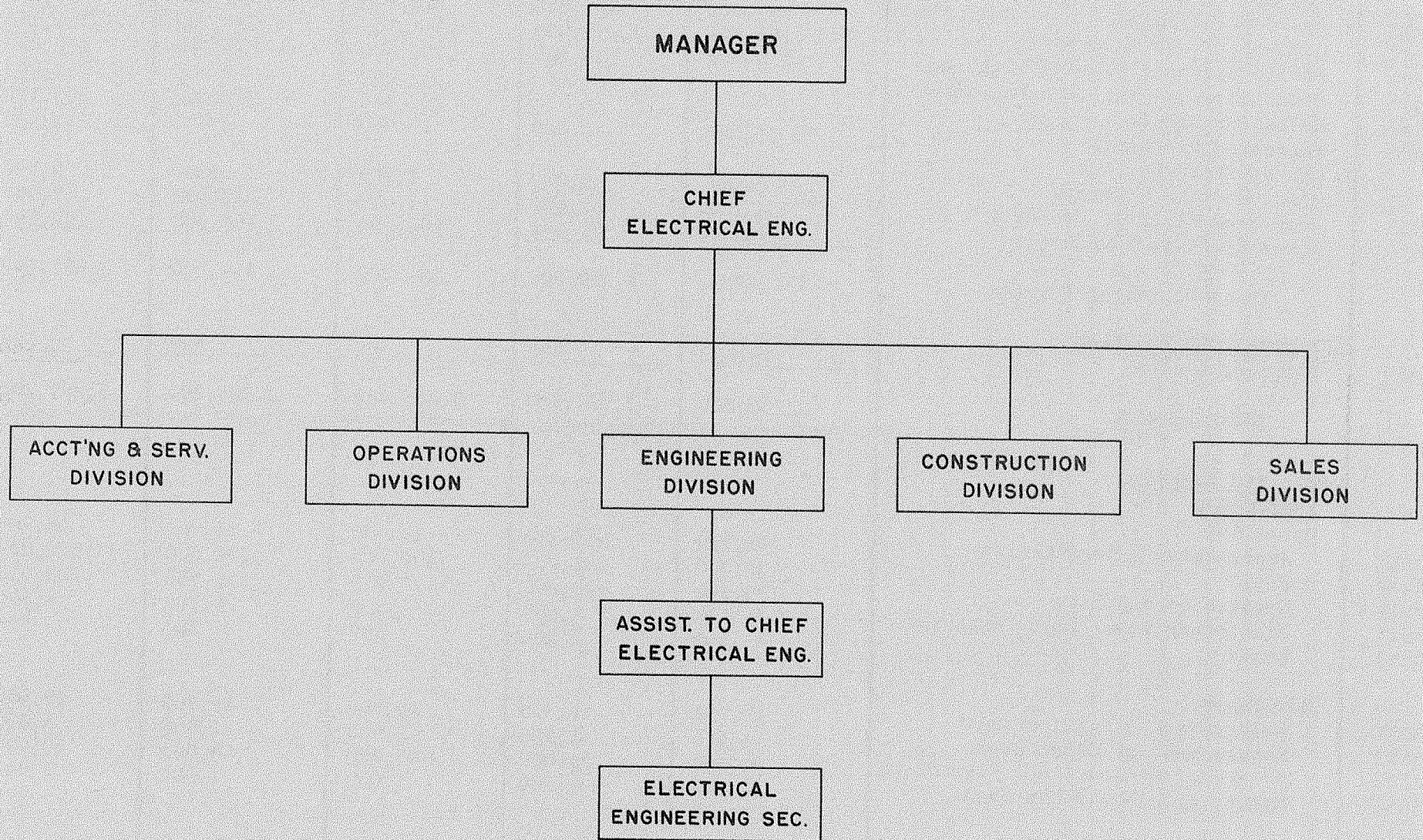
Municipal Light & Power Department

SUMMARY

CLASSIFICATION	Actual 1962	Actual 1963	Original Budget 1964	Adjusted Budget 1964	Dept. Request Comm. Approved 1965	Manager Recommends	Council Approved
<u>REVENUES</u>							
Residential Sales	898,562	885,000	895,000	895,000	986,600	986,600	986,600
Comm. & Industrial	1,711,007	1,899,000	2,196,000	2,196,000	2,391,100	2,391,100	2,391,100
Public Street Lighting	105,905	116,000	125,000	125,000	130,000	130,000	130,000
Interdepartmental	108,218	134,000			27,000	27,000	27,000
Forfeited Discounts	27,002	24,000	26,000	26,000	13,000	13,000	13,000
Misc. Service	8,446	5,000	5,000	5,000	2,500	2,500	2,500
Rent from Property			12,000	12,000	12,000	12,000	12,000
Other Elec. Revenue	33,991	58,000	60,000	60,000	100,000	100,000	100,000
Interest Revenue	13,118	15,000	15,000	15,000	500	500	500
Sales for Resale					202,600	202,600	202,600
TOTAL REVENUE	2,906,249	3,136,000	3,334,000	3,334,000	3,865,300	3,865,300	3,865,300
<u>EXPENSES</u>							
Production	1,265,289	1,435,778	1,455,020	1,354,010	1,515,810	1,510,610	1,510,610
Distribution	197,435	209,762	259,420	237,420	278,090	273,090	273,090
Customer Accounts	186,518	130,661	157,510	134,690	132,290	132,290	132,290
Sales Expense	5,847	30,929	23,920	23,920	27,150	27,150	27,150
Adm. & General Expense	96,347	149,753	187,190	211,410	233,350	233,350	233,350
Depreciation	246,338	377,180	400,000	400,000	490,490	490,490	490,490
Pay. in Lieu of Taxes	52,300	54,874	62,720	62,720	66,380	66,380	66,380
