



May 28, 2024

City of Durango Capital Improvement Projects

Devon Schmidt Financial Services
Organizational Stewardship



Mission (Why we exist)

“We provide outstanding services and experiences for the entire community.”

Vision (What we want to be)

“A multigenerational community which is authentic, diverse, thriving, and environmentally responsible.”

Values (What we believe in)

Teamwork | Dependability | Professionalism | Service | Respect |
Innovation | Well-Being



WE WANT TO
HEAR FROM
YOU!



Provide your
input online!



[engage.durangoco.gov/2025-
capital-improvement-projects](https://engage.durangoco.gov/2025-capital-improvement-projects)



¡Proporcione su
opinión en línea!



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HOW ARE CAPITAL IMPROVEMENT PROJECTS DEFINED?



A permanent addition to the City's Assets of Major Importance and cost.



\$50,000 or more.



3-year useful life or more.



The costs of planning, design, engineering, land acquisition, construction, renovation, demolition, equipment and studies are all considered.



Operating and Maintenance costs will be considered during project evaluation and prioritization.



All projects should be based on a needs assessment performed by City Staff to determine the benefit of the asset compared to its cost.



Examples:

- Construction of new structure
- Reconstruction of existing structure
- Renovation that extends useful life

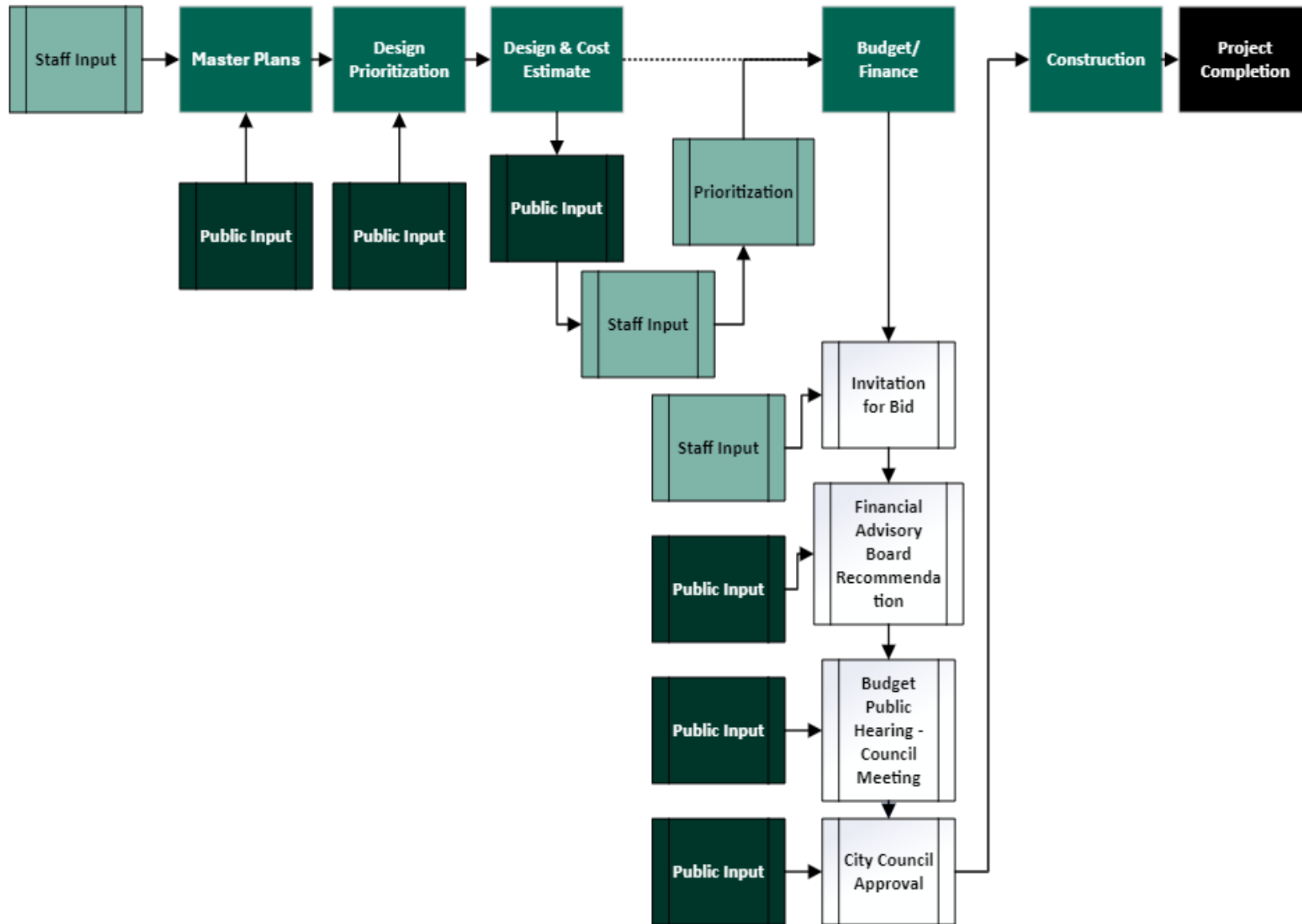
HOW ARE CAPITAL IMPROVEMENT PROJECTS EVALUATED?

