

ANNUAL COMPREHENSIVE FINANCIAL REPORT

CITY OF DURANGO, COLORADO
FOR FISCAL YEAR ENDED DECEMBER 31, 2024



OUR MISSION: WHY WE EXIST

We provide outstanding services and experiences for the entire community.

OUR VISION: WHAT WE ASPIRE TO BE

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

OUR VALUES: WHAT WE BELIEVE

Teamwork | Dependability | Professionalism
Service | Respect | Innovation | Wellbeing





CITY OF DURANGO, COLORADO

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the year ended December 31, 2024

Prepared by the Finance Department



TABLE OF CONTENTS

Introductory Section (Unaudited)

Letter of Transmittal	1
Organizational Chart	6
Certificate of Achievement	7
List of Principal Officials	8

Financial Section

Independent Auditors' Report	9
-------------------------------------	---

Management's Discussion and Analysis (Unaudited)	16
---	----

Basic Financial Statements

Government-wide Financial Statements:

Statement of Net Position	29
Statement of Activities	30

Fund Financial Statements

Governmental Funds:

Balance Sheet	31
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	32
Statement of Revenues, Expenditures and Changes in Fund Balances	33
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	34

Proprietary Funds:

Statement of Net Position	35
Statement of Revenues, Expenses, and Changes in Fund Net Position	36
Statement of Cash Flows	37

Notes to the Basic Financial Statements	38
--	----

Required Supplementary Information (Unaudited)

Pension Liabilities

Schedule of Changes in Net Position Liability(Asset) and Related Ratios - Old Hire Fire Plan	75
Schedule of Pension Contributions- Old Hire Fire Plan	75
Schedule of Changes in Net Position Liability(Asset) and Related Ratios- Old Hire Police Plan	77
Schedule of Pension Contributions - Old Hire Police Plan	77

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	79
Notes to Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	80

Supplementary Information

Combining and Individual Fund Statements and Schedules:

Governmental Funds

Nonmajor Governmental Funds:

Combining Balance Sheet – By Fund Type	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances By Fund Type	85

General Fund:

Comparative Balance Sheet	86
Schedule of Revenues - Budget and Actual	87
Schedule of Expenditures - Budget and Actual	88

Nonmajor Special Revenue Funds:

Combining Balance Sheet	90
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	94
<i>Recreation Complex and Trails Fund</i>	
Comparative Balance Sheet	98
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	99
<i>Revolving Loan Fund</i>	
Comparative Balance Sheet	100
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual	101
<i>Streets Improvement Fund</i>	
Comparative Balance Sheet	102
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	103
<i>Durango Tourism Fund</i>	
Comparative Balance Sheet	104
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	105
<i>Parks and Recreation Development Fund</i>	
Comparative Balance Sheet	106
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	107
<i>Conservation Trust Fund</i>	
Comparative Balance Sheet	108
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	109
<i>Road Impact Fund</i>	
Comparative Balance Sheet	110
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	111
<i>Grants Fund</i>	
Comparative Balance Sheet	112
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	113
<i>Housing Fund</i>	
Comparative Balance Sheet	114
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	115
<i>Storm Drainage Fund</i>	
Comparative Balance Sheet	116
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	117

<i>Durango Renewal Partnership Fund</i>	
Comparative Balance Sheet	118
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	119
<i>911 Communications Fund</i>	
Comparative Balance Sheet	120
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	121
Nonmajor Debt Service Funds:	
Combining Balance Sheet	122
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	123
<i>2007 Sales Tax Bonds Debt Service Fund</i>	
Comparative Balance Sheet	124
Comparative Statement of Expenditures and Changes in Fund Balances - Budget and Actual	125
Capital Project Funds:	
Combining Balance Sheet	126
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	127
<i>Capital Improvements Fund</i>	
Comparative Balance Sheet	128
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	129
<i>Parks, Open Space, and Trails Fund</i>	
Comparative Balance Sheet	130
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	131
<i>Capital Projects Fund</i>	
Comparative Balance Sheet	132
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	133
Proprietary Funds	
Major Enterprise Funds	
<i>Water Utility Fund</i>	
Comparative Statement of Net Position	136
Comparative Statement of Revenues, Expenses and Changes in Net Position	137
Schedule of Revenues and Expenditures – Budget and Actual (Non-GAAP Budgetary Basis)	138
<i>Sewer Utility Fund</i>	
Comparative Statement of Net Position	139
Comparative Statement of Revenues, Expenses and Changes in Net Position	140
Schedule of Revenues and Expenditures – Budget and Actual (Non-GAAP Budgetary Basis)	141
<i>Transportation Services Fund</i>	
Comparative Statement of Net Position	142
Comparative Statement of Revenues, Expenses and Changes in Net Position	143
Schedule of Revenues and Expenditures – Budget and Actual (Non-GAAP Budgetary Basis)	144
Nonmajor Enterprise Funds	
<i>Trash and Recycling Fund</i>	
Comparative Statement of Net Position	145
Comparative Statement of Revenues, Expenses and Changes in Net Position	146

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	147
---	-----

Internal Service Funds:

Combining Statement of Net Position	149
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	150
Combining Statement of Cash Flows	151
<i>General Services Fund</i>	
Comparative Statement of Net Position	152
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position	153
Schedule of Revenues and Expenditures - - Budget and Actual (Non-GAAP Budgetary Basis)	154
<i>Capital Equipment Replacement Fund</i>	
Comparative Statement of Net Position	155
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position	156
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	157
<i>Self-Insurance Fund</i>	
Comparative Statement of Net Position	158
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position	159
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	160
<i>Risk Management Fund</i>	
Comparative Statement of Net Position	161
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position	162
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	163
<i>Technology Replacement Fund</i>	
Comparative Statement of Net Position	164
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position	165
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	166
<i>Building Maintenance Fund</i>	
Comparative Statement of Net Position	167
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position	168
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	169

**Statistical Section
(Unaudited)**

Financial Trends

Net Position by Component	172
Changes in Net Position	173
Fund Balances of Governmental Fund	175
Changes in Fund Balances of Governmental Funds	176

Revenue Capacity

General Governmental Tax Revenues by Source	177
City Sales and Use Tax Revenue	178
Direct and Overlapping Sales Tax Rates	179
Principal Sales Tax Remitters	180

Debt Capacity

Ratios of Outstanding Debt by Type	181
Ratio of General Bonded Debt Outstanding	182
Direct and Overlapping Governmental Activities Debt	183
Legal Debt Margin Information	184
Pledged-Revenue Coverage – Sales and Use Tax Revenue Bonds Series 2007	185
Pledged-Revenue Coverage – Sales and Use Tax Revenue Bonds Series 2008	186
Pledged-Revenue Coverage – Sales and Use Tax Revenue Bonds Series 2009	187
Pledged-Revenue Coverage – Sales and Use Tax Revenue Bonds Series 2016	188

Demographic and Economic Information

Demographic and Economic Statistic	189
Principal Employers	190
Property Value and Construction	191

Operating Information

Full-time Regular City Government Employees by Function/Program	192
Operating Indicators by Program/ Function	193
Capital Asset Statistics by Program/ Function	194

Compliance Section

Local Highway Finance Report	197
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INTRODUCTORY SECTION



June 17, 2025

To the Mayor, Members of Council, and Citizens of the City of Durango:

In accordance with the Charter of the City of Durango and State law, we are pleased to submit the Annual Comprehensive Financial Report (ACFR) for the fiscal year ending December 31, 2024. This report provides a comprehensive presentation of the City's financial position and includes audited financial statements prepared in conformance with generally accepted accounting principles (GAAP).

The purpose of this report is to provide transparency, accountability, and a detailed understanding of the City's financial performance for the year. The report is structured into four sections:

- 1. Introductory Section** – This section includes this transmittal letter, a list of City officials, a Certificate of Achievement (when applicable) for the prior reported year, and an organizational chart.
- 2. Financial Section** – It contains the independent auditor's report by Eide Bailly LLP, the Management's Discussion and Analysis (MD&A), and the basic financial statements. This section offers an overview of the City's financial status, including government-wide financial statements, fund financial statements, and additional required supplementary information.
- 3. Statistical Section** – This section provides additional financial and demographic information about the City's performance and economic condition.
- 4. Compliance Section** – This includes the City's Local Highway Finance Report.

This report reflects management's assertions about the financial status of the City. We take full responsibility for the accuracy and completeness of the information contained within the report. In preparing the City's financial statements, we have maintained a comprehensive internal control system designed to safeguard the City's assets and ensure the accuracy of financial data in line with GAAP. While internal controls provide reasonable assurance, they do not guarantee that all errors are entirely prevented.

The independent audit conducted by Eide Bailly LLP affirms that the City's financial statements for the fiscal year ended December 31, 2024, are free of material misstatements and in compliance with GAAP. The auditors provided an unmodified opinion on the financial statements, offering confidence in the reliability and completeness of the information presented.

Profile of the City of Durango

The City of Durango, incorporated in 1881, is in southwest Colorado in the area known as the Four Corners, where the states of Colorado, Arizona, Utah, and New Mexico converge. As the county seat for La Plata County, Durango is a regional hub for commerce. It is also home to Fort Lewis College, a four-year state college with approximately 3,392 students. The City has a population of 19,811 residents and encompasses 17.01 square miles. Durango is surrounded by two million acres of the San Juan National Forest. Public lands occupy over 41% of La Plata County's total acreage. Durango has a rich history, with its roots in the mining industry and a vibrant culture that is reflected in its numerous art galleries, theaters, and music festivals.

The City operates under the provisions of the Colorado Constitution as a home-rule city. The City Charter, first adopted in 1912, establishes the council-manager form of local government. The governing council, comprising five members elected at large on a non-partisan basis to staggered four-year terms, holds the authority for policymaking and legislation. The City Council's responsibilities include passing ordinances, adopting the budget, and appointing key city officials such as the city manager, city attorney, and municipal judge. The city manager, in turn, is responsible for implementing the policies and ordinances of the City Council, overseeing the day-to-day operations of the City, and appointing department directors and other staff members.

The City is dedicated to providing its residents with comprehensive services, ensuring their well-being and quality of life. These services include general government, public safety, street maintenance, culture and recreation, transportation, planning and community development, economic development and public works. The City's recreation facilities and programs, which are heavily utilized by the residents of La Plata County, are the largest in the area. The City's public works encompasses water treatment, wastewater treatment, and solid waste disposal and recycling. The City also operates a transportation services enterprise, including a parking program covering metered spaces, several parking lots, and public transportation within city limits.

Management includes component units in the reporting entity in conformance with GAAP. The financial statements include all funds that make up the legal entity of the "primary government," namely the City, and organizations for which the City is financially accountable. The City's reporting entity includes the Durango Conference Center Business Improvement District. The district is shown separately in the financial statements from the primary government on the government-wide statements. On May 5, 2020, the City Council established an Urban Renewal Authority: the Durango Renewal Partnership (the Partnership). The Partnership has two urban renewal plan areas: the MidTown URA Plan Area and the North Main Gateway URA Plan Area. The City also participates in a joint venture with La Plata County. The Durango La Plata County Airport is jointly owned by the City of Durango and La Plata County and operates under an intergovernmental agreement signed by both parties. Separate financial statements are issued for the airport, and they are reported as investments in a joint venture in these financial statements.

The annual budget is the foundation for the City's financial planning and control. All departments of the City are required to submit requests to the City Manager in September of each year for the following year's budget. The City Manager then uses those requests to develop the proposed budget, typically presented to the City Council in October. The Council must hold a public hearing before the budget's final adoption. Pursuant to the City Charter, the City Council shall adopt the final budget in a timely manner prior to the start of the ensuing budget year. Annual appropriation ordinances must also be adopted. The appropriation ordinances are prepared and adopted by the fund and, in the case of capital projects and grants, by project and grant. The City Manager may transfer appropriations within a department. Transfers of appropriations between departments and funds and additional appropriations require the additional approval of the City Council. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. This comparison is presented on page 52 as part of the Required Supplementary Information for the General Fund. These comparisons are presented in the Supplementary Information subsection for all other budgeted funds, starting on page 57.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when considered from the broader perspective of the environment within which the City of Durango operates.

Local economy: According to the Colorado Results of the American Community Survey in La Plata County there was a 100%-150% increase in work from home workers from 2019-2023. The Staff believes there is a direct correlation in sales tax trends related to the shift in work demographics. With an increase in remote workers, there is likely a correlation for the housing stock and cost of living in Durango. Despite the challenges, the 2023 community survey revealed that people still desire to live in the area, indicating a strong attachment to the unique quality of life that Durango offers.

With a population of over 56,000 in La Plata County, Durango serves as a significant shopping hub in the county. It boasts a diverse retail landscape, with major national retailers such as Wal-Mart, Office Depot, Home Depot, Ross, and Tractor Supply alongside a thriving community of locally owned businesses. The presence of Fort Lewis College, a vital community asset, further enhances the area's economic stability, health, and cultural richness.

Downtown Durango is a regional attraction and a gathering place for community events such as Snowdown, Taste of Durango, Four Corners Bike Rally, Fiesta Days, Animas River Days, Noel Night, and 4th of July events and fireworks. The Durango-La Plata County Airport experienced a record year in 2024 with the greatest amount of enplanements to date.

According to the Colorado State Demography Office, the estimated population has slightly increased. This is inconsistent with school enrollment in Durango 9-R schools, which decreased due to declining birth rates. Historically, the City of Durango has shown strong population growth. The population has grown more than 11% for the last ten years. The area's climate, variety of terrain and outdoor recreational opportunities, proximity to the Purgatory resort ski area, the presence of Fort Lewis College, and the "small town" appeal of Durango have all contributed to the historic sustained growth, as well as the ability for remote workers to now live and work in Durango.

The unemployment rate was 4.0% on December 31, 2024. This was lower than state and national levels at that time but higher than year-end 2023.

A year over year comparison of real estate values, as measured by the Durango Area Association of Realtors, showed median prices for Durango in-town homes had an increase of 19%. Housing prices remain a problem for low-to moderate-income families. In addition to the strategic plan discussed below, the City Council has commissioned plans to resolve housing. In 2024, residents made it clear in our community survey that housing and affordability are a top priority. In response, the city approved housing projects that include 408 units specifically for the local workforce.

Per capita personal income is below the national average and the amounts reported for the State of Colorado. Average weekly wages are less than those reported for both the State and nation.

Inflation normalized, ending the year at 2.9%. Durango is an area that is dependent on a specific sector of the economy: tourism and travel.

Debt Management: The ratio of net general bonded debt to assessed valuation and the amount of general bonded debt per capita are useful indicators of the City's debt position to municipal management, citizens, and investors. The city does not have any general obligation debt outstanding. The City's voters in April of 2025 approved the reauthorization of the 2005 sales tax to fund capital improvements, parks, open space, and trails.

At December 31, 2024, the City had \$5,905,000 of sales and use tax revenue bonds, series 2016 and series 2017, outstanding. All required debt covenants are currently being met. Certificates of Participation were issued for \$2,700,000 in 2014 for the construction of Wilson Gulch Road in Three Springs development. This road will provide the impetus for future commercial development in the area. There was \$1,580,000 outstanding on the Wilson Gulch Road loan as of December 31, 2024. In addition, an additional \$4,000,000 was borrowed in 2013 to secure water rights and water storage for many years. There was \$1,920,383 outstanding on December 31, 2024, and the Water Fund is repaying this loan. In 2016, the City borrowed \$62,200,000 to construct a new water reclamation facility. The Sewer Fund is repaying this loan. On December 31, 2024, \$40,247,864 was outstanding. On May 30, 2023 the City entered into an agreement to finance the acquisition of certain improvements at various city facilities as part of an Energy Performance Contract (EPC). The balance at the end of the year for the EPC was \$4,086,140.

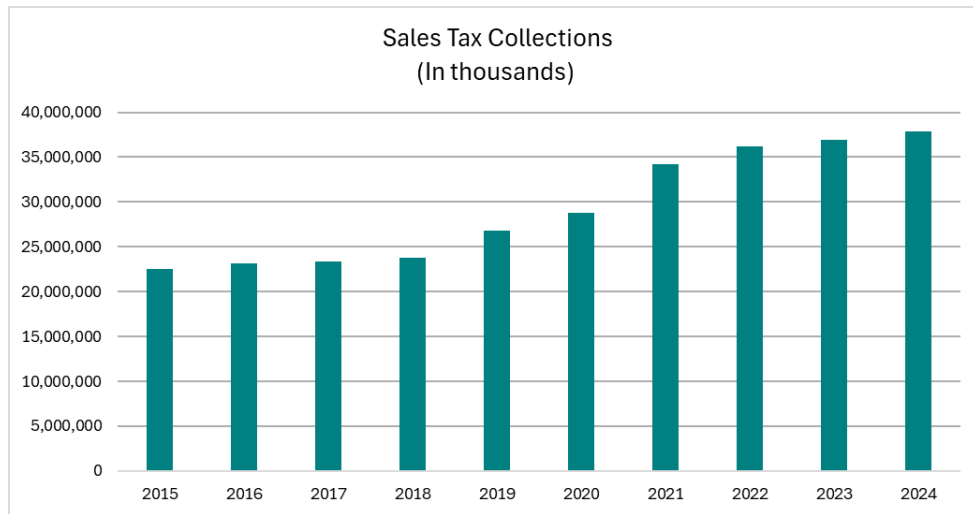
The City has two defined benefit plans which were open to police officers and firefighters hired prior to April 8, 1978. These are known as the Old Hire Plans. Effective in 2021 financial reporting, the discount rate was reduced from 7.5% to 4.5%. The net pension liability for the two plans for 2024 was \$3.3 million. The City's annual required combined contribution was \$564,175 in 2024.

Other Financial Items of Note:

The General Fund's fund balance had a decrease by \$2.4M due to a 2% revenue shortfall from expected budgeted amounts. This was mostly due to county tax revenues being 8.5% below projected amounts. There was also a program line item that was mistakenly duplicated and another program that was overstated. There are expected mid-year amendments to reduce the 2025 revenues based on updated information and to also reduce expenses in order to align with the current conditions and to stabilize the General Fund.

The number of building permits in 2024 (307), reflects the continuing below-average annual activity in construction. The pipeline of approved projects ready for construction has enough supply to keep construction activity, especially in the Three Springs area, at high levels for the next few years. However, global, national, and regional factors, such as the price of materials, labor supply, and higher interest rates, are having and will continue to have an impact on how quickly some proposals turn into actual building permits and construction projects.

City sales tax collections for 2024 increased 2% over 2023 collections. The positive increase for 2024 reflects the strong local economy and the ability to work remotely for a high quality of life. Lodger’s tax receipts increased by 3% in 2024. The city anticipates a conservative trajectory for sales tax collections in 2025.



Long-term financial planning: In April of 2024, the City adopted its revised strategic plan. The City of Durango 2024 Strategic Plan is our compass, guiding our efforts and aspirations for the next five years. It embodies our collective vision for a vibrant, inclusive, and sustainable community that we can all be proud to call home. At the heart of this strategic plan are our shared values and aspirations.

Vision: A multigenerational community which is authentic, diverse, engaged, thriving and environmentally responsible.

Mission: We provide outstanding services and experiences for the entire community.

Values: Teamwork | Dependability | Professionalism | Service | Respect | Innovation | Well-Being.

The plan's objectives are “Operational Stewardship, Innovative Housing & Economic Development, Safety & Quality of Life, Reliable Infrastructure & Community Connectivity, Engaged & Informed Community, Strategic Workforce Development.”

The Proposed Budget for 2025 is built on a foundation of cautious financial planning. Since 2019, Durango has experienced strong revenue growth, particularly in sales tax. As we move forward, we are projecting a modest 4.5% increase in General Fund Revenues, reflecting our careful consideration of both current and historical data.

In 2025, our operations will prioritize investment in existing services while focusing on enhancing efficiency and effectiveness. We will continue to advance initiatives outlined in our Strategic Plan and leverage insights gained from our performance excellence journey which utilizes the best practices of both the public and private sector.

Organizational Stewardship: This budget reinforces our commitment to performance excellence. We are implementing improvements in our budgeting practices, including the allocation of design and capital project construction budgets separately, and providing clearer project scope definitions. Each department will maintain a budget accuracy rate of 96%.

Safety and Quality of Life: A significant investment in Durango Mesa Park continues in this budget and it is becoming a hub for biking, events, and outdoor activities. Over the past three years, we have prioritized safety enhancements, including funding for our dispatch center to support both police and fire safety efforts.

Engaged and Collaborative Community: We are introducing software innovations that will enhance community engagement and foster collaboration on capital projects requiring public input.

Reliable Infrastructure and Community Connectivity: A \$26 million multi-year project is underway at the Airport, including terminal expansion. Additionally, this budget allocates funding for critical road projects, such as County Road 250/251 and the completion of N. College Drive.

Strategic Workforce Development: Working closely with our Executive Leadership and Finance teams, we have managed to provide a 3% cost of living adjustment for all employees, with an optional 2% salary adjustment available for high performers.

Major Initiatives: In the 2024, the City achieved significant strides towards performance excellence, and it plans to continue its progress in the year 2025 by utilizing the Baldrige framework. The City submitted their first Baldrige application in October of 2024. This work towards financial sustainability entails several major initiatives that were set forth in the 2025 budget, which aim to lead the city into the future. Infrastructure maintenance and fund balance building in all funds remain top priorities. Additionally, the City values its employees and prioritizes customer service and citizen engagement as essential elements in its budget. As the City strives towards progress in achieving these goals and initiatives, it will continue to meet existing financial objectives while being part of the overall effort.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Durango for its annual comprehensive financial report (ACFR) for the fiscal year ended December 31, 2023. To be awarded a Certificate of Achievement, a government unit must public an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. We believe our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we plan to submit it to the GFOA to determine its eligibility for another certificate.

The preparation and completion of this report could not have been accomplished without the commitment and efficiency of the dedicated service of the employees of the Finance Department. Each department member has our sincere appreciation for the contributions made in preparation of this report. This report is a tribute to our accounting staff, who worked long and hard to prepare the support information and financial statements for this report. I want to express my appreciation to Eide Bailly LLC, the firm that serves as the City's external auditors. Credit must also be given to the City Council for their unfailing support for maintaining the highest standards of professionalism in managing the City of Durango's finances.