Interest Expense	-0-	-0-	61,500	61,500	52,630	52,630	52,630
Other Income Deductions	-0-	10,000	-0-	-0-	-0-	-0-	-0-
TOTAL EXPENSE	2,050,740	2,398,937	2,607,280	2,485,670	2,796,190	2,785,990	2,785,990
<u>NET INCOME</u>	856,125	792,188	726,720	848,330	1,069,110	1,079,310	1,079,310

Municipal Light & Power Department Analysis of Retained Earnings					SUMMARY		
CLASSIFICATION	Actual 1962	Actual 1963	Original Budget 1964	Adjusted Budget 1964	Dept. Request Comm. Approved 1965	Manager Recommends	Council Approved
RETAINED EARNINGS							
Balance January 1	1,131,317	558,917	139,666	163,459	115,872	115,872	115,872
Reserve for Construction	182,734	287,502	272,449	215,377	181,650	181,650	181,650
Net Income	833,067	659,132	726,720	848,330	1,069,110	1,079,310	1,079,310
Depreciation (non-cash)	246,388	377,180	400,000	400,000	490,490	490,490	490,490
Prior Year Adjustments	(258,603)	1,066	-0-	-0-	-0-	-0-	-0-
Eklutna Credits		101,352		178,100	192,000	192,000	192,000
	2,134,903	1,985,149	1,538,835	1,805,266	2,049,122	2,059,322	2,059,322
DISTRIBUTION OF EARNINGS							
Contribution to General Fund	450,870	597,782	638,280	638,280	625,600	625,600	625,600
Reserve for Prior Years Construction	287,502	215,377	272,449	215,377	181,650	181,650	181,650
Construction Current Year	837,614	648,531	489,155	677,637	672,140	682,340	682,340
Contract Payment - Generator		360,000	92,000	158,100	186,200	186,200	186,200
Working Capital						300,000	300,000
Balance December 31	558,917	163,459	46,951	115,872	383,532	83,532	83,532
	2,134,903	1,985,149	1,538,835	1,805,266	2,049,122	2,059,322	2,059,322