Project Evaluation

- Projects are evaluated using the City's Outcome Budgeting proposal template. Evaluation criteria include:
 - Overview and Background information
 - Financial Analysis
 - Impact Analysis
 - Strategic Plan Alignment
 - Timeline Analysis
 - Project Reporting
 - Public Input History
 - Project Strengths, Weaknesses, and Mitigating Factors

Prioritization Criteria

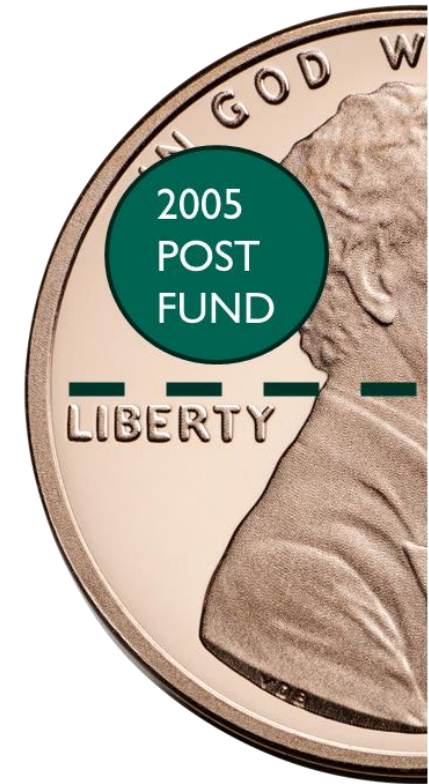
Weight	Project	Strategic Plan Alignment	Timeline
Expansion/ addition = 20	Not Mandated = 1	Not aligned = 1	Completion Depends one or more projects=1
Asset Preservation = 60	Pending = 5	Partial Alignment = 5	Completion Depends on another project = 5
Health/Safety = 100	Mandated =9	Fully Aligned = 9	Stand alone = 9



WHAT IS THE
PROCESS FLOW
FOR A CAPITAL
PROJECT?

WHAT ARE THE CAPITAL FUNDING BUCKETS FOR THE CITY?