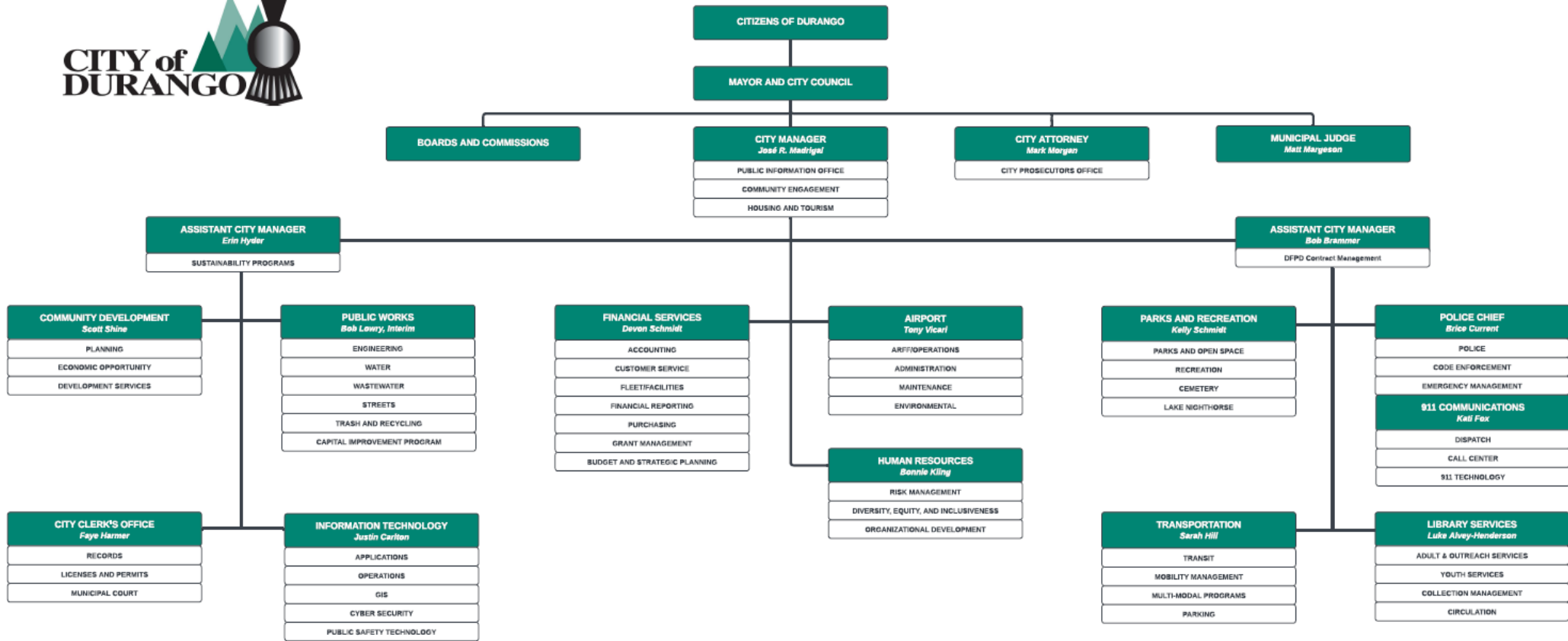
Respectfully submitted,



José Madrigal
City Manager



Cheryl Turney
Interim Chief Financial Officer





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Durango
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill

Executive Director/CEO

City of Durango, Colorado
List of Elected and Appointed Officials
As of December 31, 2024

Elected Officials - City Council

Jessika Buell	Mayor
Gilda Yazzie	Mayor Pro Tem
Olivier Bosmans	Councilor
Dave Woodruff	Councilor
Melissa Youssef	Councilor

Council Appointed Officials

José Madrigal	City Manager
Mark Morgan	City Attorney
Matthew Margeson	Municipal Judge

Department Directors

Robert Lowry	Interim Public Works Director
Bob Brammer	Assistant City Manager
Justin Carlton	Information Services Director
Brice Current	Police Chief
Kati Fox	911 Director
Faye Harmer	City Clerk
Luke Alvey-Henderson	Library Director
Sarah Hill	Transportation Director
Erin Hyder	Assistant City Manager
Bonnie Kling	Human Resources Director
Kelly Schmidt	Parks and Recreation Director
Scott Shine	Director of Community Development
Devon Schmidt	Chief Financial Officer
Tony Vicari	Aviation Director



CPAs & BUSINESS ADVISORS

Independent Auditor's Report

To the Honorable Mayor and Members of the City
Council City of Durango, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Durango (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

What inspires you, inspires us. | eidebailly.com

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of changes in net pension liability (asset) and related ratios-old hire fire plan, schedule of changes in net pension liability (asset) and related ratios-old hire police plan, schedule of pension contributions-old hire fire plan, schedule of pension contributions-old hire police plan, and the schedule of revenues, expenditures and changes in fund balances – budget and actual general fund as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements, and other budgetary schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements and other budgetary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, statistical section, and local highway finance report but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Eide Bailly LLP

Denver, Colorado
June 13, 2025



FINANCIAL SECTION



MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the City of Durango, Colorado (the City) annual financial report, the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the fiscal year ended December 31, 2024. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$421,854,482 (net position) for the fiscal year reported.
- Total net position is comprised of the following:
 - (1) Investment in capital assets of \$303,183,126 include property, plant, and equipment, net of accumulated depreciation and amortization, and reduced for outstanding debt related to the purchase or construction of capital assets.
 - (2) Net position of \$14,668,328 are restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net position of \$104,003,028 represent the portion available to maintain the City's continuing obligations to citizens and creditors.
- The City's governmental funds reported total ending fund balance of \$47,939,027 this year. This compares to the prior year ending fund balance of \$53,807,105 showing \$(5,868,078) during the current year.
- At the end of the current fiscal year, unassigned and assigned fund balance for the General Fund was \$11,048,629, or 20.4% of total General Fund expenditures and other financing uses.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the City's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City also includes in this report additional information to supplement the basic financial statements. Comparative data is presented where available.

Government-wide Financial Statements

The City's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole is improving or deteriorating. Evaluation of the overall health of the City would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers. Both government-wide financial statements distinguish governmental activities of the City that are principally supported by sales taxes and separate from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general

government, public safety, public works, parks and recreation, library, community services and economic development. Business-type activities include the water and sewer systems, solid waste, parking and transit.

The government-wide financial statements are presented on pages 29 through 30 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The City has two kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 34 through 36 of this report. Individual fund information for nonmajor governmental funds is found in combining statements in the supplementary section of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds for its water and sewer systems, sustainable services, and parking and transit. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Durango's various functions. The City of Durango uses internal service funds to account for its warehouse, fleet, risk management, health insurance, technology replacement and building maintenance functions. Because these six services benefit mostly governmental activities, they are included only within governmental activities.

The basic enterprise fund financial statements are presented on pages 31 through 34 of this report. Individual fund information for nonmajor enterprise funds are found in the combining statements in the supplementary section of this report.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 38 of this report.

Required Supplementary Information

In addition to the basic financial statements, this report also presents certain required supplementary information (RSI) on the City's schedule of employer net pension liability and related ratios, changes in net pension liability, the employer contributions and investment returns for the Old Hire Police and Fire Plans. Included in RSI is a budgetary comparison schedule for the general fund. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the City's adopted and final revised budget. Required supplementary information is on pages 75 to 81 of this report.

Supplementary Information

As discussed, the City reports major funds in the basic financial statements. Combining and individual statements and schedules for nonmajor funds can be found in the supplementary section of this report beginning on page 85 and ending on 162.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources at fiscal year-end exceeded liabilities and deferred inflows of resources by \$421,854,482. The following table provides a summary of the City's net position:

Statement of Net Position

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets:						
Current and other assets	\$ 111,845,025	\$ 113,194,847	\$ 25,782,163	\$ 26,695,088	\$ 137,627,188	\$ 139,889,935
Capital assets	217,371,579	204,874,416	140,489,369	140,344,014	357,860,948	345,218,430
Total assets	329,216,604	318,069,263	166,271,532	167,039,102	495,488,136	485,108,365
Deferred Outflows of Resources						
Loss on refunding	146,154	182,693	-	-	146,154	182,693
Related to pensions	833,380	876,399	-	-	833,380	876,399
Total Deferred Outflow of Resources	979,534	1,059,092	-	-	979,534	1,059,092
Liabilities:						
Other liabilities	8,250,625	9,198,976	4,873,702	4,070,322	13,124,327	13,269,298
Long-term liabilities	17,342,656	19,774,349	39,571,990	42,349,689	56,914,646	62,124,038
Total liabilities	25,593,281	28,973,325	44,445,692	46,420,011	70,038,973	75,393,336
Deferred inflows of resources						
Property taxes	3,478,805	-	-	-	3,478,805	-
Deferred inflows of resources	1,054,531	1,311,710	-	-	1,054,531	1,311,710
Related to pensions deferred inflows	40,879	-	-	-	40,879	-
Total deferred inflows of resources	4,574,215	1,311,710	-	-	4,574,215	1,311,710
Net position:						
Net investments in capital assets	204,963,181	190,621,675	98,219,945	96,321,284	303,183,126	286,942,959
Restricted	14,601,668	12,453,836	66,660	29,586	14,668,328	12,483,422
Unrestricted	80,463,793	85,767,809	23,539,235	24,268,221	104,003,028	110,036,030
Total net position	\$ 300,028,642	\$ 288,843,320	\$ 121,825,840	\$ 120,619,091	\$ 421,854,482	\$ 409,462,411

By far the largest portion of the City's net position 71.9% reflects its investment in capital assets, including infrastructure, less any related debt used to acquire those assets that is still outstanding. The City of Durango uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Durango's investment in its capital assets is reported net of related debt, it should be noted that the funds needed to pay the annual debt service must be provided from other sources, since the capital assets themselves cannot be used to pay the debt.

At the end of the current fiscal year, the City of Durango is able to report positive balances in the government as a whole, as well as for both its governmental activities and business-type activities. Activities showed positive growth. The City's overall financial position improved during fiscal year 2024 with an increase in net position of \$12,392,071.

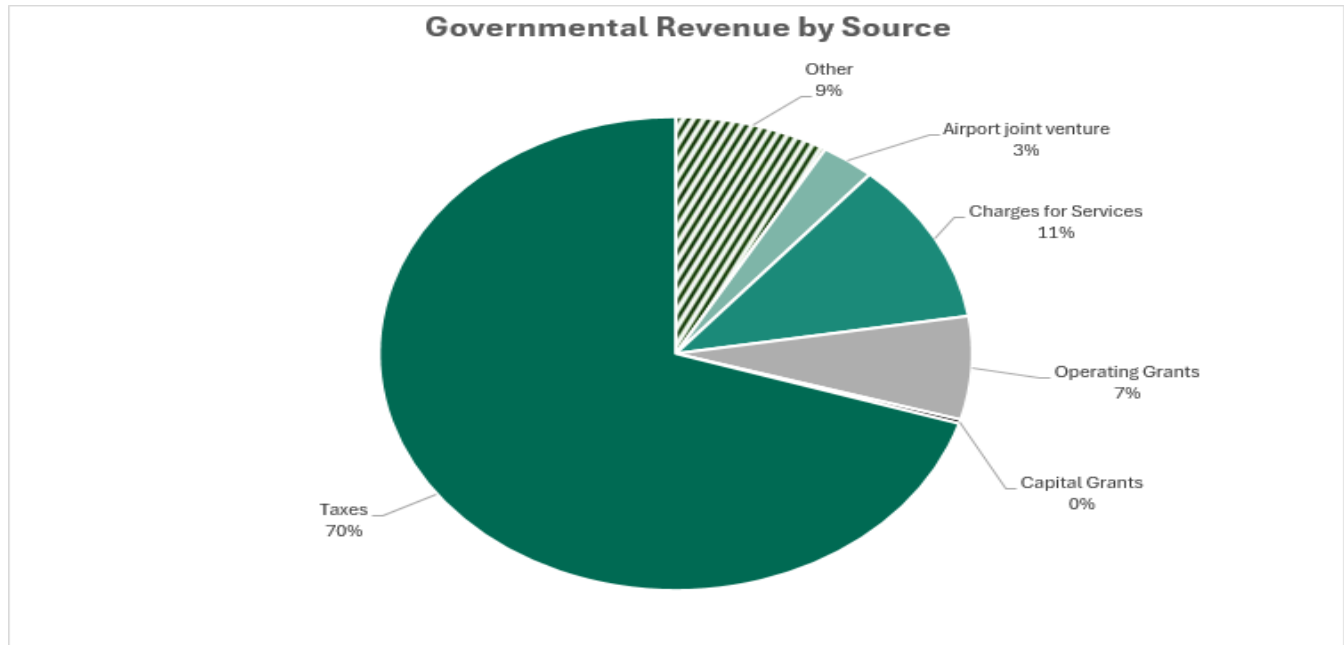
The following table provides a summary of the City's changes in net position:

	Summary of Changes In Net Position					
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program:						
Charges for services	\$ 9,551,487	\$ 8,935,864	\$ 19,545,657	\$ 19,484,287	\$ 29,097,144	\$ 28,420,151
Joint venture airport	2,518,932	2,978,645	-	-	2,518,932	2,978,645
Operating grants	6,047,633	5,826,133	1,029,874	184,216	7,077,507	6,010,349
Capital grants	238,900	270,823	1,931,103	2,093,876	2,170,003	2,364,699
General:						
Taxes	60,309,230	59,260,266	-	-	60,309,230	59,260,266
Other	7,218,901	16,464,362	1,969,705	2,609,552	9,188,606	19,073,914
Total revenues	85,885,083	93,736,093	24,476,339	24,371,931	110,361,422	118,108,024
Program Expenses:						
General government	24,929,146	21,972,918	-	-	24,929,146	21,972,918
Public safety	16,303,987	18,638,589	-	-	16,303,987	18,638,589
Public works	8,253,722	11,511,903	-	-	8,253,722	11,511,903
Parks and recreation	14,900,875	14,286,959	-	-	14,900,875	14,286,959
Library	3,519,607	2,895,409	-	-	3,519,607	2,895,409
Community services	1,548,162	1,201,350	-	-	1,548,162	1,201,350
Economic development	184,426	768,291	-	-	184,426	768,291
Non-departmental	2,394,786	1,344,544	-	-	2,394,786	1,344,544
Interest	454,271	375,264	-	-	454,271	375,264
Water	-	-	7,788,747	7,067,960	7,788,747	7,067,960
Sewer	-	-	7,875,191	8,337,574	7,875,191	8,337,574
Sustainable services	-	-	3,964,113	3,639,926	3,964,113	3,639,926
Parking and transit	-	-	5,852,318	5,056,802	5,852,318	5,056,802
Total expenses	72,488,982	72,995,227	25,480,369	24,102,262	97,969,351	97,097,489
Excess	13,396,101	20,740,866	(1,004,030)	269,669	12,392,071	21,010,535
Transfers	(2,210,779)	418,425	2,210,779	(418,425)	-	-
Change in net position	11,185,322	21,159,291	1,206,749	(148,756)	12,392,071	21,010,535
Beginning net position	288,843,320	267,684,029	120,619,091	120,767,847	409,462,411	388,451,876
Ending net position	<u>\$ 300,028,642</u>	<u>\$ 288,843,320</u>	<u>\$ 121,825,840</u>	<u>\$ 120,619,091</u>	<u>\$ 421,854,482</u>	<u>\$ 409,462,411</u>

GOVERNMENTAL REVENUES

The City is heavily reliant on sales and use taxes to support governmental operations. City sales and use taxes account for 49.0% of the revenues for governmental activities. This is an increase of 1% over fiscal year 2023 and may be the result of continued stability since the end of the COVID-19 pandemic. Sales and use taxes increased by \$612,424 from the taxes collected in 2023. The City increased the sales and use tax rate from 3.0% to 3.5% effective April 2, 2019. The increased revenue from the additional tax is restricted by voter authorization. Because of the City's healthy financial position, there has been \$2,792,847 in interest earnings to support governmental activities. This was related to the continued heightened interest rates through 2024. Program revenues covered 25.3% of governmental operating expenses in 2024. This means that the government's taxpayers and

the City's other general revenues funded the balance of the governmental activities. As a result, the general economy and the local businesses have a major impact on the City's revenue streams. The graph below shows governmental revenues by source:



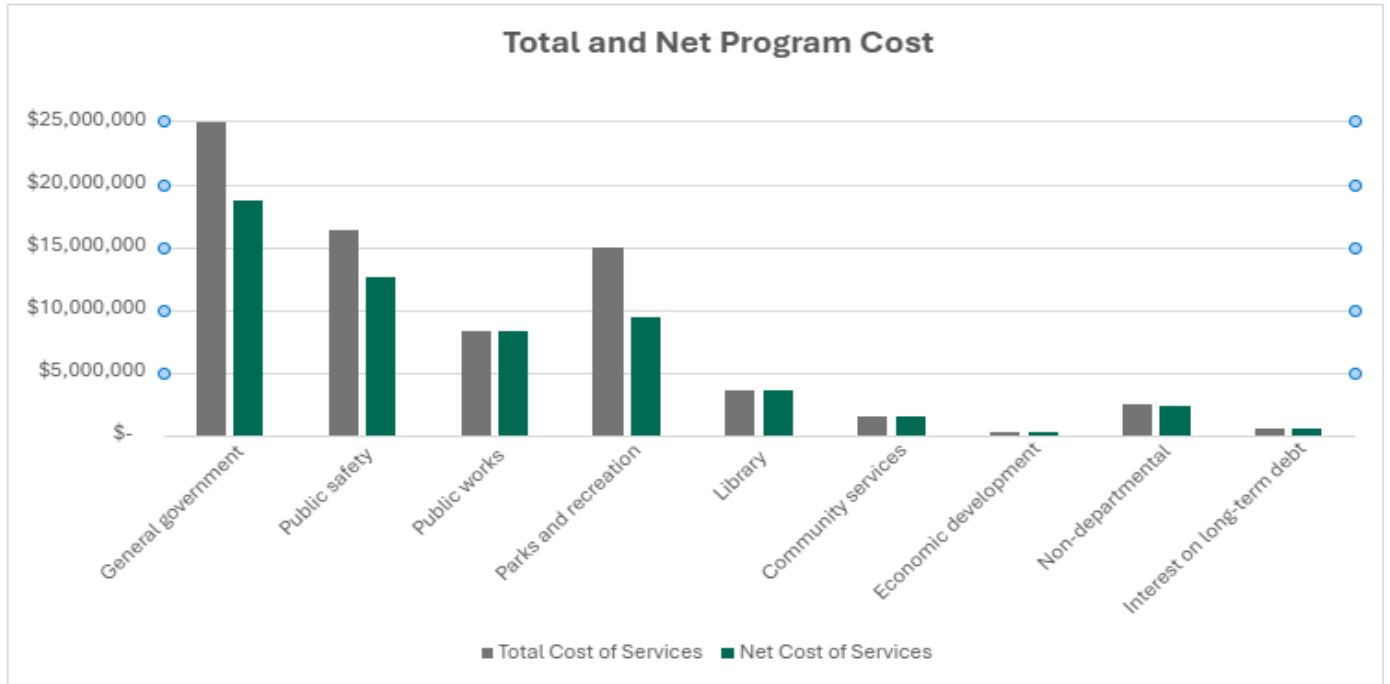
GOVERNMENTAL FUNCTIONAL EXPENSES

Public safety comprises 16.6% of the City's total expenses and 22.5% of the total governmental expenses. Parks and recreation makes up 15.2% of the total expenses and 20.6% of the total governmental expenses. General government and public works are 33.9% of total expenses. The overall change in governmental expenses was (0.7) % over the prior fiscal year.

The following table presents the cost of each of the City's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City's taxpayers by each of these functions.

	Governmental Activities			
	<u>Total Cost of Services</u>	<u>Percentage of Total</u>	<u>Net Cost of Services</u>	<u>Percentage of Total</u>
General government	\$ 24,929,146	34.4%	\$ 18,653,738	32.8%
Public safety	16,303,987	22.5%	12,512,181	22.0%
Public works	8,253,722	11.4%	8,253,422	14.5%
Parks and recreation	14,900,875	20.6%	9,353,128	16.5%
Library	3,519,607	4.9%	3,517,258	6.2%
Community services	1,548,162	2.1%	1,548,162	2.7%
Economic development	184,426	0.3%	184,426	0.3%
Non-departmental	2,394,786	3.3%	2,326,842	4.1%
Interest on long-term debt	454,271	0.6%	454,271	0.8%
Total	<u>\$ 72,488,982</u>	<u>100.0%</u>	<u>\$ 56,803,428</u>	<u>100.0%</u>

The parks and recreation function has the best cost recovery at 56% as shown in the graph below. Recreation center fees and recreation program revenues are set to recover approximately 90% of the expenses for the center and recreation programs. The City received more in the form of operating grants and less in the form of capital grants and contributions in 2024. While these program revenues can vary in any given year, the corresponding acquisition of assets does not appear as a program expense. For that reason, program revenues can fluctuate dramatically from year to year depending on the amount of capital grants and contributions received.