MUNICIPAL LIGHT & POWER DEPARTMENT



DEPARTMENT

Municipal Light & Power

DETAIL

CODE	CLASSIFICATION	ORIGINAL BUDGET 1964	ADJUSTED BUDGET 1964	Dept. Request, Comm. Approved 1965	MANAGER RECOMMENDS 1965	COUNCIL APPROVED 1965
	<u>OPERATING REVENUES</u>					
	Sales of Electric Energy					
3440	Residential Sales	895,000	895,000	986,600	986,600	986,600
3442	Commercial and Industrial	2,196,000	2,196,000	2,391,100	2,391,100	2,391,100
3444	Public Street & Highway Lighting	125,000	125,000	130,000	130,000	130,000
3448	Other Sales to Public Authorities			27,000	27,000	27,000
3447	Sales for Resale			202,600	202,600	202,600
3450	Forfeited Discounts	26,000	26,000	13,000	13,000	13,000
	Other Electric Revenues					
3451	Misc. Service Revenues	5,000	5,000	2,500	2,500	2,500
3454	Rent from Electric Property	12,000	12,000	12,000	12,000	12,000
3456	Other Electric Revenues	60,000	60,000	100,000	100,000	100,000
	Total Operating Revenue	3,319,000	3,319,000	3,864,800	3,864,800	3,864,800
	<u>NON-OPERATING REVENUES</u>					
3419	Interest Revenue	15,000	15,000	500	500	500
	TOTAL REVENUE	3,334,000	3,334,000	3,865,300	3,865,300	3,865,300
	<u>OPERATING EXPENSE</u>					
	<u>PRODUCTION</u>					
	Operating					
3546	Supervision & Engineering	15,710	15,710	16,900	16,900	16,900
3547	Fuel	400,000	700,000	450,000	600,000	600,000
3548	Generation Expenses	123,090	123,090	128,010	128,010	128,010
3549	Misc. Other Power Prod. Expenses	4,500	4,500	4,500	4,500	4,500
3550	Rents	500	500	500	500	500
	Maintenance					
3551	Supervision & Engineering	15,720	15,710	16,900	16,900	16,900
3552	Maintenance of Structures	1,500	1,500	2,000	1,800	1,800
3553	Maint. of Generation & Elec. Plant	35,000	35,000	45,000	40,000	40,000
3554	Maint. of Misc. Other Plant	1,000	1,000	1,000	1,000	1,000
	Other Power Supply Expense					
3555	Purchased Power	855,500	455,500	850,000	700,000	700,000
3556	System Control & Dispatching	2,500	1,500	1,000	1,000	1,000
	TOTAL PRODUCTION	1,455,020	1,354,010	1,515,810	1,510,610	1,510,610

DEPARTMENT Municipal Light & Power		DETAIL				
CODE	CLASSIFICATION	ORIGINAL BUDGET 1964	ADJUSTED BUDGET 1964	Dept. Request, Comm. Approved 1965	MANAGER RECOMMENDS 1965	COUNCIL APPROVED 1965
	<u>DISTRIBUTION</u>					
	Operation					
3580	Supervision & Engineering	18,500	11,500	13,700	13,700	13,700
3582	Station Expenses	2,500	2,500	2,500	2,500	2,500
3583	Overhead Lines	30,000	30,000	30,000	30,000	30,000
3584	Underground Lines	2,500	2,500	5,000	5,000	5,000
3585	Street Lighting	12,000	5,000	9,000	9,000	9,000
3579	Signal System	7,000	7,000	7,000	7,000	7,000
3586	Meter Expenses	48,000	48,000	49,920	49,920	49,920
3587	Customer Installations	6,300	12,300	18,500	18,500	18,500
3588	Misc. Distribution Expenses	30,350	34,350	45,000	40,000	40,000
3589	Rents	1,570	1,570	1,570	1,570	1,570
	Maintenance					
3590	Supervision & Engineering	18,500	11,500	13,700	13,700	13,700
3591	Structures	1,000	1,000	1,000	1,000	1,000
3592	Station Equipment	5,000	5,000	5,000	5,000	5,000
3593	Overhead Lines	40,000	30,000	30,000	30,000	30,000
3594	Underground Lines	2,000	3,000	5,000	5,000	5,000
3595	Line Transformers	5,000	5,000	10,000	10,000	10,000
3596	Street Lighting	13,500	11,500	13,500	13,500	13,500
3599	Signal Systems	15,000	15,000	17,000	17,000	17,000
3597	Meters	500	500	500	500	500
3598	Misc. Distribution Plant	200	200	200	200	200
	TOTAL DISTRIBUTION	259,420	237,420	278,090	273,090	273,090
	<u>CUSTOMER ACCOUNTS EXPENSE</u>					
3902	Meter Reading Expense	36,850	36,850	36,850	36,850	36,850
3903	Customers Records & Collection	115,660	92,840	90,440	90,440	90,440
3904	Uncollectible Accounts	5,000	5,000	5,000	5,000	5,000
	TOTAL CUSTOMERS ACCOUNTS EXPENSES	157,510	134,690	132,290	132,290	132,290

