CITY OF ANCHORAGE

1966

BUDGET

GENERAL FUND REVENUES

SECTION B

CITY OF ANCHORAGE

1966 BUDGET

GENERAL FUND REVENUES

		Actual Revenue 1963	Actual Revenue 1964	Original Approved Budget 1965	Adjusted Budget 1965	City Manager Budget Recommendation 1966	Council Approved Budget 1966
1100	Real Property Taxes	1,799,313	2,025,006	2,276,400	2,293,290	3,333,500	2,398,700
1101	Personal Property Taxes	433,864	470,323	361,600	528,710	678,000	796,800
1110	PILOT-Utilities	471,109	397,093	424,620	474,119	360,445	444,626
1111	Other PILOT	33,361	35,148	40,000	37,620	40,000	40,000
1112	Gas Franchise Tax	22,710	45,017	59,000	57,348	100,000	100,000
1120	Building Permits	83,731	98,008	93,000	93,000	90,000	90,000
1121	Street Use Permits	1,774	2,500	1,500	1,500	1,500	1,500
1122	Licenses on Amusement Devices	12,780	13,276	14,900	14,900	8,900	8,900
1123	Building & Trade Licenses	9,765	11,185	9,500	11,500	12,000	12,000
1124	Chauffeur's Licenses	3,537	3,954	4,000	4,000	4,300	4,300
1125	Other Business Licenses	15,464	13,090	16,000	16,000	17,000	17,000
1126	Animal Licenses	2,533	2,990	6,000	6,000	3,500	3,500
1127	Taxi Zone & Terminal Fees	6,350	6,680	6,400	6,400	6,500	6,500
1128	Parking Meters	116,028	102,271	100,000	120,000	200,000	200,000
1129	Liquor Handler's Permits	2,179	2,695	2,500	4,500	7,500	7,500
1130.1	Court Fines & Forfeitures	112,564	119,313	135,000	145,000	150,000	150,000
1130.2	Traffic Violations	254,353	216,236	255,000	290,000	290,000	290,000
1131.1	Penalty & Interest-Special Assmt.	(33,938)	(48,524)	10,000	10,000	11,000	11,000
1131.2	Penalty & Interest-Taxes			25,000	25,000	25,000	25,000
1140	Interest Revenue	24,605	1,744			5,000	5,000
1141	Rental to Utilities	57,900	33,750	18,900	18,900	18,900	18,900
1142	Other Rental Revenue	7,243	30,918	37,600	37,600	37,500	37,500
1143	Merrill Field Leases	58,005	60,335	57,780	57,780	60,000	60,000
1150	Alaska Liquor Licenses	94,600	96,000	100,000	100,000	100,000	100,000
1151	Alaska Business Licenses	380,212	405,088	400,000	400,000	410,000	410,000
1152	Alaska Cannery Tax	667	2,186	2,500	2,500	2,500	2,500
1153	Loussac Foundation Grant	27,105	21,500	26,012	26,012	24,000	24,000
1154	Aviation Fuel Tax	3,605	6,894	7,800	7,800	8,900	8,900
1161	Sewer Connections	21,356	19,636	30,000	30,000	30,000	30,000
1161.1	Sewer Use Charges	439	641	600	600	900	900
1162	Recreation Activities	10,791	5,923	7,300	7,300	7,350	7,350
1163	Library	6,992	10,147	8,000	8,000	12,000	12,000

General Fund Revenues - Continued

		Actual Revenue 1963	Actual Revenue 1964	Original Approved Budget 1965	Adjusted Budget 1965	City Manager Budget Recommendation 1966	Council Approved Budget 1966
1164	Library Outside City	4,386	4,590				
1165	Merrill Field Gas Tax	11,394	8,647	13,000	13,000	10,500	10,500
1166	Platting & Subdivision Fees	3,975	3,469	3,500	3,500		
1167	Cemetery Fees	9,043	8,300	12,000	12,000	12,000	12,000
1168	Sewer Use Permits	1,220	380	1,000	1,000	500	500
1170	Sale of Property	14,564	10,448		6,500	10,000	10,000
1171	Miscellaneous Revenues	134,895	38,393	5,000	5,000	5,000	5,000
1180	Contribution - Telephone	228,495	489,953	402,880	402,880	189,337	324,819
1181	Contribution - Electric	597,782	638,279	625,603	567,675	135,281	527,693
1182	Contribution - Water	109,059	111,187	114,177	112,732	80,408	105,379
1184	Surplus Appropriation				8,520		
1185	Off-Street Parking Reserve	104,271	53,000	47,700	47,700	21,749	6,749
1186	Alaska Transitional Grant		268,500	446,000	446,000	100,000	100,000
	Parks & Recreation Reserve	31,060	26,702				
	TOTALS	5,359,017	5,969,919	6,207,772	6,461,886	6,620,970	6,427,016
	Refuse collection revenues not included above since this shown as separate Fund in 1965 and 1966	401,554	443,526				

GENERAL FUND REVENUE INFORMATION

General Property Taxes, 1100 and 1101

An 8.3 mill City tax rate at 100% valuation has been used for the preparation of the Council approved budget. Estimated valuation for the 1966 Real Property Roll is 289,000,000; Personal Property is $96,000,000.