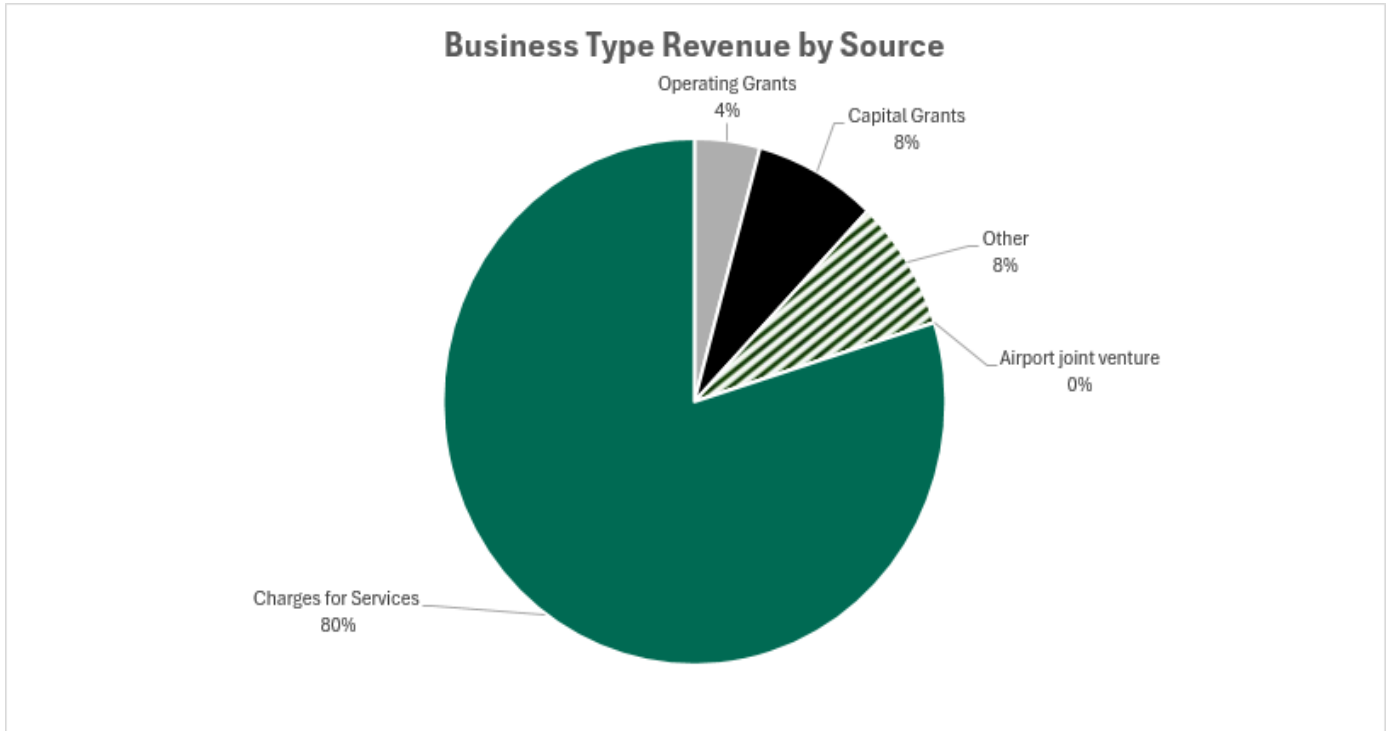


BUSINESS -TYPE ACTIVITIES

For the year ending December 31, 2024 the City reported the Water Fund, Sewer Fund and Transportation fund as major enterprise funds. The Trash and Recycling fund was formerly a major fund but due to lower expenses and revenues was determined to be a nonmajor fund in 2024. Business-type activities increased the City’s net position by \$1,206,749. Key elements of business-type activities net position are as follows:

There was little change in operating revenues for all of the enterprise funds when compared to 2023. Within the total business type activities of the City, these activities reported an operating loss of \$4,908,439 compared to an operating income of \$3,534,417 for the prior year. Non-operating revenue increased by \$1,328,125 over 2023. Capital contributions for 2024 were \$1,081,020. This is a decrease of \$(950,413) from 2023. Capital contributions include developer contributions of capital assets, capital grants, and plant investment fees.

As the graph below displays, the business-type activities rely on fees to pay operating costs. This is in stark contrast to the governmental activities.



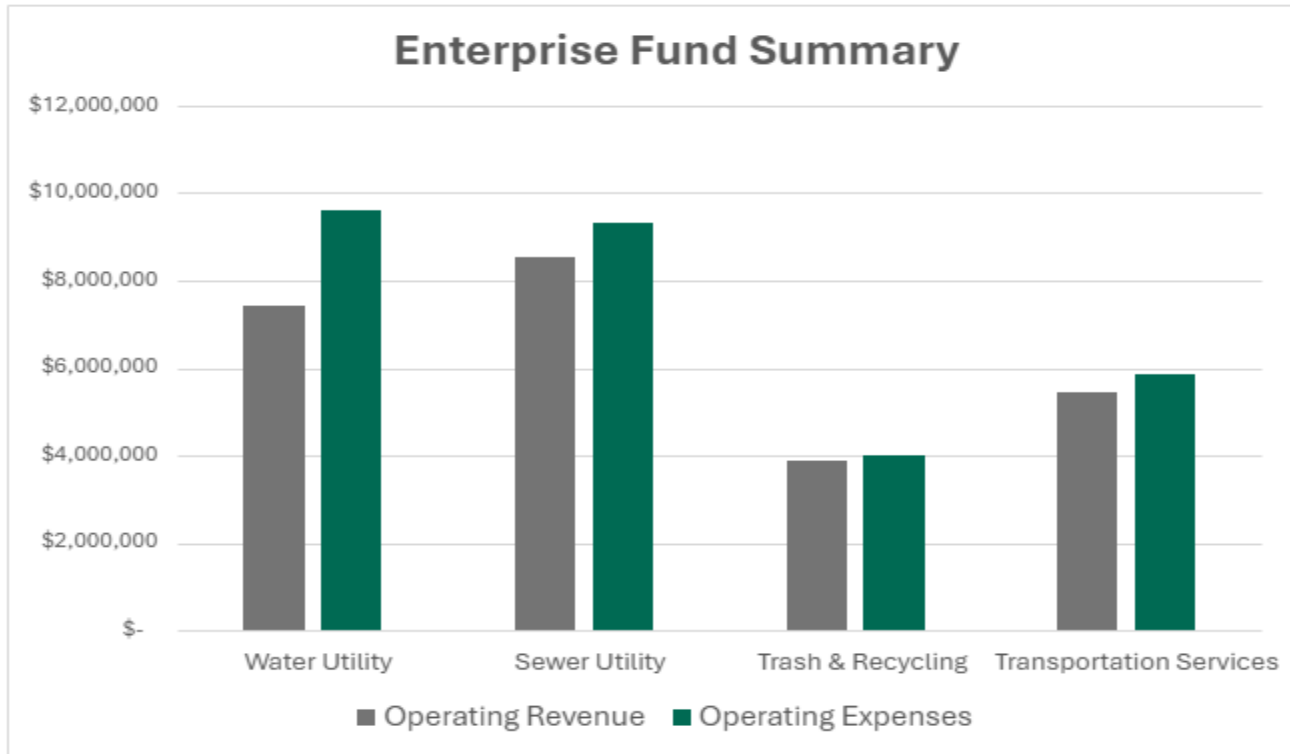
The water utility accounts for approximately 28.5% of operating revenues and 31.4% of operating expenses. This utility reported a net decrease in net position of \$(346,811). The water utility had operating loss of \$2,111,575 and capital contributions of \$855,675.

For the sewer utility fund, operating expenses decreased (6.7)% over the prior year. Operating revenues saw an increase of 0.4% over the prior year. Net operating income for 2024 was \$1,162,717 in comparison to \$649,861 in 2023.

Trash and recycling made up 18.2% of operating revenues compared to 16.0% of operating expenses. The fund produced operating loss of \$356,546 and showed a decreased net position by \$(88,739). The trash and recycling fund had reserves at the end of 2024 in the amount of \$66,660 from bag fees collected by retailers and passed on to the City to be used for sustainability programs.

Transportation comes in at 11.4% of operating revenues of all funds with 23.7% of combined operating expenses. This operation had an operating loss of \$3,603,035 which was offset by non-operating revenue of \$2,292,329 and transfers in of \$902,279. The resulting change in net position for Transportation Services is down by \$408,427.

The next graph shows the relative size of the funds that make up the Enterprise Funds:



Financial Analysis of the City’s Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$47,939,027. Of this year-end total, \$47,249,372 is restricted, committed or assigned fund balance, \$13,147,519 of that amount in the general fund with the remainder of \$34,101,853 in the other governmental funds.

The total ending fund balances of governmental funds show a decrease of \$(5,868,078) over the prior year. An expected 2024 receipt of \$4.4M into the Capital Projects fund was delayed into 2025 and due to timing and annexation factors for the County Road 250/251 project. There was also an expected use of prior year fund balance as projects were completed.

Major Governmental Funds

The General Fund:

The General Fund is the City’s primary operating fund and the largest source of day-to-day service delivery. The General Fund’s fund balance decreased by \$2,411,486. Total revenues for 2024 were \$49,680,685, an increase of \$179,412 or 0.4% over 2023. The City’s sale and use taxes together increased 1.5 % compared to the prior year. However, use tax building permits were down 31%. The number of building permits issued in 2024 was 307, lower than the historical average. Property taxes were up 12.8% over 2023 with rising real estate assessed values. Miscellaneous revenues increased by 108.5% over 2023.

Total expenditures for 2024 were \$54,071,794, an increase of 7.1% over fiscal 2023. General government expenditures increased approximately 18.0% overall when compared to the previous year. Governmental public safety actual expenditures saw a change in expenditures over the previous year of (1.1)%. However, there was a break out of the General Fund in 2024 of the 911 Communication Center into its own fund. The public safety function in the General fund now includes only police services and the city's contract for fire and rescue services. Police services increased expenditures by 11.5% over the prior year due mainly to becoming fully staffed in 2024. Fire services increased by 8.3 % over the previous year.

Public works expenditures increased 2.1% as compared to 2023. Parks and Recreation expenditures increased 6.3% over last year.

Non-departmental expenditures increased 6% in 2024 due mainly to increased insurance costs. Buildings and plant account for over 38.7% of the expenditures in this division. Maintenance costs and utility charges for all general city buildings continue to affect expenditures. However, the implementation of the Energy Performance Contract in 2023 to 2024 is expected to bring significant utility cost savings to the City in this area.

The general fund transferred \$62,000 to other funds. This amount fluctuates based on available resources in any given year and staff's ability to administer additional projects.

The Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. In 2024, a transfer correction was made for a 2023 transfer mistakenly moved from the sewer (operating) fund to the Capital Projects fund for \$1,315,000. It was instead meant for the sewer (capital) fund.

Budgetary Highlights

The General Fund – Budget amendments increased the original revenue budget by 2.3% during 2024. General Fund revenue came in \$1,125,094 lower, or -2.2%, than what was budgeted for the year 2024. The majority of revenue categories had unfavorable budget variances over final budget estimates. The largest of these was Charges for Services which had a negative budget variance of 16.6% due to an error in budget development, resulting in a double entry of Parks and Recreation Youth Programs and Lake Nighthorse revenue. All categories combined for -2.0% negative variance under the final 2024 budget or 98% accurate.

Budget amendments increased the original expenditure budget by 4.4% during 2024. Total amendments to the expenditures budget were \$2.4 million.

The final general fund budget for expenditures had a favorable variance of \$ 2,244,003. The City spent approximately 4.0% less than what was budgeted.

Capital Assets and Debt Administration

Capital Assets

The City's net investments in capital assets, for governmental and business-type activities as of December 31, 2024, was \$204,963,181 and \$98,219,945. The net capital assets for the internal service funds are reported with the governmental activities on the statement of net position. The total increase in the net investment was 7.5% for governmental activities and a 0.1% increase for business-type activities. See Note 3-D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year. The following table provides a summary of capital asset activity.

	Capital Assets					
	Governmental Activities		Business Activities		Total	
	2024	2023	2024	2023	2024	2023
Non-depreciable assets:						
Land	\$ 38,868,962	\$ 34,605,140	\$ 5,476,387	\$ 5,476,387	\$ 44,345,349	\$ 40,081,527
Water rights	-	-	5,870,232	5,870,232	5,870,232	5,870,232
Construction in progress	11,989,657	7,623,550	2,798,692	1,596,524	14,788,349	9,220,074
Total non-depreciable	50,858,619	42,228,690	14,145,312	12,943,143	65,003,931	55,171,833
Depreciable assets:						
Buildings	53,913,533	54,736,129	87,537,795	87,805,090	141,451,328	142,541,219
Improvements	24,333,931	15,315,152	-	-	24,333,931	15,315,152
Equipment	37,370,074	32,906,287	11,905,230	11,166,217	49,275,304	44,072,504
Infrastructure	257,789,987	256,832,589	87,914,512	84,346,664	345,704,499	341,179,253
Total depreciable assets	373,407,525	359,790,157	187,357,537	183,317,971	560,765,062	543,108,128
Less accumulated depreciation	207,269,643	197,430,761	61,013,480	55,917,102	268,283,123	253,347,863
Book value - depreciable assets	166,137,882	162,359,396	126,344,057	127,400,869	292,481,939	289,760,265
Percentage depreciated	56%	55%	33%	31%	48%	42%
Total book value	\$ 216,996,501	\$ 204,588,086	\$ 140,489,369	\$ 140,344,012	\$ 357,485,870	\$ 344,932,098
Total right to use leased assets being amortized	773,904	540,259	-	-	1,314,163	1,854,422
Total accumulated amortization	398,826	253,929	-	-	652,755	906,684
Net right to use leased assets	375,078	286,330	-	-	661,408	947,738
Total capital assets, net	\$ 217,371,579	\$ 204,874,416	\$ -	\$ -	\$ 358,147,278	\$ 345,879,836

At December 31, 2024, the depreciable capital assets for governmental activities were 56% depreciated. This is comparable to the December 31, 2023 percentage. This comparison indicates that the City is replacing its assets at a comparable rate as they are depreciating which is a positive indicator.

With the City's business type activities, 33% of the depreciable capital assets were depreciated at December 31, 2024 comparable to 31% at December 31, 2023.

Overall, the City's capital assets are depreciated at approximately 48%, which demonstrates the City's continuing investment in capital.

Long-term Debt

At the end of the fiscal year, the City had total certificates of participation and notes outstanding of \$7,485,000 . This debt is for Florida Road, the public library and Wilson Gulch Road.

After a successful election 2012, the City obtained a long term loan from Colorado Water Resources and Power Development Authority in the amount of \$4,000,000 to purchase water storage and rights for the Water Fund. The term of the loan is 20 years with an interest rate of 1.95%. Loan payments in the amount of \$246,266 are due annually.

After another successful election, the City received two loans from the Colorado Water Resources and Power Development in 2016 in the amount of \$62,200,000 to fund the construction of the Wastewater Treatment Facility. Of this debt \$2,584,968 was retired in 2024.

The following table provides a summary of long-term debt activity.

	Outstanding Borrowings						% Change
	Governmental Activities		Business-type Activities		Totals		
	2024	2023	2024	2023	2024	2023	
2014 Certificates of Participation	\$ 1,580,000	\$ 1,710,000	\$ -	\$ -	\$ 1,580,000	\$ 1,710,000	-8%
2016 Sales and Use Refunding Note	1,160,000	2,290,000	-	-	1,160,000	2,290,000	-49%
2017 Sales and Use Refunding Note	4,745,000	5,865,000	-	-	4,745,000	5,865,000	-19%
CWRPDA Loan-Water	-	-	1,920,383	2,126,186	1,920,383	2,126,186	-10%
CWRPDA Loan-Sewer	-	-	39,423,622	41,949,716	39,423,622	41,949,716	-6%
Energy Performance Contract Lease/Purchase Agreement	4,086,140	4,174,462	-	-	4,086,140	4,174,462	-2%
Bond Premium Amortization	-	-	824,242	883,116	824,242	883,116	-7%
Compensated absences	2,062,423	1,747,575	476,002	362,883	2,538,425	2,110,458	20%
Lease Liability	380,558	294,078	-	-	380,558	294,078	29%
Total	\$ 14,014,121	\$ 16,081,115	\$ 42,644,249	\$ 45,321,901	\$ 56,658,370	\$ 61,403,016	

See Note 3-H for additional information about the City's long-term debt.

Economic Conditions and Next Year's Budget

In a testament to Durango's resilience, 2024 saw a 2% increase in sales tax financial performance compared to previous years. Notably, the lodgers' tax, a key economic indicator for tourism, increased by 3%.

The City, being a major shopping destination in the county as well as a regional tourism destination, has reaped the benefits of population growth and visitation in the form of increased sales tax collections over the past ten years. The area's climate, variety of terrain and outdoor recreational opportunities, proximity to the Purgatory ski area, the presence of Fort Lewis College, and the "small town" appearance of Durango have all contributed to the sustained growth. Downtown Durango continues to be a regional draw and gathering place for community events. An issue that many residents of Durango face is the high cost of housing. The unemployment rate was 4% on December 31, 2024. This was lower than at the state and national levels at that time. Real estate values were reported by Re/Max Pinnacle to have single family homes appreciated approximately 1% higher in 2024 while townhomes and condominiums appreciated between 4% to 5%. Assessed property valuations for City of Durango from the La Plata County Assessor showed an increase of 1% for the total taxable assessed valuation from 2023. In addition to the strategic plan discussed below, the City Council has encouraged and supported housing plans in 2024 including the purchase of a 1.7 acre lot to build 31 housing units, and approvals of development plans for the 500-unit Crader Apartments and the Durango Crossings partnership for 149 residential units..

Economically, the City and La Plata County have a higher median household income of \$79,545, which is higher than the national average but lower than the State of Colorado. Continued growth and balancing the needs of our existing residents and visitors are critical to the continued success of our community. In 2022, inflation reached a 40-year high, and in 2023 declined from 6 percent to 3 percent. 2024 indicators show the local region at 2% inflation and lower than the rest of the United States. The 2025 budget reflects a cautious financial projection. The City of Durango has experienced tremendous revenue growth since 2019, especially in sales tax. However, The City is not immune to broader economic conditions, including inflationary pressures and supply chain shortages. In 2025, the focus for city operations will be investment in existing organizational services with a focus on efficiency and effectiveness. This includes evaluating expenses for potential reductions and required reserves.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City's Chief Financial Officer at: 949 E. Second Avenue, Durango, CO 81301.



FINANCIAL SECTION

City of Durango, Colorado
Statement of Net Position
December 31, 2024

	Governmental Activities	Business-Type Activities	Total	Component Unit
Assets				
Cash and cash equivalents (Note 3-A)	\$ 53,942,954	\$ 22,882,646	\$ 76,825,600	\$ 239,907
Receivables:				
Accounts	6,936,976	2,653,585	9,590,561	-
Leases	1,113,987	-	1,113,987	-
Sales taxes	4,145,568	-	4,145,568	-
Property taxes	3,478,805	-	3,478,805	279,682
Franchise taxes	82,219	-	82,219	-
Lodgers taxes	239,682	-	239,682	-
Interest	478,284	-	478,284	-
Notes	-	64,766	64,766	-
Inventory	550,622	181,166	731,788	-
Prepaid items	234,235	-	234,235	500
Investment in joint venture (Note 4-C)	40,641,693	-	40,641,693	-
Capital Assets (Note 3-D)				
Nondepreciable capital assets	50,858,619	14,145,312	65,003,931	-
Depreciable capital assets, net	166,137,882	126,344,057	292,481,939	-
Right to use leased assets, net	375,078	-	375,078	-
Total Assets	<u>329,216,604</u>	<u>166,271,532</u>	<u>495,488,136</u>	<u>520,089</u>
Deferred Outflows of Resources				
Loss on refunding	146,154	-	146,154	-
Deferred outflows-pensions	833,380	-	833,380	-
Total Deferred Outflows of Resources	<u>979,534</u>	<u>-</u>	<u>979,534</u>	<u>-</u>
Liabilities				
Accounts payable	6,526,209	1,341,545	7,867,754	1,308
Debt due within one year	3,543,707	3,072,259	6,615,966	-
Leases due within one year	128,762	-	128,762	-
Accrued expenses	947,232	165,257	1,112,489	-
Accrued interest payable	334	294,641	294,975	-
Deposits payable	463,648	-	463,648	-
Unearned revenue	313,202	-	313,202	-
Long-Term Liabilities: (Note 3-G and 3-H)				
Net pension liability due in more than one year	3,328,552	-	3,328,552	-
Debt due in more than one year	10,089,856	39,571,990	49,661,846	-
Leases due in more than one year	251,779	-	251,779	-
Total Liabilities	<u>25,593,281</u>	<u>44,445,692</u>	<u>70,038,973</u>	<u>1,308</u>
Deferred Inflows of Resources				
Property taxes	3,478,805	-	3,478,805	279,682
Deferred inflows-pension	40,879	-	40,879	-
Deferred inflows of resources-lease related	1,054,531	-	1,054,531	-
Total Deferred Inflows of Resources	<u>4,574,215</u>	<u>-</u>	<u>4,574,215</u>	<u>279,682</u>
Net Position				
Net investment in capital assets (Note 3-J)	204,963,181	98,219,945	303,183,126	-
Restricted for:				
Debt service	183,091	-	183,091	-
Emergencies	12,721,705	-	12,721,705	-
Program purposes	1,696,872	66,660	1,763,532	-
Unrestricted	80,463,793	23,539,235	104,003,028	239,099
Total Net Position	<u>\$ 300,028,642</u>	<u>\$ 121,825,840</u>	<u>\$ 421,854,482</u>	<u>\$ 239,099</u>

See accompanying notes to the basic financial statements

City of Durango, Colorado
Statement of Activities
For the Year Ended December 31, 2024