DEPARTMENT Municipal Light & Power		DETAIL				
CODE	CLASSIFICATION	ORIGINAL BUDGET 1964	ADJUSTED BUDGET 1964	Dept. Request, Comm. Approved 1965	MANAGER RECOMMENDS 1965	COUNCIL APPROVED 1965
SALES EXPENSE						
3912	Selling Expense, Load Building	11,920	11,920	15,150	15,150	15,150
3913	Advertising	10,000	10,000	10,000	10,000	10,000
3916	Misc. Sales Expense	2,000	2,000	2,000	2,000	2,000
TOTAL SALES EXPENSE		23,920	23,920	27,150	27,150	27,150
ADMINISTRATION & GENERAL EXPENSE						
Operation						
3920	Administrative & General Salaries	61,040	87,130	106,400	106,400	106,400
3921	Office Supplies & Expenses	12,500	12,500	10,400	10,400	10,400
3923	Legal Expense	15,830	15,830	13,300	13,300	13,300
3923.1	Outside Services Employed	23,000	13,000	10,000	10,000	10,000
3924	Property Insurance	8,000	8,000	8,000	8,000	8,000
3925	Injuries & Damages	6,000	9,200	11,420	11,420	11,420
3926	Employees Pensions & Benefits	11,100	11,100	19,930	19,930	19,930
3926.1	Holiday Pay, Union Employees	-0-	-0-	13,200	13,200	13,200
3930	Misc. General Expense	2,000	2,000	14,900	14,900	14,900
3931	Rents	16,920	22,350	-0-	-0-	-0-
3934	Inventory Adjustment	-0-	4,500	-0-	-0-	-0-
Maintenance						
3932	Maintenance of General Plant	800	800	800	800	800
3933	Maint. of Communication Equipment	30,000	25,000	25,000	25,000	25,000
TOTAL ADMINISTRATION EXPENSE		187,190	211,410	233,350	233,350	233,350

DEPARTMENT

Municipal Light & Power

DETAIL

CODE	CLASSIFICATION	ORIGINAL BUDGET 1964	ADJUSTED BUDGET 1964	Dept. Request, Comm. Approved 1965	MANAGER RECOMMENDS 1965	COUNCIL APPROVED 1965
3403	<u>DEPRECIATION</u>	400,000	400,000	490,490	490,490	490,490
3408	<u>PAYMENT IN LIEU OF TAXES</u>	62,720	62,720	66,380	66,380	66,380
	TOTAL OPERATING EXPENSE	2,545,780	2,424,170	2,743,560	2,733,360	2,733,360
	<u>NON-OPERATING EXPENSE</u>					
3427	Interest Expense	61,500	61,500	52,630	52,630	52,630
	TOTAL EXPENSE	2,607,280	2,485,670	2,796,190	2,785,990	2,785,990
	<u>NET INCOME</u>	726,720	848,330	1,069,110	1,079,310	1,079,310
	Contribution to the General Fund	638,280	638,280	625,600	625,600	625,600
	<p>Note: Interest expense is calculated at 8%, should be at 5-1/2% due to tax exemption which is supposedly refunded after Westinghouse pays income tax and is allowed the exemption.</p> <p>Reduction in Contribution to General Fund is due to loss of plant in the earthquake, and will be restored.</p>					