Payments in Lieu of Taxes, Utilities, 1110

Electric Utility - The payment in lieu of taxes is computed for the Electric Utility on the basis of 2% of the gross operating revenue within the City. This puts the Electric Utility in a position of paying in lieu of taxes on the same basis as Chugach Electric Association, Incorporated. The estimated 1965 gross operating revenue for the Electric Utility is $3,800,800 @ 95% equals $3,610,760 X 2% equals $72,215.

Telephone Utility - The payment in lieu of taxes for the Telephone Utility is based upon 9% of the gross operating revenues inside the City limits. The estimated 1965 gross operating revenues total $3,886,000. It is estimated that 65% of the total is earned within the City. Therefore, $2,525,900 @ 9% equals $227,331.

Water Utility - A similar policy is used for calculation of Water Utility payment in lieu of tax. Total 1965 operating revenues are estimated at $1,600,000. An estimated 82% is earned within the City. Therefore, $1,312,000 @ 9% produces $118,080.

Off-Street Parking - The City owns and operates several off-street parking lots, the land for which has been removed from the tax rolls. Council determined early in 1965 that parking meter income should fully support the costs of parking lots, including a payment in lieu of tax. Based on the assessed value of such City owned lots and the proposed mill rate, this payment in lieu of tax for 1966 is $27,000.

Total payment in lieu of taxes - Utilities - $444,626.

Other Payments in Lieu of Taxes, 1111

Alaska State Housing Authority makes payments in lieu of taxes on certain rental property operated by the Government as a proprietary facility. The 1966 revenue from this source is estimated to be $10,000.

Chugach Electric Association, Incorporated pays 2% of gross operating revenue to the State of Alaska. This is refunded to the City based upon the percentage of distribution facilities located within the City. 1966 revenue is estimated to be $30,000 from this source.

Gas Franchise Tax, 1112

Anchorage Natural Gas, Inc. pays a franchise tax to the City equal to two percent of gross revenue. Anchorage Natural Gas has estimated the 1966 franchise tax to be $100,000 based upon anticipated 1965 revenues.

Building Permits, 1120

This revenue is derived from fees charged by the Building Inspector's office for various types of permits to construct, excavate, demolish, or move. The 1966 revenue is estimated at $90,000 by the Building Official.

Street Use Permits, 1121

A fee for Police escort of wide loads is established at $10 per move. It is estimated that 150 such fees will be collected during 1966.

Licenses on Amusement Devices, 1122

The City licenses recreational non-gambling card games at the rate of $125 per year for each establishment. In addition, a quarterly fee of $25 per table is charged for these establishments. Three such establishments are estimated for 1966 for a total revenue of $375. Nine card tables for each quarter will be issued licenses for fees of $225 per quarter. Total annual revenue from the quarterly table fee is $900. A refund from the State representing 50% of tax collected on coin operated amusement and gaming devices is estimated to be $8,000 during 1966.

Building and Trade Licenses, 1123

Building contractors subject to regulations of the building code are issued regulatory licenses to cover the cost of regulation. These licenses are issued for $25 each. The City Clerk estimates a $12,000 revenue from this source in 1966.

Chauffeur's Licenses, 1124

Taxi and bus drivers are issued new licenses for $25 which are renewable for $5. The Police Chief has estimated 1966 revenue to be $4,300.

Other Business Licenses, 1125

All businesses that affect public health or require other regulation in the interest of public safety are licensed. The annual fees vary from $5 to $150. Changes of ownership also require that an additional fee be paid. The estimated revenue in 1966 is $17,000.

Animal Licenses, 1126

Dog license fees are $2 per male and spayed female, and $5 per female. Also, 25¢ is charged for replacing tags. Estimated 1966 revenue is $3,500.

Taxi Zone and Terminal Fees, 1127

Each licensed taxicab company is charged $100 per year per cab, or $30 per quarter if paid quarterly. The total number of taxicabs presently authorized within the City may not exceed forty-seven. Additionally, buses, airline service vehicles, and driverless vehicles are charged minor fees for operation within the City. The City Clerk estimated the 1966 revenue from this source to be $6,500.

Parking Meter Collections, 1128

Revenue received from parking meters is reserved for development of off-street parking facilities, purchase of additional street meters and maintenance of parking meters and City owned parking lots. The revenue estimate for 1966 is based on the increased number of meters in off-street parking lots as well as the change in rates. $200,000 revenue is anticipated for 1966.

Liquor Handler's Permits, 1129

Employees who dispense liquor for consumption in the establishment are required to secure a permit from the Police Department. The fee is $5 for the first year and $1 for yearly renewals. The Police Chief estimates 1966 revenue at $7,500.

Court Fines and Forfeitures, 1130.1 and 1130.2

Fines levied by the District Magistrate's Court accrue to the City of Anchorage. In addition, monies paid to the City resulting from moving and non-moving violations and collected by the Traffic Violations Section of the City Treasurer's Division are credited to General Fund Revenue. 1966 revenue from court fines and forfeitures is estimated at $150,000; revenue from moving and non-moving violations is estimated at $290,000.