Function/Program	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Component Unit
Primary Government:								
Governmental Activities:								
General government	\$ 24,929,146	\$ 2,347,187	\$ 3,928,221	\$ -	\$ (18,653,738)	\$ -	\$ (18,653,738)	\$ -
Public safety	16,303,987	2,822,047	969,759	-	(12,512,181)	-	(12,512,181)	-
Public works	8,253,722	300	-	-	(8,253,422)	-	(8,253,422)	-
Parks and recreation	14,900,875	4,379,604	929,243	238,900	(9,353,128)	-	(9,353,128)	-
Library	3,519,607	2,349	-	-	(3,517,258)	-	(3,517,258)	-
Community services	1,548,162	-	-	-	(1,548,162)	-	(1,548,162)	-
Economic development	184,426	-	-	-	(184,426)	-	(184,426)	-
Non-departmental	2,394,786	-	67,944	-	(2,326,842)	-	(2,326,842)	-
Interest	454,271	-	-	-	(454,271)	-	(454,271)	-
Joint venture airport	-	2,518,932	-	-	2,518,932	-	2,518,932	-
Transportation Services	-	-	152,466	-	152,466	-	152,466	-
Total Governmental Activities	72,488,982	12,070,419	6,047,633	238,900	(54,132,030)	-	(54,132,030)	-
Business-type Activities:								
Water utility	7,788,747	5,629,485	196,917	384,240	-	(1,578,105)	(1,578,105)	-
Sewer utility	7,875,191	8,237,357	-	85,970	-	448,136	448,136	-
Sustainable services	3,964,113	3,540,505	117,999	-	-	(305,609)	(305,609)	-
Transportation Services	5,852,318	2,138,310	714,958	1,460,893	-	(1,538,157)	(1,538,157)	-
Total Business-type Activities	25,480,369	19,545,657	1,029,874	1,931,103	-	(2,973,735)	(2,973,735)	-
Total - Primary Government	\$ 97,969,351	\$ 31,616,076	\$ 7,077,507	\$ 2,170,003	(54,132,030)	(2,973,735)	(57,105,765)	-
Component Unit								
Durango Conference Center Business Improvement District	\$ 343,412	\$ -	\$ -	\$ -	-	-	-	(343,412)
General Revenues								
Property taxes levied for:								
General government purposes					3,422,947	-	3,422,947	360,497
Specific ownership tax					309,724	-	309,724	-
Sales tax					37,911,790	-	37,911,790	-
Use tax					2,231,981	-	2,231,981	-
Sales and use tax audit					16,938	-	16,938	-
La Plata County shared sales tax					6,503,753	-	6,503,753	-
La Plata County joint sales tax					2,997,119	-	2,997,119	-
Other taxes					1,320,517	-	1,320,517	-
Franchise fees and occupational taxes					1,588,570	-	1,588,570	-
Lodgers taxes					4,005,891	-	4,005,891	-
Gain (Loss) on Disposal of Capital Assets					(537,845)	984	(536,861)	-
Investment earnings					2,792,847	1,101,988	3,894,835	-
Lease revenue					473,283	-	473,283	-
Miscellaneous					4,490,616	866,733	5,357,349	-
Total General Revenues					67,528,131	1,969,705	69,497,836	360,497
Transfers					(2,210,779)	2,210,779	-	-
Total General Revenues and Transfers					65,317,352	4,180,484	69,497,836	360,497
Change in Net Position					11,185,322	1,206,749	12,392,071	17,085
Net Position Beginning of Year					288,843,320	120,619,091	409,462,411	222,014
Net Position End of Year					\$ 300,028,642	\$ 121,825,840	\$ 421,854,482	\$ 239,099

See accompanying notes to the basic financial statements

City of Durango, Colorado
Balance Sheet
Governmental Funds
December 31, 2024

	<u>General</u>	<u>Formerly Major Fund Grants Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash on hand	\$ 5,227	\$ -	\$ -	\$ 5,227
Equity in cash and cash equivalents	9,354,073	-	34,793,456	44,147,529
Cash held in escrow	383,247	-	-	383,247
Receivables:				
Accounts receivable	605,495	-	1,136,085	1,741,580
Lease receivables	1,113,987	-	-	1,113,987
Property taxes	3,353,212	-	125,593	3,478,805
Sales taxes	2,365,456	-	1,780,112	4,145,568
Franchise taxes	82,219	-	-	82,219
Lodger's taxes	-	-	239,682	239,682
Intergovernmental	1,458,771	-	1,406,348	2,865,119
Interest	148,651	-	329,633	478,284
Prepaid items	234,235	-	-	234,235
Interfund receivables	1,902,000	-	-	1,902,000
Inventory	40,837	-	-	40,837
Total Assets	<u>\$ 21,047,410</u>	<u>\$ -</u>	<u>\$ 39,810,909</u>	<u>\$ 60,858,319</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	\$ 1,324,445	\$ -	\$ 2,790,974	\$ 4,115,419
Accrued expenditures	703,698	-	48,356	752,054
Interfund payable	-	-	1,902,000	1,902,000
Deposits	463,648	-	-	463,648
Unearned revenue	310,702	-	2,500	313,202
Total Liabilities	<u>2,802,493</u>	<u>-</u>	<u>4,743,830</u>	<u>7,546,323</u>
Deferred Inflows of Resources				
Deferred inflows resources - leases	1,054,531	-	-	1,054,531
Deferred inflows resources - property taxes	3,353,212	-	125,593	3,478,805
Deferred inflows - unearned revenue	-	-	839,633	839,633
Total Deferred Inflows of Resources	<u>4,407,743</u>	<u>-</u>	<u>965,226</u>	<u>5,372,969</u>
Fund Balances				
Nonspendable	661,676	-	-	661,676
Restricted	2,126,869	-	1,606,638	3,733,507
Committed	-	-	32,495,215	32,495,215
Assigned	11,020,650	-	-	11,020,650
Unassigned	27,979	-	-	27,979
Total Fund Balances	<u>13,837,174</u>	<u>-</u>	<u>34,101,853</u>	<u>47,939,027</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 21,047,410</u>	<u>\$ -</u>	<u>\$ 39,810,909</u>	<u>\$ 60,858,319</u>

See accompanying notes to the basic financial statements

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2024**

Total Governmental Fund Balances		\$ 47,939,027
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets and right to use leased assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. However, in the statement of net position the cost of these assets are capitalized and expensed over their estimated lives through annual depreciation and amortization expense		
Cost of capital assets	\$ 424,266,144	
Less: accumulated depreciation	(207,269,643)	
Right to use leased assets	773,904	
Less: accumulated amortization	<u>(398,826)</u>	217,371,579
City's joint venture equity interest in Durango-LaPlata County Airport		40,641,693
Other receivables are not available to pay for current-period expenditures and, therefore are reported as a deferred inflow of resources in the funds		839,633
Net pension liabilities are not recognized at the fund level but are reported at the government-wide level		(3,328,552)
Deferred outflows of resources used in governmental activities are not financial resources and, therefore, are not reported in the funds		
Deferred loss on refunding	\$ 146,154	
Amounts related to pensions	<u>833,380</u>	979,534
Deferred inflows of resources in governmental activities are not financial resources and, therefore, are not reported in the funds		(40,879)
Amounts related to pensions		<u>(40,879)</u>
Internal service fund is used by management to charge the costs of general administrative services, equipment replacement and self-insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position		9,674,928
Liabilities, including bonds, accrued interest and compensated absences are not due and payable in the current period and therefore are not reported in funds:		
Bonds and certificates of participation payable	\$ (11,571,140)	
Accrued interest on long term debt	(34,217)	
Lease Payables	(380,541)	
Compensated absences	<u>(2,062,423)</u>	<u>(14,048,321)</u>
Net Position Of Governmental Activities		<u>\$ 300,028,642</u>

See accompanying notes to the basic financial statements

City of Durango, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2024

	General	Formerly Major Fund Grants Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	\$ 3,305,957	\$ -	\$ 116,990	\$ 3,422,947
Specific Ownership Taxes	309,724	-	-	309,724
Sales taxes	21,657,594	-	16,254,196	37,911,790
Use taxes	1,279,623	-	952,358	2,231,981
Sales and use tax audit	16,938	-	-	16,938
La Plata County shared sales tax	6,503,753	-	-	6,503,753
La Plata County joint sales tax	2,997,119	-	-	2,997,119
Lodgers taxes	-	-	4,005,891	4,005,891
Cigarette tax	68,775	-	-	68,775
Franchise fees and occupational taxes	1,588,570	-	-	1,588,570
Intergovernmental	2,371,113	-	7,720,356	10,091,469
Licenses and permits	648,348	-	7,200	655,548
Charges for services	6,076,754	-	50	6,076,804
Lease revenue	318,862	-	-	318,862
Fines and forfeitures	139,046	-	-	139,046
Investment earnings	661,412	-	1,730,343	2,391,755
Miscellaneous	1,737,097	-	1,479,434	3,216,531
Total Revenues	49,680,685	-	32,266,818	81,947,503
Expenditures				
Current:				
General government	14,441,829	-	8,023,850	22,465,679
Public safety	17,432,350	-	3,017,200	20,449,550
Public works	4,477,608	-	6,703,553	11,181,161
Parks and recreation	9,724,545	-	6,724,713	16,449,258
Library	3,086,040	-	-	3,086,040
Community services	1,531,291	-	16,871	1,548,162
Economic development	-	-	20,000	20,000
Non-departmental	2,875,776	-	-	2,875,776
General capital outlay	312,505	-	4,662,594	4,975,099
Debt Service:				
Principal retirement	130,000	-	2,250,000	2,380,000
Interest and fiscal charges	59,850	-	185,718	245,568
Total Expenditures	54,071,794	-	31,604,499	85,676,293
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,391,109)	-	662,319	(3,728,790)
Other Financing Sources (Uses)				
Other finance source- leases	388,066	-	-	388,066
Transfers in	1,653,557	-	2,497,718	4,151,275
Transfers out	(62,000)	-	(6,616,629)	(6,678,629)
Total Other Financing Sources (Uses)	1,979,623	-	(4,118,911)	(2,139,288)
Net Change in Fund Balances	(2,411,486)	-	(3,456,592)	(5,868,078)
Fund Balances Beginning of Year, as Previously Reported	16,248,660	168,401	37,390,044	53,807,105
Change from major fund to nonmajor fund	-	(168,401)	168,401	-
Fund Balances Beginning, as Adjusted or Restated	16,248,660	-	37,558,445	53,807,105
Fund Balances End of Year	\$ 13,837,174	\$ -	\$ 34,101,853	\$ 47,939,027

See accompanying notes to the basic financial statements

City of Durango, Colorado
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2024

Net Changes In Fund Balances - Total Governmental Funds	\$	(5,868,078)
Amounts reported for governmental activities in the statement of activities are different because		
Governmental funds report capital outlays as expenditures		
However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation and amortization expense. This is an amount by which depreciation and amortization expense exceeded capital outlay and loss on disposal of assets in the current period		
Depreciation and amortization expense	\$	(11,374,664)
Gain/Loss on disposal of assets		(537,845)
Capital outlay		7,554,206
Governmental funds do not report contributed capital assets but they are reported on statement of activities		957,398
Long term notes receivable and the accrued interest which do not provide current financial resources are not reported in the funds		15,300
Government funds do not report the change in the investment in the joint venture but the change is reported on the statement of activity		2,518,932
The internal service funds used by management to charge the costs of the general services, equipment reserve, risk manager and self-insurance to individual funds are not reported in the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated		3,989,753
Elimination of transfers between governmental funds		
Transfers in	4,151,275	
Transfers out	(4,151,275)	-
Net Pension expense does not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds		140,271
Interest expense reported in the statement of activities does not require the use of current financial resources and therefore are not reported as expenditures in governmental funds		(170,112)
Repayment of general obligation debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position		2,380,000
Deferred Loss on Refunding		(36,539)
The issuance of long-term debt provides current financial resources to governmental funds, but are not reported as revenues in the statement of activities		
Lease Proceeds		2,764
Compensated absences reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds		(298,573)
Change In Net Position of Governmental Activities	\$	11,185,322

See accompanying notes to the basic financial statements

City of Durango, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2024

	Business-Type Activities - Enterprise Funds					Governmental Activities Internal Service Funds
	Water Utility Fund	Sewer Utility Fund	Transportation Services Fund	Nonmajor Fund Trash and Recycling Fund	Total	
Assets						
Current Assets						
Equity in cash and cash equivalents	\$ 15,018,812	\$ 2,913,207	\$ 2,052,913	\$ 2,897,714	\$ 22,882,646	\$ 9,406,951
Receivables						
Accounts	634,628	1,174,429	31,577	454,299	2,294,933	1,490,570
Intergovernmental	-	-	332,471	26,181	358,652	839,707
Inventory	143,726	37,440	-	-	181,166	509,785
Total Current Assets	15,797,166	4,125,076	2,416,961	3,378,194	25,717,397	12,247,013
Noncurrent Assets						
Note receivable	54,583	10,183	-	-	64,766	-
Capital Assets						
Land, easements and water rights	7,048,853	321,309	3,886,835	89,622	11,346,619	67,889
Construction in progress	2,413,673	255,738	-	129,282	2,798,693	1,355,709
Depreciable capital assets, net	44,137,992	75,074,169	5,453,224	1,678,672	126,344,057	12,281,349
Total Noncurrent Assets	53,655,101	75,661,399	9,340,059	1,897,576	140,554,135	13,704,947
Total Assets	69,452,267	79,786,475	11,757,020	5,275,770	166,271,532	25,951,960
Liabilities						
Current Liabilities						
Accounts payable	717,705	274,947	198,732	150,161	1,341,545	2,410,791
Accrued payroll	37,240	41,178	61,004	25,835	165,257	23,014
Compensated Absences - due in one year	78,843	29,786	86,788	42,584	238,001	32,354
Loan payable EPC short term	-	-	-	-	-	72,495
Interest Payable	-	294,641	-	-	294,641	-
Interest payable EPC loan	-	-	-	-	-	137,947
Loan payable	209,836	2,624,422	-	-	2,834,258	-
Total Current Liabilities	1,043,624	3,264,974	346,524	218,580	4,873,702	2,676,601
Long Term Liabilities						
Loan payable net of current portion	1,710,547	37,623,443	-	-	39,333,990	4,013,645
Compensated absences net of current portion	78,842	29,786	86,789	42,583	238,000	32,355
Total Long Term Liabilities	1,789,389	37,653,229	86,789	42,583	39,571,990	4,046,000
Total Liabilities	2,833,013	40,918,203	433,313	261,163	44,445,692	6,722,601
Net position						
Net investment in capital assets	51,584,756	35,397,555	9,340,059	1,897,575	98,219,945	9,336,984
Restricted						
Restricted for program purposes	-	-	-	66,660	66,660	-
Unrestricted	15,034,498	3,470,717	1,983,648	3,050,372	23,539,235	9,892,375
Total Net Position - Fund Level	\$ 66,619,254	\$ 38,868,272	\$ 11,323,707	\$ 5,014,607	\$ 121,825,840	\$ 19,229,359

See accompanying notes to the basic financial statements

City of Durango, Colorado
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2024

	Business-Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility Fund	Sewer Utility Fund	Transportation Services Fund	Nonmajor Fund Trash and Recycling Fund	Total	
Operating Revenues						
Charges for sales and services	\$ 5,629,485	\$ 8,237,357	\$ 2,138,310	\$ 3,540,505	\$ 19,545,657	\$ 5,123,658
Services provided	-	-	-	-	-	11,303,194
Miscellaneous	7,225	70,663	110,973	67,062	255,923	143,158
Total Operating Revenues	<u>5,636,710</u>	<u>8,308,020</u>	<u>2,249,283</u>	<u>3,607,567</u>	<u>19,801,580</u>	<u>16,570,010</u>
Operating Expenses						
Administration	446,680	424,166	400,122	12,503	1,283,471	573,721
Source of supply	131,417	-	-	-	131,417	-
Pumping	76,490	-	-	-	76,490	-
Transmission and distribution	1,962,392	-	-	-	1,962,392	-
Treatment	1,708,645	2,153,667	-	-	3,862,312	-
Meter reading and repairs	384,278	-	-	-	384,278	-
Parking operations	-	-	886,117	-	886,117	-
Collections	-	1,230,335	-	1,335,953	2,566,288	-
Recycling	-	-	-	1,037,211	1,037,211	-
Recycling center	-	-	-	626,244	626,244	-
Sustainability	-	-	-	401,688	401,688	-
Loop system	-	-	3,378,727	-	3,378,727	-
Multi-modal	-	-	201,178	-	201,178	-
Building maintenance	67,770	6,373	-	-	74,143	69,391
Equipment maintenance	-	-	-	-	-	2,393,073
Insurance claims and premiums	-	-	-	-	-	1,861,866
Medical claims and premiums	-	-	-	-	-	8,927,059
Non-departmental	497,157	185,640	253,742	184,611	1,121,150	9,013
Payment for services	419,364	462,858	268,062	210,670	1,360,954	42,829
Depreciation	2,054,092	2,682,264	464,370	155,233	5,355,959	1,233,388
Total Operating Expenses	<u>7,748,285</u>	<u>7,145,303</u>	<u>5,852,318</u>	<u>3,964,113</u>	<u>24,710,019</u>	<u>15,110,340</u>
Operating Income (Loss)	<u>(2,111,575)</u>	<u>1,162,717</u>	<u>(3,603,035)</u>	<u>(356,546)</u>	<u>(4,908,439)</u>	<u>1,459,670</u>
Non-Operating Revenues (Expenses)						
Gain (loss) on the sale of capital assets	(7,716)	-	8,700	-	984	316,687
Intergovernmental grants	196,917	-	2,175,851	117,999	2,490,767	126,895
Investment earnings	760,350	77,552	107,778	156,308	1,101,988	385,792
Interest expense	(40,462)	(729,888)	-	-	(770,350)	(166,419)
Total Nonoperating Revenues (Expenses)	<u>909,089</u>	<u>(652,336)</u>	<u>2,292,329</u>	<u>274,307</u>	<u>2,823,389</u>	<u>662,955</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(1,202,486)</u>	<u>510,381</u>	<u>(1,310,706)</u>	<u>(82,239)</u>	<u>(2,085,050)</u>	<u>2,122,625</u>
Capital contributions	855,675	225,345	-	-	1,081,020	-
Transfers in	-	1,315,000	902,279	-	2,217,279	316,575
Transfers out	-	-	-	(6,500)	(6,500)	-
Change in Net Position	<u>(346,811)</u>	<u>2,050,726</u>	<u>(408,427)</u>	<u>(88,739)</u>	<u>1,206,749</u>	<u>2,439,200</u>
Net Position Beginning of Year	<u>66,966,065</u>	<u>36,817,546</u>	<u>11,732,134</u>	<u>5,103,346</u>	<u>120,619,091</u>	<u>16,790,159</u>
Net Position End of Year	<u>\$ 66,619,254</u>	<u>\$ 38,868,272</u>	<u>\$ 11,323,707</u>	<u>\$ 5,014,607</u>	<u>\$ 121,825,840</u>	<u>\$ 19,229,359</u>

See accompanying notes to the basic financial statements.

City of Durango, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2024

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Water Utility Fund	Sewer Utility Fund	Trash and Recycling Fund	Transportation Services Fund	Total	Internal Services Funds
<u>Cash flows from operating activities</u>						
Cash received from customers and users	\$ 5,641,250	\$ 8,207,037	\$ 3,570,468	\$ 2,228,859	\$ 19,647,614	\$ 16,448,555
Other receipts	7,225	70,663	67,062	110,973	255,923	143,158
Cash payments to suppliers and employees	(5,238,415)	(4,405,039)	(3,698,884)	(5,165,556)	(18,507,894)	(13,355,840)
Net Cash Provided by (Used in) Operating Activities	410,060	3,872,661	(61,354)	(2,825,724)	1,395,643	3,235,873
<u>Cash Flows from Noncapital Financing Activities</u>						
Interfund borrowing	-	-	-	-	-	(20,000)
Intergovernmental Revenue	-	-	-	-	-	(712,812)
Transfers from other funds	-	1,315,000	(6,500)	902,279	2,210,779	316,575
Net cash provided by (used for) noncapital financing activities	-	1,315,000	(6,500)	902,279	2,210,779	(416,237)
<u>Cash flows from capital and related financing activities</u>						
Principal paid on capital debt	(205,805)	(2,584,967)	-	-	(2,790,772)	-
Interest paid on capital debt	(40,462)	(713,638)	-	-	(754,100)	-
Sale of capital assets	-	-	-	8,700	8,700	316,687
Contributed capital	384,241	85,970	-	-	470,211	-
Intergovernmental capital grants	196,917	-	130,218	1,977,179	2,304,314	-
Purchase of capital assets	(3,118,612)	(989,467)	(171,530)	(621,525)	(4,901,134)	(3,896,245)
Net cash used for capital and related financing	(2,783,721)	(4,202,102)	(41,312)	1,364,354	(5,662,781)	(3,579,558)
<u>Cash flows from investing activities</u>						
Investment earnings	760,350	77,552	156,308	107,778	1,101,988	385,792
Repayments of long-term debt	-	-	-	-	-	(215,650)
Payments of loan receivables	11,335	3,076	-	-	14,411	-
Net cash provided by investing activities	771,685	80,628	156,308	107,778	1,116,399	170,142
Net change in cash and equivalents	(1,601,976)	1,066,187	47,142	(451,313)	(939,960)	(589,780)
Cash and equivalents, beginning of year	16,620,788	1,847,020	2,850,572	2,504,226	23,822,606	9,996,731
Cash and equivalents, end of year	\$ 15,018,812	\$ 2,913,207	\$ 2,897,714	\$ 2,052,913	\$ 22,882,646	\$ 9,406,951
Operating income (loss)	\$ (2,111,575)	\$ 1,162,717	\$ (356,546)	\$ (3,603,035)	\$ (4,908,439)	\$ 1,459,670
Adjustments to reconcile operating income to net cash provided by operating activities						
Depreciation	2,054,092	2,682,264	155,233	464,370	5,355,959	1,233,388
Decrease (increase) in accounts receivable	11,765	(30,320)	33,963	90,549	105,957	21,703
Decrease (increase) in inventory	19,832	(10,368)	-	-	9,464	(90,956)
Decrease (increase) in accounts payable	356,254	53,256	80,776	177,274	667,560	588,499
Decrease (increase) in accrued liabilities	12,920	15,626	8,543	18,934	56,023	7,295
Decrease (increase) unearned revenues	-	-	(4,000)	-	(4,000)	-
Decrease (increase) in compensated absences	66,772	(514)	20,677	26,184	113,119	16,274
Total adjustments	2,521,635	2,709,944	295,192	777,311	6,304,082	1,776,203
Net cash provided by (Used in) operating activities	\$ 410,060	\$ 3,872,661	\$ (61,354)	\$ (2,825,724)	\$ 1,395,643	\$ 3,235,873
<u>Noncash flow from capital and related financing activities</u>						
Donation of capital assets	\$ 471,435	\$ 139,375	\$ -	\$ -	\$ 781,727	\$ -
	\$ 471,435	\$ 139,375	\$ -	\$ -	\$ 781,727	\$ -

See accompanying notes to the basic financial statements.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Index

Summary of Significant Accounting Policies	1
Reporting Entity	1-A
Basis of Presentation	1-B
Measurement Focus	1-C
Basis of Accounting	1-D
Assets, Liabilities and Fund Balance/Net Position	1-E
Cash, Cash Equivalents and Investments	1-E-1
Receivables	1-E-2
Interfund Balances	1-E-3
Consumable Inventories	1-E-4
Prepaid Items	1-E-5
Capital Assets	1-E-6
Deferred Outflows/Inflows of Resources	1 E-7
Compensated Absences	1-E-8
Accrued Liabilities and Long-term Obligations	1-E-9
Bond Premiums, Discounts and Issuance Costs	1-E-10
Fund Balance/Net Position	1-E-11
Operating Revenues and Expenses	1-E-12
Contributions of Capital	1-E-13
Interfund Activity	1-E-14
Estimates	1-E-15
Comparative Data	1-E-16
Implementation of GASB Statement No. 100	1-E-17
Implementation of GASB Statement No. 101	1-E-18
Stewardship, Compliance and Accountability	2
Budgetary Information	2-A
Detailed Notes on All Funds	3
Deposits and Investments	3-A
Receivables	3-B
Property Taxes	3-C
Capital Assets	3-D
Interfund Balances and Transfers	3-E
Compensated Absences	3-F
Leases	3-G
Long-Term Debt	3-H
Pensions	3-I
Net Investment in Capital Assets	3-J
Fund Equity	3-K
Other Notes	4
Risk Management	4-A
Contingent Liabilities	4-B
Joint Ventures	4-C
Tax, Spending and Debt Limitations	4-D
Subsequent Events	4-E

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1 - Summary of Significant Accounting Policies

The City of Durango is a municipal corporation governed by an elected five-member council. The City operates under a Council-Manager form of government and provides the following services: public safety, highways and streets, sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services. The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The most significant of the City's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government and a component unit that is included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the City in that the City approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the City's discretely presented component unit. It is reported separately due to its legal designation. A description of the discretely presented component unit follows:

Durango Conference Center Business Improvement District (the District) – the District was formed for the purpose of developing a conference center in the City. The District encompasses commercial properties in a defined area. The members of the District's governing board are appointed by the City Council. The District is fiscally dependent on the City because the City Council must approve the operating plan and budget on an annual basis pursuant to the state statutes authorizing the formation of the District. The District is reported on the government-wide statements as a governmental fund. The District reports only a general fund, with property taxes being the primary source of revenue. Separate financial statements are not issued by the District.