PERSONNEL SCHEDULE

DEPARTMENT		ACCOUNT TITLE			ACCOUNT NUMBER		PERSONNEL SCHEDULE			
Municipal Light and Power					Dept. Request 1965 Commission Approved		MANAGER RECOMMENDS 1965		COUNCIL APPROVED 1965	
POSITION TITLE	GRADE	PAY RANGE	ORIGINAL BUDGET 1964	ADJUSTED BUDGET 1964						
<u>Classified Employees</u>										
Electric Utility Manager	39A	1,480- 1,732	1	1	1	18,500	1	18,500	1	18,500
Accounting Clerk II	16D	600- 702	1	1	1	8,250	1	8,250	1	8,250
Clerk Steno II	11A	494- 577	1	1	1	6,300	1	6,300	1	6,300
Office Supervisor	31A	1,081- 1,265	1	1	1	13,500	1	13,500	1	13,500
Chief Elec. Engineer	34D	1,217- 1,423	1	1	1	17,080	1	17,080	1	17,080
Ass't. to Ch. Elec. Engr.	31D	1,081- 1,265	1	1	0					
Ass't. Chief Elec. Engr.	32D	1,125- 1,315	0	0	1	15,180	1	15,180	1	15,180
Power Use Salesman	29A	1,000- 1,170	1	1	1	12,240	1	12,240	1	12,240
Generation Plant Supt.	32E	1,125- 1,315	1	1	1	15,780	1	15,780	1	15,780
General Foreman	32E	1,125- 1,315	0	1	1	15,780	1	15,780	1	15,780
Associate Engineer	28A	962- 1,125	1	1	1	11,600	1	11,600	1	11,600
<u>Union Contracted Empl.</u>										
<u>Engineering Department</u>										
		Hr. Rate								
Elec. Engineer II		6.91	1	1	1	14,180	1	14,180	1	14,180
Elec. Engineer I		6.39	1	1	1	13,110	1	13,110	1	13,110
Engr. Aide III		6.02	2	2	2	24,980	2	24,980	2	24,980
<u>Generation Department</u>										
Plant Foreman		7.32	1	1	1	15,160	1	15,160	1	15,160
Plant Leadman		6.33	1	1	1	13,100	1	13,100	1	13,100
Plant Operator		6.57	5	5	5	59,755	5	59,755	5	59,755
Plant Mechanics		6.57	5	5	5	59,755	5	59,755	5	59,755
<u>Operation & Maint. Dept.</u>										
Line Foreman		7.69	2	2	2	31,390	2	31,390	2	31,390
Lineman		6.83	7	7	9	118,380	9	118,380	9	118,380
Apprentice Lineman		4.97	1	1	1	10,260	1	10,260	1	10,260
Head Groundman		6.83	1	1	1	15,220	1	15,220	1	15,220
Groundman		5.19	1	1	1	10,630	1	10,630	1	10,630
Transf. & Station Maint.		6.83	1	1	1	13,000	1	13,000	1	13,000

DEPARTMENT		ACCOUNT TITLE			ACCOUNT NUMBER		PERSONNEL SCHEDULE			
POSITION TITLE	GRADE	PAY RANGE	ORIGINAL BUDGET 1964	ADJUSTED BUDGET 1964	Dept. Request 1965, Commission Approved		MANAGER RECOMMENDS 1965	COUNCIL APPROVED 1965		
Service Department										
Service Foreman		7.69	1	1	1	15,880	1	15,880	1	15,880
Leadman		7.04	1	1	1	14,540	1	14,540	1	14,540
Field Investigator		7.07	1	1	1	14,600	1	14,600	1	14,600
Lineman		6.83	2	2	2	27,570	2	27,570	2	27,570
Journeyman Meterman		6.83	1	1	1	13,370	1	13,370	1	13,370
Meter Readers		5.98	2	2	2	24,700	2	24,700	2	24,700
Senior Clerk		4.63	1	1	1	9,550	1	9,550	1	9,550
Junior Clerk		3.93	1	1	1	8,120	1	8,120	1	8,120
Electronics Section										
Electronics Supervisor		7.06	1	1	1	14,600	1	14,600	1	14,600
Electronics Technician		6.27	1-1/2	1-1/2	2	25,900	2	25,900	2	25,900
			50-1/2	50-1/2	54		54		54	
<u>Part Time Employees</u>										
Line Crew for 4 months										
Foreman		7.32	0	0	1	5,000	1	5,000	1	5,000
Lineman		6.27	0	0	4	18,000	4	18,000	4	18,000
Head Groundman		6.27	0	0	1	5,000	1	5,000	1	5,000
Engr. Aide III		5.90	2	2	2	8,260	2	8,260	2	8,260
								738,220		738,220
Unscheduled Overtime, storms, damage by others, etc.								11,780		11,780
								750,000		750,000

PERSONNEL

The reclassification of Assistant to the Chief Electrical Engineer to Assistant Chief Electrical Engineer is being requested due to the duties and responsibilities that are inherent in this position and require additional compensation to be equitable.

Two additional linemen are requested in the 1965 Budget to increase our work capacity due to contemplated expansion of facilities. These men will be hired only when and as needed.

An additional line crew for a four-months period is being requested. During the construction season there is usually a rush of line work. This was handled in 1964 by hiring a contractor crew. However, it is felt that the man-hour cost and supervisory control will be better if the men were on our payroll.