- Special Revenue Funds Approved By The Voters That Fund Capital Projects:
 - 2015 Parks and Multimodal Fund (Recreation Complex/Trails)
 - 2019 Street Improvement Fund
 - 2005 Parks, Open, Space and Trails Fund



SPECIAL REVENUE SALES TAX FORECAST

Year	2019 Sales Tax Revenue	YoY % Change	2015 Sales Tax Revenue	YoY % Change	2005 POST Revenue	YoY % Change
2019	\$2,214,066		\$4,096,528	3.2%	\$2,046,925	1.6%
2020	\$4,118,033		\$4,118,033	0.5%	\$2,057,576	0.3%
2021	\$4,884,966	18.6%	\$4,884,966	18.6%	\$2,440,772	9.3%
2022	\$5,195,379	6.4%	\$5,191,334	6.3%	\$2,593,849	3.1%
Average*	\$4,732,793	12.5%	\$4,572,715	7.2%	\$2,284,780	3.6%
2023 Budget	\$5,025,258		\$5,025,258		\$2,510,871	
2024	\$5,950,870		\$5,950,870		\$2,973,269	
2025	\$6,322,110	6.2%	\$6,322,110	6.2%	\$3,158,724	6.2%
2026	\$6,693,349	5.9%	\$6,693,349	5.9%	\$3,344,178	5.9%
2027	\$7,064,588	5.5%	\$7,064,588	5.5%	\$3,529,632	5.5%
2028	\$7,435,828	5.3%	\$7,435,828	5.3%	\$3,715,086	5.3%
2029	\$7,807,067	5.0%	\$7,807,067	5.0%	\$3,900,541	5.0%
2030	\$8,178,307	4.8%	\$8,178,307	4.8%	\$4,085,995	4.8%

2005 FUND PARKS, OPEN SPACE, AND TRAILS BALLOT LANGUAGE:

■ Shall city of Durango taxes be increased \$3.5 million annually in 2006 (the first full fiscal year of collection) and by whatever additional amounts are raised annually thereafter, from the levy and collection by the city of an additional one-half of one percent sales and use tax (one-half cent for each dollar of purchase) with fifty percent used to finance the preservation, acquisition, and maintenance of natural lands including, but not limited to, land to preserve water quality in rivers and streams, wildlife habitat, land for hiking and biking, and the creation and maintenance of parks and trails (with all program expenditures being first submitted to a citizen advisory board for a recommendation to the city council), and fifty percent used to finance capital improvements, including, but not limited to, a new library and road, sidewalk and associated improvements to enhance driver, pedestrian and bicycle safety; shall the increase start July 1, 2005 and end on December 31, 2026; and shall the funds from the taxes and any investment income earned from such funds be subject to an annual audit and be collected and spent as a voter approved revenue change under section 20 of article x of the Colorado constitution or any other law



2015 FUND PARKS AND MULTIMODAL(RECREATION / COMPLEX TRAILS) BALLOT LANGUAGE:

■Without raising the rate of any tax or imposing any new tax, shall the expiration date of the city's existing one-half of one percent sales and use tax approved in 1999 be extended to December 31, 2039; and shall any revenues remaining after the repayment of the bonds authorized in the 1999 election be used to fund the costs of the construction, operations or maintenance of recreation facilities, parks, trails, pedestrian and bicycle improvements, maintenance facilities used by the parks and recreation department, and the urban forest; with all expenditures based on the recommendations of a citizens advisory board to the city council and subject to an annual audit





EXAMPLE PROJECTS FUNDED:

2019 STREETS FUND BALLOT LANGUAGE:

- Funds to be used for “funding the construction, operation and maintenance of streets, alleys, curbs, gutters, sidewalks, and related street improvements. Proposes expenditures of funds shall first be submitted to a citizen advisory board for a recommendation to city council.”





EXAMPLE PROJECTS FUNDED:

WHAT ARE THE CAPITAL FUNDING BUCKETS FOR THE CITY?