On May 5, 2020, the City Council established an Urban Renewal Authority also known as the Durango Renewal Partnership (the "Partnership" or "DRP"), a legally separate entity organized under Colorado Revised Statutes Title 31, Article 25, Part 1. While legally distinct, the DRP is considered a blended component unit of the City of Durango and is reported accordingly in the City's financial statements. This treatment is based on the following factors:

- Substantively the same governing body: The City Council of Durango also serves as the Board of Commissioners for the Durango Renewal Partnership. As such, the governing bodies are substantively the same. The URA Board is composed of 9 commissioners: 5 Durango City Councilors, 1 La Plata County Community Development Director, 1 La Plata County Assessor, 1 Representative from the Business Improvement District, 1 Durango 9-R Board of Education Member.
- Oversight and financial relationship: The City exercises oversight authority over the DRP through budgetary approval, appointment of leadership, and control of tax increment financing (TIF) agreements. The City also provides administrative support and may be financially impacted by DRP activities, particularly through contributions, reimbursements, or shared infrastructure investments.
- Exclusive benefit to the primary government: DRP activities are focused on economic revitalization within designated plan areas inside city limits, and all TIF revenue is generated from within the City of Durango. Projects funded by the DRP, such as infrastructure improvements, public amenities, and redevelopment incentives, provide direct and exclusive benefit to the City and its residents.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1: Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole.

The primary government and the component unit is presented separately within these financial statements with the focus on the primary government. The statements distinguish governmental activities, generally supported by taxes and grants and City's general revenues, from business-type activities, generally financed in whole or in part with user fees charged to external customers.

The statement of net position presents the financial position of the governmental and business-type activities of the City and its discretely presented component unit at year-end. Neither fiduciary funds nor component units which are fiduciary in nature are included.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and for each identifiable activity of the business-type activities of the City. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City does not allocate indirect expenses to functions in the statement of activities. The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*. Other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental and proprietary funds. In the fund financial statements major individual governmental and enterprise funds are reported in separate columns.

Change in Major Governmental Fund Reporting - During 2024, the Grants Fund, which was previously reported as a major governmental fund, is no longer a major fund due to not meeting the quantitative threshold to be classified a a major fund. GASB 100 requires the aggregate amount of adjustments and restatements of beginning net position, fund balance or fund net position be displayed by reporting unit in the financial statements. The Grants Fund is now included in the *Other Governmental -Special Revenue Funds*.

Change in Major Proprietary Fund Reporting - During 2024, the Trash and Recycling Fund, which was previously reported as a major proprietary fund, is no longer a major fund due to not meeting the quantitative threshold to be classified a a major fund. GASB 100 requires the aggregate amount of adjustments and restatements of beginning net position, fund balance or fund net position be displayed by reporting unit in the financial statements. The Trash and

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1: Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation (Continued)

Recycling Fund is now included in the *Other Nonmajor Enterprise Funds*.

Change in General Fund Reporting - The 911 Communications Center activity was moved out of the General Fund in 2024 and into a dedicated fund to provide clarity for user agencies and ensure its resources are dedicated solely to supporting costs associated with 911 operations. The 911 Communications Fund is now part of the *Other Governmental -Special Revenue Funds*.

Fund Accounting - The City uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City uses two categories of funds: governmental and proprietary.

Governmental Funds- Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the difference between governmental fund assets and liabilities and deferred inflows of resources as fund balance. The following is the City's major governmental fund:

General Fund– The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund’s fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Colorado.

Proprietary Funds- Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position, and cash flows. The proprietary funds are classified as enterprise funds and internal service funds. The following are the City’s major enterprise funds:

Water Utility Fund –This fund accounts for revenues and expenses associated with providing water services to the City’s residents and some county residents.

Sewer Utility Fund -This fund accounts for revenues and expenses associated with providing waste-water treatment services to residents of the City and some county residents.

Transportation Services Fund – This fund accounts for revenues and expenses associated with the operations of the City’s parking program, including enforcement and facilities maintenance and to account for revenues and expenses associated with providing mass transportation within the City.

Additionally, the City reports *internal service funds*. The internal service funds provide support services to other City departments including vehicle and equipment maintenance, warehousing, building and plant supervision and maintenance, equipment replacement, risk management and self-insurance. The six internal service funds are General Services Fund, Capital Equipment Replacement Fund, Risk Management Fund, Technology Replacement Fund, Building Maintenance Fund, and Self Insurance Fund. The internal service funds are eliminated in the process of consolidation into the government-wide activities.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities reports revenues and expenses.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1: Summary of Significant Accounting Policies(Continued)

1-C. Measurement Focus (Continued)

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus and the accrual basis of accounting on both financial reporting levels. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statements of net position.

The statements of changes in net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting.

Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows and inflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available.

Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the City receives value without directly giving equal value in return, include sales taxes, property taxes, grants, and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (Note 3-C). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used, or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available before it can be recognized. The City defines availability for intergovernmental revenues as those anticipated to be collected in one year and all others as 60 days of year end.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1: Summary of Significant Accounting Policies(Continued)

1-D. Basis of Accounting (Continued)

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, interest, and federal and state grants.

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. On the governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred inflows of resources (i.e., they are measurable but not available) rather than as revenue. Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) are recorded as deferred inflows of resources.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Balance/Net Position

1-E-1 Cash, Cash Equivalents, and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on statements of net position or balance sheets as "equity in cash and equivalents" and "cash held in escrow." Cash equivalents include the City's investments in short term investment pools where the maturities fall within the GASB definition of cash equivalents.

Equity in Cash and Equivalents - The City maintains a centralized bank account to maximize investment yields. Cash balances are pooled and invested. Investment income earned is allocated to the funds based on each fund's percentage ownership. Cash with fiscal agent is held separately and not pooled with other cash.

For the purposes of cash flow statements, cash and cash equivalents include "equity in treasurer's cash and investments" and "cash held in escrow," as held by enterprise funds. Each fund has an interest in the pool that is available upon demand. Interest in the pool has been recorded consistent with any other demand deposits or investments with a maturity of three months or less.

Investments are reported at fair value based on valuation techniques discussed in Note 3-A with disclosures on the level of the fair value hierarchy based on inputs from the valuation technique. Investments in governmental external investment pools are reported at amortized cost or net asset value and are not subject to the fair value hierarchy. The City Charter authorizes the City to invest in any manner that is then permitted by the statutes of Colorado.

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectible accounts, where applicable. Unbilled water and sewer charges are accrued as receivables and revenue at December 31, 2024.

The City was awarded a Community Development Block Grant in 1983. The grant proceeds were distributed as loans to qualifying businesses and residents. The loan receivable is recorded in the Revolving Loan Fund, a special revenue fund, net of the allowance for estimated loan losses. The allowance is management's best estimate based on past collection experience.

1-E-3 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1: Summary of Significant Accounting Policies(Continued)

1-E-3 Interfund Balances (Continued)

and business-type activities, which are reclassified and presented as “internal balances.”

1-E-4 Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are also expensed when consumed.

1-E-5 Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2024, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reflected as nonspendable as this amount is not available for general appropriation.

1-E-6 Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The City reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the City fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities columns of the government-wide statement of net position and in the enterprise funds’ statements of net position.

All capital assets are capitalized at acquisition value and updated for additions and retirements during the year.

Donated capital assets are recorded at their estimated acquisition values as of the date received. The City maintains a capitalization threshold of five thousand dollars. The City’s infrastructure consists of roads, bridges and water and sewer lines. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are expensed.

All reported capital assets are depreciated except for land, easements, water rights and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Buildings and improvements	20-75 years
Equipment	3-20 years
Utility System Infrastructure and Improvements	30-100 years
Public Domain Infrastructure	10-50 years

Right to use leased assets are recognized at the lease commencement date and represent the City's right to use an underlying asset for the lease term. Right to use leased assets are measured at the initial value of the lease liability plus any payments made to the lessor before commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to place the lease asset into service. Right to use leased assets are amortized over the shorter of the lease term or useful life of

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

1-E-6 Capital Assets (Continued)

the underlying asset using the straight-line method. The amortization period varies from 1 to 9 years.

1-E-7 Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify as deferred outflow of resources. A deferred outflow of resources related to the City Old Hire Fire and Police Pension Plans have been recorded as of December 31, 2024, which consists of two components: 1) contributions subsequent to measurement date; and 2) a change in investment earnings. The other item that qualifies as a deferred outflow of resources is a deferred loss on refunding from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two items which are considered deferred inflows of resources. The City has lease agreements where the City is the lessor and activity is reported in the governmental funds balance sheet and statement of net position. The deferred inflows of resources related to leases are recognized as an inflow of resources (revenue), such as on the straight-line basis over the term of the lease. There is also a deferred inflow of resources related to the Old Hire Police and Fire Pension Plan (netted with deferred outflows).

1-E-8 Compensated Absences

Governmental Funds – As of January 1, 2006 the City implemented a “paid time off” (PTO) policy. Benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. All compensated absence liabilities include salary-related payments such as 401a, FMLA and Medicare, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only “*when due.*”

Proprietary Funds – Accumulated paid time off at December 31, 2024, for employees of the proprietary funds have been accrued. These compensated absences are recognized as current salary costs when earned in the proprietary funds.

1-E-9 Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are “due for payment” during the current year. Bonds and loans payable are recognized as a liability in the governmental activities on the government wide financial statements.

Lease liabilities represent the City's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the lease commencement date based on the present value of future lease payments expected to be made

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

1-E-9 Accrued Liabilities and Long-term Obligations (Continued)

during the lease term. The present value of lease payments are discounted based on a borrowing rate determined by the City.

1-E-10 Bond Premiums, Discounts, and Issuance Costs

On the government-wide statement of net position and the proprietary fund type statement of net position, bond premiums and discounts are netted against bonds payable. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method.

At the governmental fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as an expenditure/expense.

1-E-11 Fund Balance/Net Position

Fund Balance – Generally, fund balance represents assets and deferred outflows of resources minus liabilities and deferred inflows of resources and is shown only in governmental fund statements. Financial reporting standards establish criteria for classifying fund balance amounts into specifically defined categories to make the nature and extent of constraints on those amounts more useful and understandable. The categories comprise a hierarchy based on the extent to which constraints must be honored for a specified purpose and for which amounts can be spent. Fund balances may be categorized as nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable Fund Balance– cannot be spent because it is either in nonspendable form or is legally or contractually required to be maintained intact. Examples include items not expected to be converted to cash such as inventories and prepaid items.

Restricted Fund Balance– is restricted for specific purposes based on constraints externally imposed by creditors, grantors, contributors, laws, or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance– is constrained for a specific purpose by resolution or ordinance adopted by the City Council and can be rescinded only through the same type of formal action used to establish the original commitment. Resolutions and ordinances are equally binding.

Assigned Fund Balance– is constrained for specified purposes by the City Manager or his designee as authorized by the City Council.

Unassigned Fund Balance– is unconstrained and comprised of residual uncategorized fund balance amounts. The General Fund is the only fund that reports a positive unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted amounts are available, restricted amounts are deemed to be used first. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are considered to be reduced first, followed by assigned amounts and then by unassigned amounts.

Net Position - Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation and amortization, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

1-E-11 Fund Balance/Net Position (Continued)

imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

1-E-12 Operating Revenues and Expenses

Operating revenues and expenses are generated directly from the primary ongoing operations of the proprietary funds. Operating revenues are charges for services to external customers for water, sewer, sustainable services, transit, and parking. Operating expenses for the proprietary funds include the costs of sales and services, administrative expenses and depreciation on capital assets necessarily incurred to provide the good or service that is the primary activity of each fund. Revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses. Revenues from internal customers for services are for vehicle and equipment maintenance, warehousing, building and plant supervision, equipment replacement and self-insurance. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of each fund.

1-E-13 Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets and plant investment fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-14 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted). Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. The interfund services provided and used are not eliminated in the process of consolidation. Transfers between funds reported in the business-type activities column are eliminated.

1-E-15 Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-16 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide information about the changes in the financial activities of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

1-E-17 Implementation of GASB Statement No 100

As of January 1, 2024, the City of Durango adopted GASB Statement No. 100, Accounting Changes and Error

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

1-E-17 Implementation fo GASB Statement No. 100 (Continued)

Corrections. The implementation of this standard requires additional presentation and disclosure requirements for accounting changes and error corrections. For the fiscal year ended December 31, 2024 the Grants Fund and the Trash and Recycling Fund were moved from major to nonmajor funds. The 911 Communications Center now has its own Other Governmental-Special Revenue fund, as documented in Note 1-B. The required adjustments and restatements are displayed in the financial statements.

1-E-18 Implementation fo GASB Statement No. 101

The GASB issued Statement No. 101, *Compensated Absences*, effective for fiscal years beginning after December 15, 2023. The City implemented GASB Statement No. 101 for its fiscal year ending December 31, 2024. This statement establishes standards of accounting and financial reporting for compensated absences by state and local governments. The primary objective of GASB Statement No. 101 is to enhance the consistency and comparability of reporting compensated absences, including the recognition of a liability for leave that employees have earned and are more likely than not to be used for time off or otherwise paid in future reporting periods. The City of Durango has assessed its policies and practices related to vacation, sick leave, and other compensated absences to ensure compliance with the new standards. As required by GASB Statement No. 101, the City has recorded a liability for compensated absences as of December 31, 2024. This liability reflects the amount owed to employees for unused leave that is attributable to services rendered through that date and is measured based on the pay rates in effect as of the end of the reporting period. The implementation of GASB Statement No. 101 did not result in a material change in the City's financial position, as the City had previously recognized a liability for compensated absences. Adjustments included the addition of certain salary-related payments (401a, FMLA, and Medicare) that are directly and incrementally associated with payments for leave; the adjustments were included in the measurement of the liabilities as a result of implementing GASB 101.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information – The governmental fund budgets are adopted on a basis consistent with GAAP except for the revolving loan fund, which has no adopted budget. In addition, the Durango Conference Center Business Improvement District, a discretely presented component unit, approves a budget each fiscal year, however, it is not presented as a budget and is not required. Adopted budgets for enterprise and internal service funds are presented on a non-GAAP basis.

Formal budgetary integration is employed as a management control device during the year for the general fund, all special revenue funds, the capital projects fund and all proprietary fund types. Budgetary control for funds not formally budgeted is alternatively achieved through financial management plans or as the result of established ordinances. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. Any change in total to a fund or departmental appropriation within a fund requires City Council approval.

The City Council may authorize additional appropriations during the budget year for expenditures required, but not in excess of the amount that actual revenues exceed budgeted revenues and unappropriated surplus for that fund. The City Manager may transfer any unencumbered appropriation balance or portion thereof from one classification of expenditure to another within the same department, office, or agency. At the request of the City Manager, the City Council may, by resolution, transfer any unencumbered appropriation balance or portion thereof from one department, office, or agency to another. The City Council made additional appropriations during the year.

Unencumbered amounts for the operating portion of the budget lapse at year-end.

The following governmental funds ended 2024 over budget: Debt Service Fund and Capital Improvement Fund

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Statutes require that any public depository which accepts and holds public funds maintain, as security for public deposits accepted and held by it, not insured by federal depository insurance, eligible collateral having a market value, at all times, equal to at least one hundred and two percent of the amount of public deposits. Banking institutions are monitored by the State of Colorado Banking Commission and must report monthly on all public deposits held. Pledged collateral must be held in joint custody of the bank and the State of Colorado Banking Commission in accordance with the Public Deposit Protection Act in a safekeeping account held by a third party, usually the Federal Reserve Bank. The pledged collateral cannot be released unless approval is obtained by the banking commission. At December 31, 2024, the City's cash deposits had a bank balance of \$8,565,433 and a carrying balance of \$7,170,164. At December 31, 2024, of the City's deposits \$250,000 was covered by the Federal Deposit Insurance Corporation (FDIC), and \$8,315,433 was covered by the PDPA.

In July of 2022, the City rescinded the 2016 GPR WPCRF direct loan with Colorado Water Resource Power Development Authority. This was due to the completion of the Santa Rita Wastewater Treatment Plant as no further expenses were anticipated. The City was notified by the Authority the remaining credit balance of \$454,083, representing the difference between the amount paid and the amount drawn and expended on the sewer's 2016 GPR direct loan, was to be applied to the City's future interest payments on the 2016 WPCRF leveraged loan. Credits of \$104,597 were used in 2022 towards the leveraged loan payment. In 2023, credits of \$319,900 were used towards the leveraged loan payment. The remaining credit balance of \$29,586 was applied to 2024 loan payments. The Authority's investments are either in local government investment pools or U.S. Treasuries or Obligations.

At December 31, 2024 the bank and carrying balance of the Durango Conference Center Business Improvement District was \$247,007 and \$239,907 respectively. The amount of coverage by the Federal Deposit Insurance Corporation (FDIC) was \$247,007.

Investments – Colorado revised statutes and the City's investment policy specifies investment instruments meeting defined rating and risk criteria in which the City may invest:

- United States Treasury Obligations
- United States Government Agency and Instrumentality Obligations
- Certificates of Deposits
- Commercial Paper
- Investment-grade Obligations of State
- Repurchase Agreements
- Money Market Mutual Funds
- Local Government Investment Pools

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from prevailing market interest rates, the City's investment policy states that the City will minimize the interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The City investment policy states that the weighted average maturity of the portfolio shall be no greater than 3 years, and all investments shall have a final maturity not exceeding five years from the date of purchase.

Credit Risk - The City's investment policy is to apply the prudent person rule where investments are made as a prudent person would be expected to act. The City's investment policy limits investments in fixed income securities to U.S. Treasury Bills; U.S. Government Agencies; Certificates of Deposit; Commercial Paper; Investment-grade Obligations of State; Repurchase Agreements; Money Market Mutual Funds; and Local Government Investment Pools. The investment policy limits investments in commercial paper to be rated A-1 by Standard & Poor's, P-1 by

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-A. Deposits and Investments (Continued)

Moody's, or F-1 by Fitch at the time of purchase. COLOTRUST records investments at fair value and the City records at net asset value. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

As of December 31, 2024, the City had \$3,444,992 invested in the Colorado Local Governments Liquid Asset Trust (COLOTRUST). COLOTRUST is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements creating and operating COLOTRUST. Purchases and redemption's are available daily at a net asset value (NAV) of \$1.00. The City is invested in the Plus+ and PRIME portfolios. COLOTRUST is rated AAAM by Standards and Poor's. At December 31, 2024 COLOTRUST had a weighted average maturity of 60 days or less. Investments of COLOTRUST are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by participating governments.

As of December 31, 2024, the City had \$3,610,781 invested in the Colorado Surplus Asset Fund Trust (CSAFE) General and \$61,260,208 invested in CSAFE Core. CSAFE is an investment vehicle established for local government entities in Colorado to pool surplus funds. At December 31, 2024 CSAFE had a weighted average maturity of 60 days or less. Investments in CSAFE are shown at amortized cost for financial reporting purposes.

CSAFE is rated AAAMmf by Fitch. CSAFE Core is rated AAAF/S1 by Fitch. Investments of CSAFE are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by participating governments. As of December 31, 2024 the City had the following investments and maturities:

Investment Type	S&P/Fitch Rating	Less Than One Year	1-5 Years	Total	Percentage
ColoTrust	AAAM	\$ 3,444,992	-	\$ 3,444,992	4%
CSAFE	AAAMmf	3,610,781	-	3,610,781	4%
CSAFE - CORE	AAAF/S1	61,260,208	-	61,260,208	70%
US Treasury (managed)	AA+	2,528,526	14,760,936	17,289,462	20%
Other securities (managed)	Lowest is A-	-	1,547,885	1,547,885	2%
Cash Equivalents (managed)	AAAM	88,784	-	88,784	-%
Total		<u>\$ 70,933,291</u>	<u>\$ 16,308,821</u>	<u>\$ 87,242,112</u>	

Reconciliation to Total Cash and Investments

Investments	\$ 87,242,112
Add:	
Cash on Hand and in Banks	7,170,163
Component Unit	239,907
Investment in Mission Square	\$ 100,649
Investment in Empower Retirement	153,925
Restricted Cash and Investments	254,574
Joint ventures share of pooled cash	(17,622,431)
Emergency Telephone Svc Receivable	(218,818)
Total Cash and Investments	<u>\$ 77,065,507</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-A. Deposits and Investments (continued)

The carrying amounts of deposits and investments are reflected in the accompanying financial statements as:

Fund Reporting level:

Governmental Funds - Cash on Hand	\$ 5,227
Governmental Funds - Equity in treasurer's cash and investments	44,147,529
Governmental Funds - Cash held in escrow	383,247
Proprietary Fund Type Statement of Net Position - Proprietary Funds	22,882,646
Proprietary Fund Type Statement of Net Position - Internal Service	9,406,951
Cash and investments - Component Unit	239,907
Total	\$ 77,065,507

Government-wide level:

Cash and investments Governmental Activities - primary government	\$ 53,942,954
Cash and investments Business Type Activities - primary	22,882,646
Cash and investments - Component Unit	239,907
Total	\$ 77,065,507

Durango Conference Center Business Improvement District:

Cash on hand	\$ 100
Cash on deposit	239,807
Total	\$ 239,907

Concentration of Credit Risk – It is the intent of the City to diversify the investments within the portfolio to avoid incurring unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. The City’s policy specifies that no more that 50 percent of the overall portfolio may be invested in the securities of a single issuer, except for securities of the U.S. Treasury. No more than 10 percent of the portfolio may be invested in each of the following categories of securities:

- Commercial paper
- Negotiable certificates of deposit
- Banker’s acceptance
- Obligations not fully collateralized or insured

At least 5 percent of the portfolio shall be invested in overnight instruments or in marketable securities which can be sold to raise cash in one day’s notice. The City’s total portfolio was within these limits for the year ended December 31, 2024. Restricted cash and assets are those assets that are restricted by voter restriction or restricted legally by state statutes or city code of ordinances.