ELECTRIC REVENUE ESTIMATES

Sales of Electric Energy: These revenues are expected to increase 6% above 1964 revenues at the present rate structure.

Another account has been added, "Sales for Resale", which is being set up to take care of the power requirements of the Matanuska Electric Association under a contract now being negotiated for 3,900 kilowatts in 1965, 5,150 kilowatts in 1966, 6,500 kilowatts in 1967 and 7,930 kilowatts in 1968 with associated kilowatt-hours. The rate will be a monthly charge of \$2.25 per kilowatt of demand and six mills per kilowatt-hour energy charge. Power will be supplied by our gas turbines through displacement of our Bureau allotment.

There has been a regrouping of revenues to conform with the Federal Power Commission System of Accounts. This is mainly in the interdepartmental billings for services which are billed at established published rates and therefore included under the proper rate schedule.

The account "Sales to Other Public Authorities" is used for electrical energy used by the Water Department for pumping of water at the wells. This energy is billed at a special rate.

Other Electric Revenues: Other Income shows approximately the same small increase as a growing business would expect to have.

OPERATING EXPENSE INFORMATION

- Power Production Expenses: These accounts are increased approximately 10% and cannot be clearly defined as to fuel and purchased power due to negotiations on the Eklutna Contract. An increase in engine maintenance is shown because one turbine and two engines need to be torn down and inspected, and worn parts replaced.
- Distribution Expenses: Operation and Maintenance accounts show approximately the same increase as in prior years due to expanding plant and increased labor cost.
- Account 3584. The underground system suffered considerable damage during the earthquake. The Corps of Engineers proposes to repair all obvious damage. However, it will be necessary for the department to switch feeders to accomplish repairs and also to repair any now concealed damage.
- Account 3585, Street Lighting. The amount of \$12,000 was budgeted for 1964 and later revised to \$5,000. We expect that in 1965 over one hundred street lights will be installed and that maintenance deferred due to the earthquake will be done. This is the operating account which pays for the energy used for street lighting as well as the replacing of lamps, cleaning of glass, etc.
- Account 3595, installing and removing Line Transformers. This account is increased from \$5,000 to \$10,000 due to contemplated new business as well as work deferred because of the earthquake.
- Account 3596, Maintenance of Street Lights. \$13,500 was budgeted in 1964 in this account and was revised to \$11,500. Much street construction was deferred due to the unusual Public Works program. It is expected that in 1965 the Public Works Department will renew their expansion. This account covers our cost of relocating street lights due to street improvements.
- Sales Expenses: These expenses show an increase since the department is now conducting a sales program which was not implemented until June, 1964, and the complete program is not completely firmed up.
- Administration & General: Shows an increase mostly due to reallocation of general accounting by the Finance Department.
- Other Expenses: Increase is due to expanded plant and increased labor cost.

Account 3920:	Municipal Light & Power Salaries	39,800
	City Council	2,000
	City Manager	6,000
	Accounting, City Hall	<u>58,600</u>
		\$ 106,400
Account 3921	Transportation, Manager's Car	2,400
	Janitorial Supplies & Services	3,900
	Postage	200
	Office Supplies	1,500
	Miscellaneous	500
	APPA or NWPP Conventions and Workshops:	
	Annual Convention \$800	
	Engineering Work-	
	shop 600	
	Accounting Workshop <u>400</u>	1,800
	Magazines & Publications	<u>100</u>
		\$ 10,400
Account 3930	Electricity	2,600
	Water	1,200
	Heat	5,500
	Telephone	3,600
	Dues, NWPPA, APPA, Chamber of Commerce	<u>2,000</u>
		\$ 14,900

Municipal Light & Power Department

CAPITAL SUMMARY

MINOR ITEMS

Minor Items not Programmed		\$ 10,000
Purchase and Install Transformers		\$ 50,000
Purchase and Install Meters		10,000
Install New Services		17,000
Purchase Tools and Equipment		2,000
Purchase Office Equipment and Furniture		1,500
Communications Equipment (Radio)		1,800
Install Street Lights (Misc. installations, various requests)		12,000
Purchase Laboratory Equipment		1,800
Install Short Line Extensions costing less than \$1,000 each		50,000
Misc. Plant Replacement, not to exceed \$1,000 or less		<u>35,000</u>
 TOTAL MINOR ITEMS		 \$ 191,100