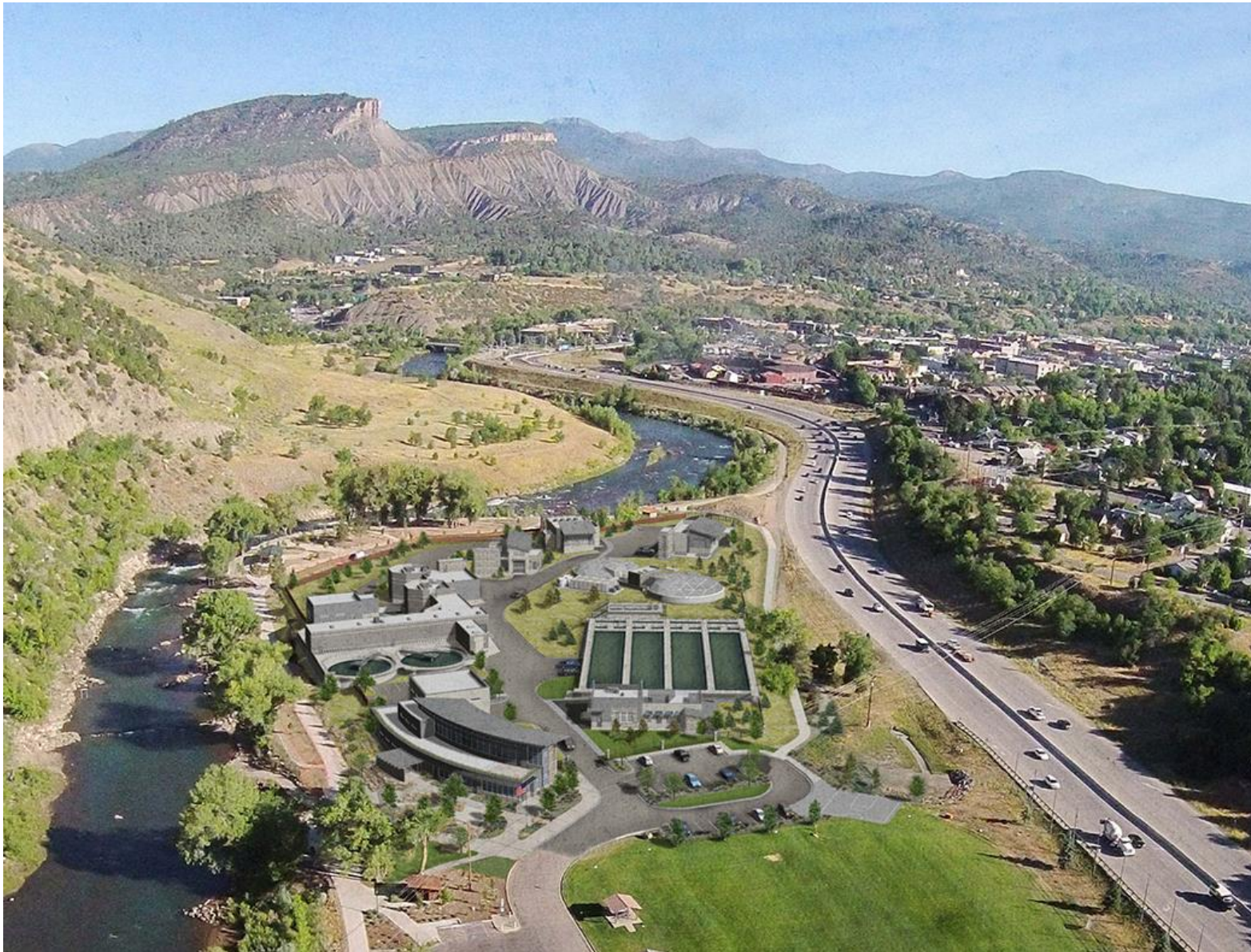


- Enterprise Funds that Fund Capital Improvement Projects come from ratepayers of water and sewer services.
 - Water Fund
 - Sewer Fund

REVENUE FORECASTS ENTERPRISE FUNDS

Water	2025	2026	2027	2028	2029	2030	2031	2032
Water Sales-Residential	3,428,945	3,501,296	3,576,049	3,653,292	3,733,116	3,815,618	3,900,897	3,989,057
Water Sales- Commercial	3,919,866	4,002,575	4,088,030	4,176,331	4,267,584	4,361,898	4,459,386	4,560,168