Fair Value – The City categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of an asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities relationship to benchmark quoted prices; Level 3 inputs are significant unobservable inputs. As COLOTRUST is valued at net asset value, reporting of fair value measurements is not applicable. In addition, CSAFE is valued at amortized cost.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-B. Receivables

Receivables at December 31, 2024, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants. Receivables and payables are recorded on the City's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability. The City has loans and has also deferred the collection of certain fees related to affordable housing projects. There is a loan for \$510,000, recorded in the Capital Projects Fund. This note carries an interest rate of 3%. Principal and accrued interest on this loan is due in 2033. The City has recorded accrued interest on this loan of \$329,633. The Water Utility Fund has loans totaling \$54,583 while the Sewer Utility Fund loan total is \$10,183.

3-C. Property Taxes

Property taxes as set by the City Council are collected by the County Treasurer. The County Treasurer remits property taxes collected to the City by the 10th day of the month following collection. Property taxes receivable represents 2024 taxes levied and budgeted for and collectible in calendar year 2025. This amount also is reflected as deferred inflow of resources at the fund financial reporting level and the government-wide financial reporting level. Following are details of the property tax calendar:

Lien date	January 1 (current year)
Levy date	December 15 (prior year)
First half installment due	March 1
Second half installment due	June 15
If paid in full	April 30

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets

Capital asset activity for governmental activities including internal service funds for the year ended December 31, 2024, were as follows:

	Balance 1/1/2024	Additions	Deductions	Transfers/ Adjustments	Balance 12/31/2024
Governmental activities:					
Capital assets not being depreciated					
Land	\$ 34,605,140	\$ 4,263,822	\$ -	\$ -	\$ 38,868,962
Construction in progress	7,623,550	9,343,269	(372,937)	(4,604,225)	11,989,657
Total capital assets not being depreciated	<u>42,228,690</u>	<u>13,607,091</u>	<u>(372,937)</u>	<u>(4,604,225)</u>	<u>50,858,619</u>
Other capital assets:					
Buildings	54,736,129	-	(822,596)	-	53,913,533
Improvements	15,315,152	5,980,387	-	3,038,392	24,333,931
Equipment	32,906,287	3,776,047	(878,093)	1,565,833	37,370,074
Infrastructure	256,832,589	957,398	-	-	257,789,987
Total depreciable capital assets	<u>359,790,157</u>	<u>10,713,832</u>	<u>(1,700,689)</u>	<u>4,604,225</u>	<u>373,407,525</u>
Accumulated depreciation:					
Buildings	19,137,654	1,220,339	(657,689)	-	19,700,304
Improvements	2,586,056	543,638	-	-	3,129,694
Equipment	19,195,738	1,841,029	(878,093)	-	20,158,674
Infrastructure	156,511,313	7,769,658	-	-	164,280,971
Total accumulated depreciation	<u>197,430,761</u>	<u>11,374,664</u>	<u>(1,535,782)</u>	<u>-</u>	<u>207,269,643</u>
Total depreciable capital assets, net	<u>162,359,396</u>	<u>(660,832)</u>	<u>(164,907)</u>	<u>4,604,225</u>	<u>166,137,882</u>
Governmental activities capital assets, net	<u>\$ 204,588,086</u>	<u>\$ 12,946,259</u>	<u>\$ (537,844)</u>	<u>\$ -</u>	<u>\$ 216,996,501</u>
Right to use leased assets being amortized					
Right to use leased building	243,243	423,349	(199,810)	-	466,782
Right to use leased equipment	277,089	13,587	(3,481)	-	287,195
Right to use leased land	19,927	-	-	-	19,927
Total right to use leased assets being amortized	<u>540,259</u>	<u>436,936</u>	<u>(203,291)</u>	<u>-</u>	<u>773,904</u>
Less Accumulated Amortization for					
Right to use leased building	164,035	79,219	-	-	243,254
Right to use leased equipment	76,610	59,036	-	-	135,646
Right to use leased land	13,284	6,642	-	-	19,926
Total accumulated amortization	<u>253,929</u>	<u>144,897</u>	<u>-</u>	<u>-</u>	<u>398,826</u>
Net right to use leased assets	<u>286,330</u>	<u>292,039</u>	<u>(203,291)</u>	<u>-</u>	<u>375,078</u>
Total capital assets, net	<u>\$ 204,874,416</u>	<u>\$ 13,238,298</u>	<u>\$ (741,135)</u>	<u>\$ -</u>	<u>\$ 217,371,579</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets (continued)

The following are the changes in the business-type activities, excluding internal service funds, for the year ended December 31, 2024:

	Balance 1/1/2024	Additions	Deductions	Transfers/ Adjustments	Balance 12/31/2024
Business-type activities					
Capital assets not being depreciated:					
Land	\$ 5,476,387	\$ -	\$ -	\$ -	\$ 5,476,387
Water Rights	5,870,232	-	-	-	5,870,232
Construction in progress	1,596,524	2,402,303	-	(1,200,135)	2,798,692
Total capital assets not being depreciated	<u>12,943,143</u>	<u>2,402,303</u>	<u>-</u>	<u>(1,200,135)</u>	<u>14,145,312</u>
Other capital assets:					
Buildings	87,805,090	-	(267,295)	-	87,537,795
Equipment	11,166,217	665,667	-	73,346	11,905,230
Infrastructure	84,346,664	2,441,059	-	1,126,789	87,914,512
Total depreciable capital assets	<u>183,317,971</u>	<u>3,106,726</u>	<u>(267,295)</u>	<u>1,200,135</u>	<u>187,357,537</u>
Accumulated depreciation:					
Buildings	14,896,164	2,367,321	(259,579)	-	17,003,905
Equipment	6,910,304	660,842	-	-	7,571,145
Infrastructure	34,110,635	2,327,796	-	-	36,438,430
Total accumulated depreciation	<u>55,917,102</u>	<u>5,355,959</u>	<u>(259,579)</u>	<u>-</u>	<u>61,013,480</u>
Total depreciable capital assets, net	<u>127,400,869</u>	<u>(2,249,233)</u>	<u>(7,716)</u>	<u>1,200,135</u>	<u>126,344,057</u>
Business type activities capital assets, net	<u>\$ 140,344,012</u>	<u>\$ 153,070</u>	<u>\$ (7,716)</u>	<u>\$ -</u>	<u>\$ 140,489,370</u>

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

General government	\$ 1,899,233
Public safety	137,749
Public works	6,182,520
Library	429,291
Parks and recreation	2,725,871
Total governmental activities depreciation	<u>\$ 11,374,664</u>

Business-type activities depreciation expense is allocated as follows:

Water	\$ 2,054,092
Sewer	2,682,264
Trash and Recycle	155,233
Transportation Services	464,370
Total business-type activities depreciation	<u>\$ 5,355,959</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-E. – Interfund Balances and Transfers

Of the interfund balances for the year ended December 31, 2024, the \$1,902,000 interfund receivable from the general fund to the grants fund, 911 communications center fund and the capital projects fund are related to short-term cash loans that will be paid back in 2025.

Fund Level	Interfund Receivable	Interfund Payable
General Fund	\$ 1,902,000	\$ -
Grants Fund	-	52,000
911 Communications Center Fund	-	108,000
Capital Projects Fund	-	1,742,000
	\$ 1,902,000	\$ 1,902,000

Interfund transfers for the year ended December 31, 2024 consisted of the following:

Transfers To	Transfers From			
	General Fund	Proprietary Funds	Governmental Funds	Total
General fund	\$ -	\$ -	\$ 1,653,557	\$ 1,653,557
Non-major	62,000	-	2,435,718	2,497,718
Sewer	-	-	1,315,000	1,315,000
Transportation	-	6,500	895,779	902,279
Capital Equipment Replacement	-	-	316,575	316,575
	\$ 62,000	\$ 6,500	\$ 6,616,629	\$ 6,685,129

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed. All City transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

The Governmental Funds transfer to the Sewer Fund was a correction (reversal) for a 2023 error. The transfer in 2023 was meant to go from the Sewer (operating) Fund to the Sewer (capital) Fund and not to the Capital Projects fund.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-F. Compensated Absences

All permanent employees of the City are permitted to accumulate a maximum carryover of accrued PTO in the amount of two times the accrual rate in effect for that employee. Maximum carryover for employees with 20 years of service or more is 62 days (496) hours. In the event an employee reaches their maximum accrued PTO, they will no longer accrue PTO until their PTO balance is brought below their maximum accrual.

The City implemented GASB Statement No. 101 for its fiscal year ending December 31, 2024. The implementation of GASB Statement No. 101 did not result in a material change in the City’s financial position, as the City had previously recognized a liability for compensated absences. However, certain salary-related payments (401a, FMLA, and Medicare) that are directly and incrementally associated with payments for leave, are now included in the measurement of the liabilities as a result of implementing GASB 101 (see Note 1-E-18 for further details).

3-G. Leases

Lessor

The City leases land and buildings for several leases as the lessor. Lease revenue in 2024 was \$282,294 and lease interest revenue was \$36,568. Lease receivables are recorded by the City as the present value of the future lease payments expected to be received from the lessee during the lease terms. Lease receivables are then reduced over the life of the lease as payments are received and applied in the appropriate period. The interest rate used for lease receivables ranges from 1.35% to 3.31% and is based on State and Local Government Series (SLGS) securities statistics. For these leases the City is reporting lease receivables of \$1,091,531 and deferred inflow of resources of \$1,054,531 as of December 31, 2024. Final receipt is expected in fiscal year 2043.

Future minimum payments:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 192,120	\$ 32,724	\$ 224,844
2026	116,338	27,381	143,719
2027	124,073	23,957	148,030
2028	132,147	20,324	152,471
2029	97,466	16,447	113,913
2030-2034	199,337	53,722	253,059
2035-2039	185,288	26,627	211,914
2040-2043	44,762	1,482	46,244
Total	\$ 1,091,531	\$ 202,664	\$ 1,294,195

Lessee

The City is a lessee for leases of buildings, office space and equipment through 2028. In association with these leases, the City recorded right of use assets of \$773,904 and lease liabilities of \$380,541 as of December 31, 2024. The interest rate by lease ranges from 1.35% to 6.15% and is based on SLGS securities statistics. The right to use assets are disclosed in the capital assets footnote combined for the Governmental activities. As of December 31, 2024, right to use leased assets, net of accumulated amortization was \$375,078.

Future minimum payments:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 128,779	\$ 9,123	\$ 137,902
2026	127,852	5,195	133,047
2027	123,302	1,559	124,861
2028	608	7	615
Total	\$ 380,541	\$ 15,884	\$ 396,425

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-Term Debt

Changes in Long-term Debt - Changes in the City's long-term obligations consisted of the following for the year ended December 31, 2024:

Governmental Activities	Balance			Balance	Amounts Due
	January 1, 2024	Additions	Deletions	December 31, 2024	
Direct Borrowings and Placements					in One Year
2014 Certificates of Participation	\$ 1,710,000	\$ -	\$ 130,000	\$ 1,580,000	\$ 135,000
2016 Sales & Uses Refunding Note	2,290,000	-	1,130,000	1,160,000	1,160,000
2017 Sales & Uses Refunding Note	5,865,000	-	1,120,000	4,745,000	1,145,000
Energy Performance Contract Lease/ Purchase Agreement	4,174,462	-	88,322	4,086,140	72,495
Compensated absences	1,699,141	1,832,194	1,533,621	1,997,714	998,857
Compensated absences - ISF	48,434	90,655	74,380	64,709	32,355
Subtotal	15,787,037	1,922,849	4,076,323	13,633,563	3,543,707
Lease Liability	294,078	86,463	-	380,541	128,762
Total Governmental Activities	<u>\$ 16,081,115</u>	<u>\$ 2,009,312</u>	<u>\$ 4,076,323</u>	<u>\$ 14,014,104</u>	<u>\$ 3,672,469</u>

Business Type Activities	Balance			Balance	Amounts Due
	January 1, 2024	Additions	Deletions	December 31, 2024	
Direct Borrowings and Placements					in One Year
Colorado Water Loan - Water	\$ 2,126,186	\$ -	\$ 205,803	\$ 1,920,383	\$ 209,836
Colorado Water Loan - Sewer	41,949,716	-	2,526,094	39,423,622	2,565,548
Loan Premium Amortization	883,116	-	58,874	824,242	58,874
Compensated absences - enterprise funds	362,883	495,900	382,781	476,002	238,001
Total Business Type Activities	<u>\$ 45,321,901</u>	<u>\$ 495,900</u>	<u>\$ 3,173,552</u>	<u>\$ 42,644,249</u>	<u>\$ 3,072,259</u>

Revenue Bonds – In 2007, the City issued \$15,890,000 Sales and Use Tax Revenue Bonds, Series 2007, with interest rates ranging from 4.00 percent to 4.125 percent due in annual installments of \$625,000 to \$1,215,000 beginning December 1, 2008 through December 1, 2025. In April of 2016, the City advanced refunded these bonds. The Sales and Use Revenue Refunding Note has an interest rate of 2.04 percent. Payment for the bonds is from a one-half of one percent sales and use tax. The 2016 Sales and Use Revenue Refunding Note were originally issued for the construction of a new Public Library. Annual debt service requirements to amortize the 2016 sales and use tax revenue bonds outstanding, as of December 31, 2024 follow:

Year Ending	Principal	Interest	Total
2025	1,160,000	23,664	1,183,664
Total	<u>\$ 1,160,000</u>	<u>\$ 23,664</u>	<u>\$ 1,183,664</u>

In 2009, the City issued \$17,585,000 Sales and Use Tax Revenue Bonds, series 2009, with interest rates ranging from 2.50 percent to 5.0 percent due in annual installments of \$655,000 to \$1,275,000 beginning December 1, 2009 through December 1, 2028. These bonds were advanced refunded in 2017. The City refunded the bonds to reduce its debt service requirements over the next 11 years. The Sales and Use Refunding Note has an interest rate of 2.37 percent.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-Term Debt (continued)

The amount of the deferred outflow on the refunding is \$146,154. The 2009 bonds were issued for the reconstruction of Florida Road. Payment for the bonds is from a two percent sales and use tax.

Annual debt service requirements to amortize the 2017 sales and use tax revenue bonds outstanding, as of December 31, 2024 follow:

Year Ending	Principal	Interest	Total
2025	\$ 1,145,000	\$ 112,457	\$ 1,257,457
2026	1,170,000	85,320	1,255,320
2027	1,200,000	57,592	1,257,592
2028	1,230,000	29,152	1,259,152
Total	<u>\$ 4,745,000</u>	<u>\$ 284,521</u>	<u>\$ 5,029,521</u>

In 2013, the City obtained a long-term loan from Colorado Water Resources and Power Development Authority (CWRPDA) in the amount of \$4,000,000 to purchase water storage and rights for the Water Fund. The term of the loan is 20 years with an interest rate of 1.95%. Loan payments in the amount of \$246,266 are due annually.

Year Ending	Principal	Interest	Total
2025	\$ 209,836	\$ 36,430	\$ 246,266
2026	213,948	32,318	246,266
2027	218,140	28,126	246,266
2028	222,413	23,853	246,266
2029	226,773	19,493	246,266
2030-2033	829,273	32,656	861,929
Total	<u>\$ 1,920,383</u>	<u>\$ 172,876</u>	<u>\$ 2,093,259</u>

In 2016, the City obtained two long-term State Revolving loans from Colorado Water Resources and Power Development Authority (CWRPDA) in the amount of \$58,404,764 and \$2,500,000 to construct a wastewater treatment plant. The term of the loans are 20 years. The larger of the two loans has an interest rate of 1.74 percent while the smallest loan is a zero percent interest rate. In 2022, having completed the construction project without drawing the total of the zero percent interest loan, the City rescinded the remaining loan proceeds, the debt was canceled by CWRPDA. Upon cancellation, principal payments paid by the City above amounts drawn from on the loan were to be applied to pay down interest payments on the larger loan until exhausted. In 2024, the remaining credit balance at December 31, 2023 of \$29,586 was applied to sewer loan interest payments, bringing the balance to zero at the end of 2024.

Year Ending	Principal	Interest	Total
2025	\$ 2,565,548	\$ 707,138	\$ 3,272,686
2026	2,602,125	670,638	3,272,763
2027	2,631,986	636,888	3,268,874
2028	2,652,863	618,588	3,271,451
2029	2,665,493	604,338	3,269,831
2030-2034	13,943,477	2,412,613	16,356,090
2035-2038	12,362,130	725,341	13,087,471
Total	<u>\$ 39,423,622</u>	<u>\$ 6,375,544</u>	<u>\$ 45,799,166</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-Term Debt (continued)

Certificates of Participation - In 2014, the City issued series 2014 Certificates of Participation in the amount of \$2,700,000, with an interest rate of 3.5% proceeds will be used to construct Wilson Gulch Road in what is known as Three Springs within the City limits. This road will provide for economic development with big box retailers to ensure long term viability for the City. The City has leased real property, the Public Works Building, to the lender who leased the property back to the City. In the event of a default, the City may have to vacate the building and the lender can lease the real property to another entity. A schedule, by years, of future minimum lease payments under the lease agreement as of December 31, 2024 follows:

Year Ending	Principal	Interest	Total
2025	\$ 135,000	\$ 55,300	\$ 190,300
2026	140,000	50,575	190,575
2027	145,000	45,676	190,676
2028	150,000	40,600	190,600
2029	155,000	35,350	190,350
2030-2034	855,000	91,876	946,876
Total	<u>\$ 1,580,000</u>	<u>\$ 319,377</u>	<u>\$ 1,899,377</u>

The Water Fund charges and services provide funding for annual payments on the water storage loan. The Sewer Fund charges and services provide funding for annual payments on the two loans. The City believes they are in compliance with all covenants related to all long-term debt. The compensated absences liability will be paid from the fund from which the employees' salaries are paid. The General fund is used to liquidate the compensated absences liability.

Energy Contract Performance Lease Purchase - On May 30, 2023, the City entered into an agreement to finance the acquisition of certain improvements at various city facilities as part of an Energy Performance Contract (EPC). The improvements are funded with a \$4,204,344 Equipment Lease/Purchase Agreement including a \$60,000 cost of issuance. The total debt and total gross asset balance are both \$4,174,462 due to the discount rate. Project funds are deposited in an escrow account. Disbursements are made from the escrow account to pay for the cost of acquiring the Equipment/Improvements. The energy performance improvements are recorded as capital asset. Annual payments, including principal and interest accruing at 3.981%, are due on March 1, 2024 through 2043, following the payment scheduled as outlined in the Lease/Purchase Agreement. A penalty-free pre-payment is allowable up to \$1,200,000 at any point prior to March 1, 2026. Beginning on March 1, 2024 through March 1, 2034, the City of Durango has the option to prepay its obligations in whole only with a prepayment premium of 102% of the outstanding principal balance remaining. Beginning on March 1, 2035 through the Maturity Date, the city of Durango has the option to prepay its obligations under this lease in whole only with a prepayment premium of 101% of the outstanding principal balance. In the event of default, the lessor may repossess the improvements.

Year	Principal	Interest	Total
2025	\$ 72,496	\$ 165,629	\$ 238,125
2026	84,089	162,691	246,780
2027	107,049	159,282	266,331
2028	117,947	155,375	273,322
2029	130,386	150,162	280,548
2030-2034	858,824	661,118	1,519,942
2035-2039	1,286,676	454,259	1,740,935
2040-2043	1,428,674	150,038	1,578,712
Total	<u>\$ 4,086,140</u>	<u>\$ 2,058,555</u>	<u>\$ 6,144,695</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions

The City, on behalf of certain paid firefighters and police officers, contributes to the Old Hire Police Pension Plan (Police Plan) and the Old Hire Fire Pension Plan (Fire Plan), both defined benefit, single employer plans that are affiliated with the Colorado Fire and Police Pension Association (FPPA). Assets of the plans are commingled for investment purposes in the Fire and Police Member's Benefit fund; an agent multiple-employer defined benefit pension plan administered by FPPA. FPPA is the trustee for these funds. The plans provide retirement benefits for members and beneficiaries according to the plan provisions as enacted and recommended by the Pension Board of each plan and further approved by the City Council. Title 31, Article 30 of the Colorado Revised Statutes (CRS), as amended, establishes basic benefit provisions under the plans. FPPA issues a publicly available annual financial report that includes the assets of the plans and separate biennial actuarial reports for each of the plans. The reports may be obtained by writing to FPPA, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado, 80111, or by calling FPPA at 1-800-770-3772.

Fire Plan Description – The Fire Pension Plan covers only those firefighters hired prior to April 8, 1978 and provides retirement benefits to plan members and their beneficiaries. Cost-of-living adjustments are provided at the discretion of the City Council. Title 31 of the Colorado Revised Statutes assigns the authority to establish and amend the benefit provisions of the plan to the City Council with the input of the Pension Board.