Penalties and Interest, 1131.1 and 1131.2

Delinquent property taxes and special assessments are charged a penalty of 10% and 8% respectively and an additional 8% interest on the amount due for the period of delinquency. The transfer of the tax assessment and collection function to the borough does not affect this City revenue as all such interest and penalties will continue to accrue to the City.

1966 penalty and interest revenue on special assessments (Account 1131.1) is estimated at $11,000. 1966 penalty and interest revenue on real and personal property taxes (Account 1131.2) is estimated at $25,000.

Interest Revenue, 1140

Monies in the General Fund which are not immediately needed are placed on time deposit with local banks, or in short term Government securities. The interest received therefrom is credited to this account. Because of the continuing problem of adequacy of working capital during at least part of the year a nominal $5,000 income is anticipated.

Rentals to Utilities, 1141

Buildings and properties which are included in general fund fixed assets are rented to the utilities at commercial rental rates. These buildings include that portion of the City Hall utilized for utility customer service and collection as well as the various substation sites rented to the Municipal Light and Power Department at $75 per month. The City Hall space is charged at $18,000 per year as follows: Telephone - $7,920; Electric - $7,920; Water - $2,160. El. substation site 900. El. Main 7920 Tel 7920 Water 2160 18,900

Other Rental Revenue, 1142

Properties owned by the City and leased include land at Lake Spenard, the Denali School site, and other property not immediately needed for municipal purposes. The Greater Anchorage Health District rents a city building @ $12,000 per year. The Property Management Officer estimates Rental Revenue from other property at $25,500.

Merrill Field Leases, 1143

City property at Merrill Field is leased. The portion of the rental which covers sewer assessments is credited directly to the special assessment fund. The 1965 revenue is estimated by the Property Management Offices at $60,000.

Alaska Liquor Licenses, 1150

Alaska statutes provide for refund to municipalities of fees paid by liquor establishments in the State. The law provides that the fees are refunded in full to the municipalities wherein the establishments are located. Estimated revenue in 1966 is $100,000.

Sewer Connection Charges, 1161

These charges represent the cost of material and labor of the City to establish connections between private sewer lines and the City sewer lines. It is anticipated that 600 new connections at $50 each will be made during 1966. This revenue is offset by the cost of installations in the sewer expense account.

Sewer Use Charges, 1161.1

During 1961 the City instituted a sewer use charge for those properties located outside the City which are being served by City sanitary sewer. The total revenue from this source approximates $900 which may increase drastically depending upon City sewer construction outside the City limits.

Recreational Activities, 1162

The Parks and Recreation Department estimates revenue from the following during 1966:

Community Center	$ 5,000
Winter Recreation	1,000
Lions Camper Park	600
Concession Receipts	500
Snowmobile	250
	$ 7,350

Library, 1163

The Library charges fines for books which are not returned on the due date. Total 1966 estimated revenue is $12,000.

Merrill Field Gasoline Tax, 1165

The gasoline tax revenue is based on a two cent per gallon tax on aviation gasoline sold at Merrill Field by private operators. During 1966 it is estimated that 525,000 gallons of gasoline will be sold for a total revenue of $10,500.

Cemetery Fees, 1167

These fees represent the cost of opening the graves plus a permit and grave space fee. Winter burials are charged $100 for each grave opening while openings made during the summer months are charged $50. The 1966 revenue is estimated at $12,000 by the Public Works Department.

Sewer Use Permits, 1168

As a health and regulatory measure, a fee is charged cesspool pumper tank trucks for dumping in City sewers. Due to the construction of sanitary sewer systems, both inside and outside the City, the revenue from this source is gradually decreasing. 1966 estimated revenue is $500.

Sale of Property, 1170

The Property Management Officer estimates that a revenue of $10,000 will be earned in 1966, resulting from the sale of property.

Miscellaneous Revenues, 1171

The $5,000 budgeted for 1966 represents the estimated receipts from the overhead on general reimbursable projects.

Contribution from Utilities

This budget is based upon a new concept of distribution of profits of the City's several utility operations. As discussed elsewhere in the budget document, this new concept provides that the contribution will be reduced by 10% each year from the amount of contribution for 1966 as determined by past policy until 25% of net income is reached.

On this basis, the 1966 dividends are determined as follows:

Telephone Utility, 1180 324,819

With a base of $435,110 the contribution will be reduced $43,511 each year starting with 1966 until 25% of net income is reached. Due to limited net earnings after debt service in 1966, the Telephone contribution will be $324,819.

Electric Utility, 1181 527,693

With a base of $586,326, the contribution will be reduced $58,633 each year starting with 1966 until 25% of net income is reached. The 1966 contribution is therefore $527,693.

Water Utility, 1182 105,379

With a base of $117,088, the contribution will be reduced $11,709 each year starting with 1966 until 25% of net income is reached. The 1966 contribution is therefore $105,379.