Sewer	2025	2026	2027	2028	2029	2030	2031	2032
Sewer Treatment-Residential	3,693,210	3,771,137	3,851,651	3,934,847	4,020,823	4,109,683	4,201,534	4,296,489
Sewer Treatment-Commercial	4,860,885	4,963,450	5,069,420	5,178,919	5,292,078	5,409,033	5,529,925	5,654,901



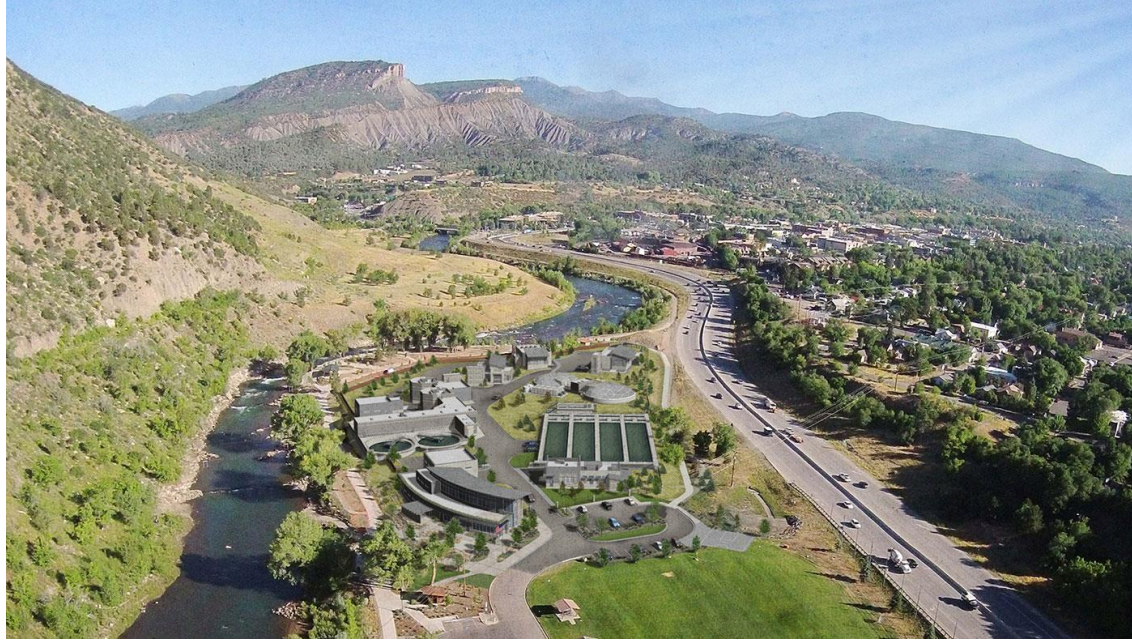
WATER FUND – ENTERPRISE FUND



EXAMPLE PROJECTS FUNDED:

SEWER FUND- ENTERPRISE FUND





EXAMPLE PROJECTS FUNDED:

HOW CAN YOU GET INVOLVED?

All Year

- Engage Durango Forums
- Regular City Council Meetings public comment
- Financial Advisory Board Public comment
- Project Specific Meetings

April

- Public Comment on Strategic Plan Adoption

May

- Engage Durango Forum

July

- Financial Advisory Board Public Meeting
- Budget Survey
- Farmers Market

October

- First Public Hearing on the Proposed Budget

November

- Public Hearing on the Appropriation Ordinances for Operating and Capital

December

- Public comment: Three Resolutions for Capital, Operating and Mill Levy Certifications

By January 31, 2024

- Submit the Adopted Budget to the Department of Local Affairs (DOLA)
- Publish the Adopted Budget online through OpenGov and PDF. Submit to GFOA for the Distinguished Budget Award

Participate in Engage Durango:



Provide your
input online!



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Please take our Survey:

SCAN ME



Tell Us What You Think About the Forum!

QUESTIONS?