Fire Plan Benefits Provided - Members are eligible for retirement benefits upon reaching age 50 with 20 years of service. Such benefits are equivalent to a monthly pension equal to 2.5 percent of final salary times service limited to 20 years plus 1.75 percent of final salary times service in excess of 20 years served since January 1, 1992. The maximum benefit amount is limited to 70 percent of final salary. Members are vested after ten years of service. A Deferred Retirement Option Plan (DROP) amendment received a favorable determination by the Internal Revenue Service in December 2001.

The amendment allows active members to elect to have a monthly benefit, along with their employee contributions to the plan, deposited into a separate account while they continue to be employed. However, they must terminate from the City no later than five years after the election. Upon termination, the participant receives the benefit of all funds accumulated in their DROP account as well as a monthly pension payment. As of December 31, 2024 there are no active members in the plan.

Police Plan Description - The Police Pension Plan covers only those police officers hired prior to April 8, 1978 and provides retirement benefits to plan members and their beneficiaries. Title 31 of the Colorado Revised Statutes assigns the authority to establish and amend the benefit provisions of the plan to the City Council with the input of the Pension Board.

Police Plan Benefits Provided - Members are eligible for retirement benefits upon reaching age 55 with 20 years service or upon completion of 25 years of service, if earlier. Such benefits are equivalent to a monthly pension equal to 2.5 percent of final salary times service limited to 20 years plus 2.0 percent of final salary times service in excess of 20 years, limited to a maximum total benefit of 75 percent of final salary. Members are vested after ten years of service. A Deferred Retirement Option Plan (DROP) amendment received a favorable determination by the Internal Revenue Service in December 2001. The amendment allows active members to elect to have a monthly benefit, along with their employee contributions to the plan, deposited into a separate account while they continue to be employed. However, they must terminate from the City no later than five years after the election. Upon termination, the participant receives the benefit of all funds accumulated in their DROP account as well as a monthly pension payment. As of December 31, 2024 there are no active members in the plan.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

Membership of each plan was comprised of the following on December 31, 2024:

	Fire Pension	Police Pension
Retirees and beneficiaries	5	6
Inactive, Nonretired Members	-	-
Active plan members	-	-
	5	6

Contributions - The contributions of plan members and the City are established by state statute under Title 31, Article 30 of the CRS, as amended. The City is contributing to the plans at the level required by the actuarial valuations. The General Fund has typically been used to liquidate pension liabilities.

Contributions to the plans for the year ended December 31, 2024 were as follows:

	Fire Pension	Police Pension
Employer Contributions	\$ 262,180	\$ 301,995

Net Pension Liability – Fire Plan

The City of Durango’s net pension liability for the Plan is measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated January 1, 2024. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the January 1, 2024 actuarial valuations, measured as of December 31, 2023, were determined using the following actuarial assumptions:

Actuarial Cost Method	Entry Age Normal
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-Year smoothed fair value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	4.50%
Retirement Age	Any remaining actives are assumed to retire immediately.
Mortality	Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. Disabled (pre-1980): Post-retirement rates set forward three years.

The assumptions shown above pertain to the actuarial valuation as of January 1, 2024 and the associated Actuarially Determined Contribution for the year ending December 31, 2023. Following an experience study in 2020 and asset allocation study in 2018-2019, the Board adopted a new assumption set for first use in the January 1, 2020 valuations.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

The primary changes, which can be observed in the January 1, 2024 valuation, as compared to the assumptions shown are as follows:

Investment Rate of Return	4.50%
Mortality Post-retirement:	2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.
Disabled (pre-1980):	Post-retirement rates set forward three years.

Asset Allocation for FPPA

As of the most recent analysis of the long-term expected rate of return, the target allocation and 5-year real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return
Cash	10.00%	5.50%
Fixed Income-Rates	70.00%	5.40%
Fixed Income-Credits	10.00%	5.90%
Diversifiers	0.00%	7.40%
Equity Long/Short	0.00%	7.00%
Global Equity	10.00%	8.30%
Private Markets	0.00%	10.20%
Total	100.00%	

Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 4.50%; the municipal bond rate is 3.77% (based on the weekly rate closest to but not later than the measurement date of the "state and local bonds" rate from Federal Reserve statistical release (H.15); and the resulting Single Discount Rate is 4.50%.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (continued)

Schedule of Changes in Net Pension Liability and Related Ratios Current Period
Measurement Period Ended December 31, 2023

Total pension liability		
Service Costs	\$	-
Interest on the Total Pension Liability		92,669
Benefit Changes		-
Difference between expected and actual experience of the Total Pension Liability		66,976
Changes of assumptions		(11,803)
Benefit payments		(201,555)
Net change in total pension - liability		(53,713)
Total pension liability - beginning		2,158,989
Total pension liability - ending	\$	2,105,276
Plan fiduciary net position		
Contribution - employer	\$	262,180
Contribution - employee		-
Net investment income		49,510
Benefit payments		(201,555)
Pension Plan Administrative Expense		(2,448)
Net change in plan fiduciary net position		107,687
Plan fiduciary net position - beginning		766,023
Plan fiduciary net position - ending		873,710
Net pension liability/(asset)	\$	1,231,566
Plan fiduciary net position as percentage of total pension liability		41.50%

Sensitivity of the net pension liability to changes in the discount rate

Regarding the sensitivity of the net pension liability/ (asset) to changes in the Single Discount Rate, the following presents the plan's net pension liability/(asset), calculated using a Single Discount Rate of 4.50%, as well as what the plan's net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher.

	Sensitivity		
	1% Decrease	Rate Assumption	1% Increase
	3.50%	4.50%	5.50%
Old Hire - Fire - Pension Liability	\$ 1,409,177	\$ 1,231,566	\$ 1,076,825

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial reports.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2024, the City recognized pension expense of \$262,180 less excess contributions of \$97,548. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows/ (Inflows) of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 106,919	\$ 16,486	\$ 90,433
Contributions Subsequent to measurement date	262,180	-	262,180
Total	<u>\$ 369,099</u>	<u>\$ 16,486</u>	<u>\$ 352,613</u>

\$262,180 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2025 by FPPA. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2025	\$ 29,941
2026	35,433
2027	27,807
2028	(2,748)
Total	<u>\$ 90,433</u>

Net Pension Liability – Police Plan

The City of Durango’s net pension liability for the Plan is measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated January 1, 2024. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the January 1, 2024 actuarial valuation, measured as of December 31, 2023, were determined using the following actuarial assumptions:

Actuarial Cost Method	Entry Age Normal
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-Year smoothed fair value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	4.50%
Retirement Age	Any remaining actives are assumed to retire immediately.
Mortality	Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. Disabled (pre-1980): Post-retirement rates set forward three years.

The assumptions shown above pertain to the actuarial valuation as of January 1, 2024 and the associated Actuarially Determined Contribution for the year ending December 31, 2023. Following an experience study in 2020 and asset allocation study in 2018-2019, the Board adopted a new assumption set for first use in the January 1, 2020 valuations.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (continued)

The primary changes, which can be observed in the January 1, 2024 valuation, as compared to the assumptions shown are as follows:

Investment Rate of Return	4.50%
Mortality Post-retirement:	2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.
Disabled (pre-1980):	Post-retirement rates set forward three years.

Asset Allocation for FPPA

As of the most recent analysis of the long-term expected rate of return, the target allocation and 5-year real rates of return for each major asset class are summarized in the following table:

	Long-Term Expected	
Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return
Cash	10.00%	5.50%
Fixed Income-Rates	70.00%	5.40%
Fixed Income-Credits	10.00%	5.90%
Diversifiers	0.00%	7.40%
Equity Long/Short	0.00%	7.00%
Global Public Equity	10.00%	8.30%
Private Capital	0.00%	10.20%
Total	100.00%	

Discount Rate

Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 4.50%; the municipal bond rate is 3.77% (based on the weekly rate closest to but not later than the measurement date of the "state and local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 4.50%.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (continued)

Schedule of Changes in Net Pension Liability and Related Ratios Current Period
Measurement Period Ended December 31, 2023

Total pension liability		
Service Cost	\$	-
Interest on the Total Pension Liability		146,922
Benefit Changes		-
Difference between expected and actual experience of the Total Pension Liability		22,959
Changes of assumptions		(4,354)
Benefit payments		(302,601)
Net change in total pension - liability		(137,074)
Total pension liability - beginning		3,414,571
Total pension liability - ending	\$	<u>3,277,497</u>
Plan fiduciary net position		
Contribution - employer	\$	301,995
Contribution - employee		-
Net investment income		69,589
Benefit payments		(302,601)
Pension Plan Administrative Expense		(2,775)
Net change in plan fiduciary net position		66,208
Plan fiduciary net position - beginning		1,114,303
Plan fiduciary net position - ending		<u>1,180,511</u>
Net pension liability/(asset)	\$	<u>2,096,986</u>
Plan fiduciary net position as percentage of total pension liability		36.02%

Sensitivity of the net pension liability to changes in the discount rate

Regarding the sensitivity of the net pension liability/ (asset) to changes in the Single Discount Rate, the following presents the plan's net pension liability/(asset), calculated using a Single Discount Rate of 4.50%, as well as what the plan's net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher.

	<u>Sensitivity</u>		
	<u>1% Decrease</u>	<u>Rate Assumption</u>	<u>1% Increase</u>
	<u>3.50%</u>	<u>4.50%</u>	<u>5.50%</u>
Old Hire - Police - Pension Liability	\$ 2,373,375	\$ 2,096,986	\$ 1,855,669

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial reports.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2024, the City recognized pension expense of \$301,995 less excess contributions of \$126,687. At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Outflows / (Inflows) of Resources
Net difference between projected and actual earnings on investments	\$ 162,286	\$ 24,393	\$ 137,893
Contributions Subsequent to measurement date	301,995	-	301,995
Total	\$ 464,281	\$ 24,393	\$ 439,888

\$301,995 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2025 by FPPA. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2025	\$ 45,336
2026	54,113
2027	42,349
2028	(3,905)
Total	\$ 137,893

The City participates in two defined contribution plans.

401A Money Purchase Plan Fire and Police: Effective January 1, 1988 eligible firefighters and police officers, with hire dates on or after April 8, 1978, elected to withdraw from the state administered Colorado Fire and Police Pension Association, a defined benefit pension plan. The state legislation allowing the withdrawal states that the alternate pension plan must be a money purchase plan. The new plan offered to eligible participants is a 401(a) Money Purchase Plan administered by the Mission Square Retirement Corporation. Each participant has an individual account with Mission Square into which all contributions flow. The participants are offered various investment options through the plan and are allowed to invest all monies in their account, at their own discretion, among the options. The City may amend, modify, or terminate the Plan, upon approval of such amendment, modification or termination by 65% of the active participants, provided that no amendment or modification shall reduce the account balances of any participant accrued to the date of the change.

In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees covered by this plan are eligible to participate from the date of employment. The plan defines the City and employee contributions at 11.2% and 9% respectively. The City's contributions for each employee are fully vested after five years. The contributions are vested at 20% each year. City contributions for and interest forfeited by employees who leave employment before five years of service are used to reduce the City's obligations to contributed. The City applied participant forfeitures of \$21,551 to reduce the City share of contributions. As of December 31, 2024, the City had \$100,649 in unapplied forfeitures, which are reported as cash in these financial statements.

The City's total payroll for the year ended December 31, 2024 was \$29,914,700. The City's payroll for employees covered by the plan was \$4,660,146. The contribution to the plan totaled \$941,351, which consists of \$419,414 contributed by employees and \$521,937 contributed by the City.

401A Money Purchase Plan Empower Retirement - Effective November 1, 1989, the City withdrew from Public Employees Retirement Association of Colorado, a defined benefit pension plan. The City has set up an alternate plan in the form of a money purchase plan. The plan offered to eligible participants is a 401(a) Money Purchase Plan administered by Empower Retirement. The participants are offered various investment options through the plan and are allowed to invest all monies in their account, at their own discretion, among the options.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (continued)

The City may amend, modify, or terminate the Plan, upon approval of such amendment, modification or termination by 65% of the active participants, provided that no amendment or modification shall reduce the account balances of any participant accrued to the date of the change.

In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees covered by this plan are eligible to participate from the date of employment. The plan defines the City and employee contributions at 11.2% and 9% respectively. The City's contributions for each employee are fully vested after five years. These contributions are vested at 20% each year. City contributions, and the interest thereon, for employees who leave employment prior to becoming vested are applied towards the City's obligation to contribute.

The City applied participant forfeitures of \$214,459 to reduce the City share of contributions. As of December 31, 2024, the City had \$153,925 in unapplied forfeitures, which are reported as cash in these financial statements.

The City's total payroll for the year ended December 31, 2024 was \$29,914,700. The City's payroll for employees covered by the plan was \$23,494,580. The contribution to the plan totaled \$4,462,639, which consists of \$1,988,305 contributed by employees and \$2,474,334 contributed by the City.

The net aggregate pension expense for all pension plans was \$2,996,271.

3-J. Net Investment in Capital Assets

Net investment in capital assets on the government-wide statement of net position as of December 31, 2024 are as follows:

	Governmental Activities	Business Type Activities
Cost of Capital Assets	\$ 425,040,047	\$ 201,502,848
Less accumulated depreciation	(207,668,468)	(61,013,479)
Book value	217,371,579	140,489,369
Less capital related debt	(11,571,140)	(41,344,008)
Less retainage	(602,871)	(101,174)
Less unamortized balance of premium on capital-related debt	-	(824,243)
Less lease liability	(380,541)	-
Add unamortized balance of capital-related loss on refunding	146,154	-
Net investment in capital assets	<u>\$ 204,963,181</u>	<u>\$ 98,219,945</u>

3-K Fund Equity

Fund Balances - Fund balances are classified as follows:

- **Nonspendable** -The following fund balances are nonspendable because they are not in spendable form:

General Fund:	
Deposits	\$ 617,482
Inventory	44,194
Total	<u>\$ 661,676</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 3 - Detailed Notes on All Funds (Continued)

3-K Fund Equity (continued)

- **Restricted** - The following fund balances are legally restricted to specified purposes:

General Fund:

Emergencies	\$ 1,872,295
Pension	254,574
Total	<u>\$ 2,126,869</u>

Nonmajor Governmental Funds:

Grants	166,600
2007 Sales Tax Bond Debt	182,914
Conservation Trust	1,257,124
Total	<u>\$ 1,606,638</u>

- **Committed**- The following fund balances are committed to the following purposes:

Nonmajor Governmental Funds:

Streets Improvement	\$ 9,529,560
Durango Tourism	1,935,463
Recreation Complex/Trails	9,038,127
Road Impact	728,584
Housing	4,784,854
Storm Drainage	9,389
Parks and Recreation Development Fund	251,478
Durango Renewal Partnership	387,545
911 Communications	96,317
Capital projects	45,833
Revolving loan	1,085
Capital Improvement Fund	1,073,816
Parks, Open Space and Trails	4,613,164
Total	<u>\$ 32,495,215</u>

- **Assigned** - The following fund balances are assigned to the following purposes:

General Fund:

Fund Balance Reserve	\$ 10,904,750
PEG Fees	99,042
Donations	16,858
Total	<u>\$ 11,020,650</u>

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 4 - Other Notes

4-A. Risk Management

Employee Medical Insurance - Effective January 1, 1985, the City began a self-insurance program for medical claims. The purpose of the program is to pay medical claims of City employees and their covered dependents up to certain limits and to minimize the total cost of annual medical insurance to the City. The employer pays employee and a percentage of the dependent coverage. While in past years the contract was on a calendar year basis, in 2024 the City changed to a plan year ending June 30th.

Claims are processed and paid by Meritain Health, a third-party administrator. Individual excess risk coverage commences after an individual has incurred \$100,000 of claims in a year. The City carried the aggregate coverage for any claims up to a maximum of \$1,000,000 in 2024. The excess risk coverage for both individual and aggregate claims coverage was covered by Risk Assessment Management, a private insurance carrier. Settled claims have not exceeded coverage in any of the past three fiscal years. The claims liability reported in the Self Insurance Fund (an internal service fund) at December 31, 2024 is based on claims reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in balance in claims liabilities can be summarized as follows:

Date	Beginning of Year Liability	Current Year Claims and Changes in estimates	Claims Payments	End of Year Liability
2022	487,448	5,710,862	5,249,951	948,359
2023	948,359	3,691,618	4,280,860	359,117
2024	359,117	6,719,627	5,915,928	1,162,816

Property, Casualty and Workers Compensation Insurance - The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Colorado Intergovernmental Risk Sharing Agency (CIRSA) is a public entity risk pool currently operating as a common risk management and insurance program for over 100 municipalities. The City, as member of the pool, pays annual premiums to CIRSA for its property and casualty insurance. Pinnacol Assurance Company is the insurance provider for workers' compensation insurance coverage. The bylaws and Intergovernmental Agreement of CIRSA provides that CIRSA will provide coverage through pooling of self-insured losses and the purchase of stop-loss insurance coverage.

CIRSA has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. CIRSA has indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although it is not legally required to do so.

Ultimate liability to the City resulting from claims not covered by CIRSA is not presently determinable. Management and the City attorney are of the opinion that the final outcome of such claims, if any, will not have a material adverse effect on the City's financial statements.

There were no significant reductions in insurance coverage from prior years, and there have been no settlements that exceed the City's insurance coverage during the past three years.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 4 - Other Notes

4-B. Contingent Liabilities

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the City believes such disallowances, if any, will be immaterial.

The City was a defendant in several lawsuits at December 31, 2024. In the opinion of City management, the outcome of these contingencies will not have a material effect on the financial position of the City.

4-C. Joint Ventures

The City is a participant with La Plata County (the County) in a joint venture to operate the Durango-La Plata County Airport. Pursuant to an intergovernmental agreement, the Airport Commission was created. The commission consists of nine members, three of which are appointed by the City Council. The airport manager is employed by the concurrent action of the City Council and the Board of County Commissioners. The City and County each have a 50 percent interest in all airport property. Through an intergovernmental agreement entered into by the City and the County, fiscal administration of the airport was delegated to the City.

The Airport's net position at fiscal year-end was \$81,283,386. The City's 50 percent equity interest is booked as joint venture in the airport and is reported in the government-wide statements as joint venture investment in capital assets. The City's equity interest in the Durango-La Plata County Airport was \$40,641,693, as of December 31, 2024. The Durango La Plata County Airport issues separate financial statements which may be obtained from the Airport or from the City of Durango Finance Department.

Condensed Statement of Net Position

	Business-type Activities 2024
Assets:	
Current assets	\$ 28,965,953
Capital assets	62,237,893
Long-term lease receivable	970,367
Total assets	92,174,213
 Liabilities and Deferred Inflows:	
Current liabilities	2,205,056
Long-term liabilities	7,410,519
Deferred inflows related to leases	1,275,252
Total liabilities and deferred inflows	10,890,827
 Net Position:	
Net investment in Capital Assets	61,914,119
Restricted	16,079,451
Unrestricted	3,289,816
Total net position	\$ 81,283,386

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 4 - Other Notes (Continued)

4-C. Joint Ventures (continued)

The following table provides a summary of the Airport's changes in net position:

Summary of Changes in Net Position

	Business-type Activities 2024
Revenues:	
Operating revenues	\$ 6,723,001
Non-operating revenues	6,783,892
Total revenues	13,506,893
Expenses:	
Operating expense	4,101,955
Depreciation	4,197,930
Interest Expense	46,667
Capital Outlay	122,477
Total expenses	8,469,029
Changes in net position	5,037,864
Beginning net position	76,245,522
Ending net position	\$ 81,283,386

4-D. Tax, Spending and Debt Limitations

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The Amendment, also known as TABOR, is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the amendment. However, the City has made certain interpretations of the amendment's language in order to determine its compliance.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases. As described in Note 3-K, these financial statements report an emergency reserve of \$1,816,956. During 2020, the City Council passed an ordinance which allows the City to fund the TABOR emergency reserves with unencumbered or unrestricted cash, real property or any unused TABOR Emergency Reserves.

At the April 4, 1995 municipal election, the voters authorized the City to collect and retain all revenues received during the period beginning January 1, 1994 and extending through December 31, 1997, notwithstanding any revenue or spending limitations on fiscal year spending pursuant to the Amendment. The authority to collect and retain all revenues received was extended for the year 1998 and all subsequent years at the April 1, 1997 municipal election.

City of Durango, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2024

Note 4 - Other Notes (Continued)

4-E. Subsequent Events

The City had an early payoff of debt related to the Durango Sales and Use Tax Revocable Loan Series 2017 dated November 2, 2017. The debt was incurred for the construction of Florida Road and was approved by voters in 2009. The debt was refinanced in 2017. Principal of \$4,745,000 and interest of \$56,228.25 were paid May 30, 2025. There were no prepayment penalties.

City of Durango, Colorado
Required Supplementary Information
For the Year Ended December 31, 2024

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Old Hire Fire Pension Plan

Measurement Year Ending December 31,

For Reporting Year Ending December 31,	2016	2017	2018	2019	2020	2021	2022	2023
	2017	2018	2019	2020	2021	2022	2023	2024
Total pension liability								
Interest on the Total Pension Liability	\$ 167,874	\$ 162,946	\$ 166,841	\$ 160,868	\$ 117,019	\$ 111,529	\$ 96,966	\$ 92,669
Benefit Changes	131,823	-	120,167	-	-	133,811	97,548	-
Difference between expected and actual experience	-	17,472	-	21,086	-	(455,288)	-	66,976
Changes of assumptions	-	-	-	521,325	-	-	-	(11,803)
Benefit payments	(238,568)	(257,593)	(239,393)	(253,843)	(239,743)	(238,262)	(183,555)	(201,555)
Net change in total pension liability	61,129	(77,175)	47,615	449,436	(122,724)	(448,210)	10,959	(53,713)
Total pension liability - beginning	2,236,959	2,299,088	2,221,913	2,269,528	2,718,964	2,596,240	2,148,030	2,158,989
Total pension liability - ending	\$ 2,298,088	\$ 2,221,913	\$ 2,269,528	\$ 2,718,964	\$ 2,596,240	\$ 2,148,030	\$ 2,158,989	\$ 2,105,276
Plan fiduciary net position								
Contribution - employer	\$ 117,868	\$ 126,278	\$ 258,101	\$ 142,388	\$ 137,304	\$ 176,893	\$ 152,371	\$ 262,180
Net investment income	49,741	130,707	(1,245)	120,642	70,544	4,281	(112,425)	49,510
Benefit payments	(238,568)	(257,593)	(239,393)	(253,843)	(239,743)	(238,262)	(183,555)	(201,555)
Pension Plan Administrative Expense	(4,730)	(2,004)	(5,777)	(2,419)	(4,871)	(2,384)	(4,916)	(2,448)
Net change in plan fiduciary net position	(75,689)	(2,612)	11,686	6,768	(36,766)	(59,472)	(148,525)	107,687
Plan fiduciary net position - beginning	1,070,633	994,944	992,332	1,004,018	1,010,786	974,020	914,548	766,023
Plan fiduciary net position - ending	\$ 994,944	\$ 992,332	\$ 1,004,018	\$ 1,010,786	\$ 974,020	\$ 914,548	\$ 766,023	\$ 873,710
Net pension liability/(asset)	\$ 1,304,144	\$ 1,229,581	\$ 1,265,510	\$ 1,708,178	\$ 1,622,220	\$ 1,233,482	\$ 1,392,966	\$ 1,231,566
Plan fiduciary net position as percentage of total pension liability	43.28%	44.66%	44.24%	37.18%	37.52%	42.58%	35.48%	41.50%
Covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability/(asset) as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as the information becomes available.