MAJOR ITEMS

Eastchester Urban Renewal		
Distribution System	312,438	
Less F.H.A. Contribution	<u>116,492</u>	
Balance for ML&P	195,946	
Budget for 1965	<u>100,000</u>	100,000
To Budget in 1966	95,946	
 Downtown Urban Renewal		
Total Underground Cost	613,800	
Less F.H.A. Contribution	368,062	
Less Grant in Lieu	<u>107,355</u>	
Balance for ML&P	138,383	
Budget for 1965	<u>70,000</u>	70,000
To Budget in 1966	68,383	

Municipal Light & Power Department

Storage room and filter cleaning shop
at Generation Plant was budgeted in
1964 but could not be done.

10,000

Construction of distribution lines to
subdivisions still in the planning
stage, street light projects not yet
planned, and miscellaneous unforeseen
construction that will be necessary.

311,040

TOTAL MAJOR ITEMS

\$ 491,040

TOTAL 1965 CONSTRUCTION

\$ 682,140

Municipal Light & Power Department

WORK PROGRAM

One project budgeted for 1963, two OCB's and associated lines and switchgear, was started but not completed. This will be completed in 1965.

As a result of the actions of the F.H.A., two projects are proposed for 1965-66 and money will be appropriated as shown in the Capital Summary, Major Items.

A Parts-Storage Building was budgeted for 1964. Due to press of other work and delays resulting from the earthquake this work was not done. It is proposed to accomplish this in 1965.

There will be the usual number of street lights installed in 1965. The details of this program will be worked out with the Traffic Engineer, and are included in the item for larger line extensions and extension of facilities to subdivisions not yet designed.

All items reflect the expected growth of the Utility and the general improvements to service.

MUNICIPAL LIGHT AND POWER DEPARTMENT

LOAD GROWTH

The following tabulation shows the trend of kilowatt capacity and energy requirements.

<u>Year</u>	<u>Kwh Billed</u>	<u>KW System Peak</u>
1960	81,293,000	19,200
1961	91,300,000	22,512
1962	100,195,000	25,636
1963	110,312,000	26,108
1964	111,000,000*	27,100**
1965	121,000,000	29,400
1966	133,000,000	32,000
1967	146,300,000	34,900
1968	161,000,000	38,000
1969	177,000,000	41,400

* 4 mo. estimated (Sept., Oct., Nov. & Dec.)

**Estimated.

<u>Year</u>	<u>Generation Capacity-Kilowatts</u>		<u>System Load-KW</u>	<u>Total Capacity-KW</u>
1960	Bureau-16,000	City-6,000	19,200	22,000
1961	Bureau-16,000	City-6,000	22,512	22,000
1962	Bureau-16,000	City-6,000	25,636	22,000
	Turbine #1 was installed late in 1962, test runs only were made.			
1963	Bureau-16,000	City-21,000	26,108	37,000
1964	Bureau-16,000	City-36,000	27,000*	52,000
	Turbine #2 added in 1964			
1965	Bureau-16,000	City-36,000	29,400	52,000
1966	Bureau-16,000	City-36,000	32,000	52,000
1967	Bureau-16,000	City-36,000	34,900	52,000
1968	Bureau-16,000	City-36,000	38,000	52,000

After 1968 the City will not have firm power equal to the estimated load of the system.

*estimated

MUNICIPAL LIGHT AND POWER DEPARTMENT

CUSTOMER STATISTICS

In 1963 an average of 8,875 consumers were billed for electrical service. During the first eight months of 1964 an average 8,602 consumers were billed.

The lower number of accounts being billed is due to several factors, one of which is the combining of several accounts under one meter, which results in no loss of load. Another factor is the removal of several small buildings to clear an area for the construction of a large building using only one meter but usually bringing a substantial increase of kilowatt hours consumed. At buildings such as the 1200 L Street Apartments and the Mt. McKinnley Building a substantial number of meters are not being billed pending final decisions as to the use of these buildings. The Hillside Apartments accounted for fifty-two meters. Many of these customers of course have relocated in the City's service area, but some have not.

It is expected that the continued combining of accounts to one meter will bring about a smaller count of consumers, but the kilowatt hours used is expected to increase approximately 10%.

During the year 1964 it is estimated that 500 consumers outside the City were served and 8,102 inside the corporate limits of Anchorage.