Schedule of Pension Contributions
Old Hire Fire Pension Plan

Fiscal Year Ending December 31,

For Reporting Year Ending December 31,	2015	2016	2017	2018	2019	2020	2021	2022	2023
	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined annual required contribution	\$ 117,868	\$ 126,278	\$ 126,278	\$ 142,388	\$ 142,388	\$ 151,991	\$ 164,632	\$ 164,632	\$ 164,632
Contributions in relation to the actuarially determined contribution	117,868	126,278	126,278	142,388	151,991	137,304	176,893	152,371	262,180
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ (9,603)	\$ 14,687	\$ (12,261)	\$ 12,261	\$ (97,548)
Covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as the information becomes available.

Notes to schedule: Actuarial determined contribution rates are calculated as of January 1 of even numbered years. The contribution rates have a one year lag, so the actuarial valuation as of January 1, 2022, determines the contribution amounts for 2023 and 2024.

City of Durango, Colorado
Required Supplementary Information
For the Year Ended December 31, 2024

Methods and Assumptions Used to Determine Contribution Rates for the Fiscal Year Ending December 31, 2024:

Actuarial Cost Method	Entry Age Normal
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-Year smoothed fair value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	4.50%
Retirement Age	Any remaining actives are assumed to retire immediately.
Mortality	Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years. Disabled (pre-1980): Post-retirement rates set forward three years.

City of Durango, Colorado
Required Supplementary Information
For the Year Ended December 31, 2024

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Old Hire Police Pension Plan
For the Last Ten Fiscal Years

Measurement Year Ending December 31,

For Reporting Year Ending December 31,	2016	2017	2018	2019	2020	2021	2022	2023
	2017	2018	2019	2020	2021	2022	2023	2024
Total pension liability								
Interest on the Total Pension Liability	\$ 216,400	\$ 210,904	\$ 218,807	\$ 213,805	\$ 153,063	\$ 147,138	\$ 153,156	\$ 146,922
Benefit Changes	137,606	-	132,122	-	-	143,858	126,687	-
Difference between expected and actual experience	-	52,524	-	(116,414)	-	2,514	-	22,959
Changes of assumptions	-	-	-	741,283	-	-	-	(4,354)
Benefit payments	(275,542)	(304,342)	(275,496)	(295,881)	(277,831)	(291,801)	(281,001)	(302,601)
Net change in total pension liability	78,464	(40,914)	75,433	542,793	(124,768)	1,709	(1,158)	(137,074)
Total pension liability - beginning	2,883,012	2,299,088	2,920,562	2,995,995	3,538,788	3,414,020	3,415,729	3,414,571
Total pension liability - ending	\$ 2,961,476	\$ 2,258,174	\$ 2,995,995	\$ 3,538,788	\$ 3,414,020	\$ 3,415,729	\$ 3,414,571	\$ 3,277,497
Plan fiduciary net position								
Contribution - employer	\$ 110,495	\$ 122,870	\$ 260,476	\$ 141,741	\$ 141,741	\$ 184,960	\$ 160,894	\$ 301,995
Net investment income	77,637	204,149	(775)	181,762	110,192	6,805	(170,587)	69,589
Benefit payments	(275,542)	(304,342)	(275,496)	(295,881)	(277,831)	(291,801)	(281,001)	(302,601)
Pension Plan Administrative Expense	(5,561)	(2,004)	(5,777)	(2,419)	(4,871)	(2,149)	(5,187)	(2,775)
Net change in plan fiduciary net position	(92,971)	20,673	(21,572)	25,203	(30,769)	(102,185)	(295,881)	66,208
Plan fiduciary net position - beginning	1,611,805	1,518,834	1,539,507	1,517,935	1,543,138	1,512,369	1,410,184	1,114,303
Plan fiduciary net position - ending	\$ 1,518,834	\$ 1,539,507	\$ 1,517,935	\$ 1,543,138	\$ 1,512,369	\$ 1,410,184	\$ 1,114,303	\$ 1,180,511
Net pension liability/(asset)	\$ 1,442,642	\$ 718,667	\$ 1,478,060	\$ 1,995,650	\$ 1,901,651	\$ 2,005,545	\$ 2,300,268	\$ 2,096,986
Plan fiduciary net position as percentage of total pension liability	55.91%	51.29%	52.71%	44.24%	43.61%	44.30%	32.63%	36.02%
Covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability/(asset) as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as the information becomes available.

Schedule of Pension Contributions
Old Hire Police Pension Plan
For The Last Ten Fiscal Years

Measurement Year Ending December 31,

For Reporting Year Ending December 31,	2015	2016	2017	2018	2019	2020	2021	2022	2023
	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined annual required contribution	\$ 110,495	\$ 122,870	\$ 122,870	\$ 141,741	\$ 156,271	\$ 156,271	\$ 172,927	\$ 172,927	\$ 175,308
Actual Contribution	110,495	122,870	122,870	260,476	141,741	141,741	184,960	160,894	301,995
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ (118,735)	\$ 14,530	\$ 14,530	\$ (12,033)	\$ 12,033	\$ (126,687)
Covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as the information becomes available.

Notes to schedule:

Actuarial determined contribution rates are calculated as of January 1 of even numbered years. The contribution rates have a one year lag, so the actuarial valuation as of January 1, 2022, determines the contribution amounts for 2023 and 2024.

City of Durango, Colorado
Required Supplementary Information
For the Year Ended December 31, 2024

Methods and Assumptions Used to Determine Contribution Rates for the Fiscal Year Ending December 31, 2024:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	18 years*
Asset Valuation Method	5-Year smoothed fair value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	4.50%
Retirement Age	Any remaining actives are assumed to retire immediately.
Mortality	Post-retirement: For ages less than 55, RP_2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB. Disabled (pre-1980): RP-2014 Disabled Generational Mortality Table generationally projected with Scale BB with a minimum 3% rate for males and 2% for females.

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

Required Supplementary Information
City of Durango, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Property taxes	\$ 3,555,214	\$ 3,555,214	\$ 3,305,957	\$ (249,257)	\$ 2,931,652
Specific ownership taxes	409,354	409,354	309,724	(99,630)	309,028
Sales taxes	21,080,356	21,568,723	21,657,594	88,871	21,132,510
Use taxes	1,012,278	1,144,278	1,279,623	135,345	1,465,589
Sales and use tax audit	250,000	250,000	16,938	(233,062)	-
La Plata County shared sales tax	6,885,224	6,885,224	6,503,753	(381,471)	6,461,453
La Plata County joint sales tax	3,145,895	3,145,895	2,997,119	(148,776)	2,931,237
Cigarette tax	65,473	65,473	68,775	3,302	85,663
Franchise fees and occupational taxes	1,890,112	1,890,112	1,588,570	(301,542)	1,666,089
Intergovernmental	1,646,790	1,272,090	2,371,113	1,099,023	2,692,722
Licenses and permits	644,324	644,324	648,348	4,024	794,174
Charges for services	7,132,965	7,274,373	6,076,754	(1,197,619)	6,676,795
Lease revenue	-	-	318,862	318,862	326,145
Fines and forfeitures	146,983	146,983	139,046	(7,937)	141,827
Investment earnings	772,208	772,208	661,412	(110,796)	1,053,157
Miscellaneous	1,021,528	1,781,528	1,737,097	(44,431)	833,232
Total Revenues	49,658,704	50,805,779	49,680,685	(1,125,094)	49,501,273
Expenditures					
Current					
General government	14,126,542	15,731,436	14,441,829	1,289,607	12,235,441
Public safety	17,638,294	17,902,491	17,432,350	470,141	17,620,357
Public works	5,100,067	5,100,067	4,477,608	622,459	4,387,538
Parks and recreation	9,652,007	9,641,227	9,724,545	(83,318)	9,151,586
Library	3,117,571	3,140,071	3,086,040	54,031	2,974,661
Community services	1,546,682	1,546,682	1,531,291	15,391	938,132
Non-departmental	2,519,374	3,060,823	2,875,776	185,047	2,704,674
General capital outlay	-	-	312,505	(312,505)	-
Capital Outlay - Lease	-	-	-	-	303,630
Principal retirement	125,000	125,000	130,000	(5,000)	125,000
Interest and fiscal charges	68,000	68,000	59,850	8,150	64,225
Total Expenditures	53,893,537	56,315,797	54,071,794	2,244,003	50,505,244
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,234,833)	(5,510,018)	(4,391,109)	1,118,909	(1,003,971)
Other Financing Sources (Uses)					
Other finance source- leases	-	-	388,066	388,066	-
Other finance source- leases-lessee	-	-	-	-	220,837
Transfers in	1,653,557	2,187,562	1,653,557	(534,005)	1,480,538
Transfers out	(120,000)	(62,000)	(62,000)	-	(7,559,916)
Total Other Financing Sources (Uses)	1,533,557	2,125,562	1,979,623	(145,939)	(5,858,541)
Net Change in Fund Balances	\$ (2,701,276)	\$ (3,384,456)	(2,411,486)	\$ 972,970	(6,862,512)
Fund Balances Beginning of Year			16,248,660		23,111,172
Fund Balances End of Year			\$ 13,837,174		\$ 16,248,660

City of Durango, Colorado
Required Supplementary Information
Notes to the Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual
For the Year Ended December 31, 2024

Note 1 Budgetary Information

Budgets for major governmental funds are adopted on a basis consistent with GAAP. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within the fund.

Budgets and Budgetary Accounting

The City adheres to the following procedures in establishing budgets:

1. Budgets are required by state law and City Charter for all governmental and proprietary funds.
2. During October, the City Manager will submit to the City Council a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
3. Public hearings are conducted to obtain public input.
4. Prior to December 31, the budget is adopted by formal resolution and ordinance.
5. Expenditures may not legally exceed appropriations at the fund level.
6. Revenue and expenditures are monitored by means of a monthly budget report, comparing budget to actual.
7. Budget appropriations lapse at the end of each year. Any Capital Projects that span multiple years must be re-appropriated in the annual budget or by way of resolution throughout the year.

The budget was guided by the City's mission, vision, values, and goals and coordinated with the strategic plan that fosters a culture of innovation and transparency focusing specifically on the below goal areas:

Organizational Stewardship
Innovative Housing & Economic Development
Safety & Quality of Life
Reliable Infrastructure & Community Connectivity
Engaged & Informed Community
Strategic Workforce Development

Note 2 Expenditures/Expenses in Excess of Appropriation

Any change in total to a fund or departmental appropriation within a fund requires City Council approval. The City Council may authorize additional appropriations during the budget year for expenditures required, but not in excess of the amount that actual revenues exceed budgeted revenues and unappropriated surplus for that fund. The City Manager may transfer any unencumbered appropriation balance or portion thereof from one classification of expenditure to another within the same department, office, or agency. At the request of the City Manager, the City Council may, by resolution, transfer any unencumbered appropriation balance or portion thereof from one department, office, or agency to another.



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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Recreation Complex/Trails – to account for the one-half cent sales and use tax revenues originally voted on and adopted by the electorate in April 1999 and reauthorized in April of 2015. The revenues may only be used to pay the debt service on the Sales and Use Tax Revenue Bonds, series 2008, for Parks and Recreation and Multi Modal projects and operations.

Revolving Loan Fund - to account for the loan repayments made by the recipients of Community Development Block Grant monies.

Streets Improvement Fund - to account for sales and use tax revenues. These funds can be used for streets improvements and street maintenance.

Durango Tourism Fund - to account for a tax levied on lodgers within the City. These funds are set aside for destination management purposes.

Parks and Recreation Development Fund - to account for payment of fees in lieu of land dedication. These fees are made at the time of recording a final plat. These funds can only be used for acquisition and park development.

Conservation Trust Fund - to account for the State lottery proceeds. These funds can only be used for acquisition, capital improvements and maintenance of parks, recreation and open space programs.

Road Impact Fund – to account for fees imposed for road impacts as a result of new development within the City’s service area. These fees must be used for identified road projects within a certain time frame or they must be refunded.

Housing Fund - to account for revenues and expenditures related to workforce and affordable housing.

Storm Drainage Fund - to account for storm drainage developer fees. These funds can be used only for capital improvements to storm sewer facilities.

Durango Renewal Partnership Fund- to account for revenues and expenditures related to facilitating reinvestment and redevelopment in the community through public/private partnerships and other collaborative arrangements

Grants Fund - to centralize governmental grant activities into one fund and track related expenditures and revenues

911 Communications Fund - to centralize all expenses and revenues related to emergency communications activities and improve transparency with partner agencies

Debt Service Funds

2007 Sales Tax Bonds Debt Service Fund - To accumulate monies for payment of the 2009, 2016 and 2017 Series Sales and Use Tax Revenue Bonds.

Capital Project Funds

Capital Improvements Fund - to account for fifty percent of the one-half cent sales and use tax revenues voted on and adopted by the electroate in April 2005. These revenues may only be used to finance capital improvements. The tax sunsets in 2026.

Parks, Open Space and Trails Fund - to account for fifty percent of the one-half cent sales and use tax revenues voted on and adopted by the electroate in April 2005. These revenues may only be used to finance improvements or acquiring parks, open space, and trails. The tax sunsets in 2026.

Capital Projects Fund - to account for the financial resources used for the acquisition and/or construction of major capital improvements included in the City capital improvement program.

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
December 31, 2024

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in cash and cash equivalents	\$ 27,435,320	\$ 182,914	\$ 7,175,222	\$ 34,793,456
Receivables				
Accounts receivable	626,085	-	510,000	1,136,085
Property taxes	125,593	-	-	125,593
Sales and use taxes	1,187,018	-	593,094	1,780,112
Lodger's taxes	239,682	-	-	239,682
Intergovernmental	1,406,348	-	-	1,406,348
Interest	-	-	329,633	329,633
Total Assets	\$ 31,020,046	\$ 182,914	\$ 8,607,949	\$ 39,810,909
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 2,499,971	\$ -	\$ 291,003	\$ 2,790,974
Accrued expenditures	48,356	-	-	48,356
Interfund payable	160,000	-	1,742,000	1,902,000
Unearned revenue	-	-	2,500	2,500
Total Liabilities	2,708,327	-	2,035,503	4,743,830
Deferred Inflows of Resources				
Deferred inflows resources - property taxes	125,593	-	-	125,593
Deferred inflows - unearned revenue	-	-	839,633	839,633
Total Deferred inflows	125,593	-	839,633	965,226
Total liabilities and deferred inflows of resources	2,833,920	-	2,875,136	5,709,056
Fund Balances				
Restricted	1,423,724	182,914	-	1,606,638
Committed	26,762,402	-	5,732,813	32,495,215
Total Fund Balances	28,186,126	182,914	5,732,813	34,101,853
Total Liabilities and Fund Balances	\$ 31,020,046	\$ 182,914	\$ 8,607,949	\$ 39,810,909

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Year Ended December 31, 2024

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ 116,990	\$ -	\$ -	\$ 116,990
Sales taxes	10,838,658	-	5,415,538	16,254,196
Use taxes	635,052	-	317,306	952,358
Lodgers' taxes	4,005,891	-	-	4,005,891
Intergovernmental	7,720,356	-	-	7,720,356
Licenses and permits	7,200	-	-	7,200
Charges for services	50	-	-	50
Investment earnings	823,486	-	906,857	1,730,343
Miscellaneous	1,479,415	-	19	1,479,434
Total Revenues	25,627,098	-	6,639,720	32,266,818
Expenditures				
Current				
General government	7,431,173	-	592,677	8,023,850
Public safety	3,017,200	-	-	3,017,200
Public works	5,970,158	-	733,395	6,703,553
Parks and recreation	6,724,713	-	-	6,724,713
Community services	16,871	-	-	16,871
Economic development	20,000	-	-	20,000
General capital outlay	38,187	-	4,624,407	4,662,594
Debt Service				
Principal retirement	-	2,250,000	-	2,250,000
Interest and fiscal charges	-	185,718	-	185,718
Total Expenditures	23,218,302	2,435,718	5,950,479	31,604,499
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,408,796	(2,435,718)	689,241	662,319
Other Financing Sources (Uses)				
Transfers in	-	2,435,718	62,000	2,497,718
Transfers out	(2,412,354)	-	(4,204,275)	(6,616,629)
Total Other Financing Sources (Uses)	(2,412,354)	2,435,718	(4,142,275)	(4,118,911)
Net Change in Fund Balances	(3,558)	-	(3,453,034)	(3,456,592)
Fund Balances Beginning of Year, as Previously Reported	28,021,283	182,914	9,185,847	37,390,044
Change from major to nonmajor fund	168,401	-	-	168,401
Fund Balances Beginning, as Adjusted or Restated	28,189,684	182,914	9,185,847	37,558,445
Fund Balances End of Year	\$ 28,186,126	\$ 182,914	\$ 5,732,813	\$ 34,101,853

City of Durango, Colorado
General Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Cash on hand	\$ 5,227	\$ 5,224
Equity in cash and cash equivalents	9,354,073	13,688,396
Cash held in escrow	383,247	606,530
Receivables:		
Accounts receivable	605,495	758,268
Lease receivables	1,113,987	1,364,808
Property taxes	3,353,212	-
Sales and use taxes receivable	2,365,456	2,335,066
Franchise taxes	82,219	77,468
Intergovernmental receivables	1,458,771	1,184,529
Interest	148,651	94,583
Prepaid expenses	-	11,995
Prepaid items	234,235	-
Interfund receivables	1,902,000	20,000
Inventory	40,837	44,194
Total Assets	<u>\$ 21,047,410</u>	<u>\$ 20,191,061</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances		
Liabilities		
Interest	-	(25,116)
Accounts payable	\$ 1,324,445	\$ 973,778
Accrued expenditures	703,698	471,445
Deposits	463,648	722,679
Unearned revenue	310,702	462,790
Total Liabilities	<u>2,802,493</u>	<u>2,605,576</u>
Deferred Inflows of Resources		
Deferred inflows resources - leases	1,054,531	1,336,825
Deferred inflows resources - property taxes	3,353,212	-
Total Deferred Inflows of Resources	<u>4,407,743</u>	<u>1,336,825</u>
Total Liabilities and Deferred Inflows of Resources	<u>7,210,236</u>	<u>3,942,401</u>
Fund Balances		
Nonspendable	661,676	391,885
Restricted	2,126,869	1,964,295
Assigned	11,020,650	10,811,468
Unassigned	27,979	3,081,012
Total Fund Balances	<u>13,837,174</u>	<u>16,248,660</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 21,047,410</u>	<u>\$ 20,191,061</u>

City of Durango, Colorado
General Fund
Schedule of Revenues - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
Taxes:					
Property	\$ 3,555,214	\$ 3,555,214	\$ 3,305,957	\$ (249,257)	\$ 2,931,652
Specific ownership	409,354	409,354	309,724	(99,630)	309,028
Sales tax	21,080,356	21,568,723	21,657,594	88,871	21,132,510
Use tax	1,012,278	1,144,278	1,279,623	135,345	1,465,589
Sales and use tax audit	250,000	250,000	16,938	(233,062)	-
La Plata County sales tax	6,885,224	6,885,224	6,503,753	(381,471)	6,461,453
Joint sales tax	3,145,895	3,145,895	2,997,119	(148,776)	2,931,237
Cigarette tax	65,473	65,473	68,775	3,302	85,663
Franchise and business tax	1,890,112	1,890,112	1,588,570	(301,542)	1,666,089
Total Taxes	<u>38,293,906</u>	<u>38,914,273</u>	<u>37,728,053</u>	<u>(1,186,220)</u>	<u>36,983,221</u>
Licenses and Permits:					
Business license and permits	403,497	403,497	314,547	(88,950)	357,726
Building permits	240,827	240,827	333,801	92,974	436,448
Total Licenses and Permits	<u>644,324</u>	<u>644,324</u>	<u>648,348</u>	<u>4,024</u>	<u>794,174</u>
Intergovernmental:					
Grants	-	-	969,759	969,759	-
Highway user tax	586,525	586,525	690,446	103,921	595,546
Severance/mineral lease	381,093	381,093	261,423	(119,670)	507,529
Motor vehicle registration	80,000	80,000	67,102	(12,898)	64,534
Road and bridge	224,472	224,472	232,771	8,299	210,410
Other intergovernmental	374,700	-	149,612	149,612	1,314,703
Total Intergovernmental	<u>1,646,790</u>	<u>1,272,090</u>	<u>2,371,113</u>	<u>1,099,023</u>	<u>2,692,722</u>
Charges for Services:					
General government charges	153,132	153,132	102,392	(50,740)	154,211
Public safety charges	175,657	175,657	154,873	(20,784)	145,360
Cemetery charges	126,200	126,200	104,100	(22,100)	81,250
Recreation Center charges	2,086,010	2,227,418	2,287,910	60,492	2,296,132
Recreation program charges	3,159,627	3,159,627	1,987,594	(1,172,033)	1,910,237
Total Charges for Services	<u>5,700,626</u>	<u>5,842,034</u>	<u>4,636,869</u>	<u>(1,205,165)</u>	<u>4,587,190</u>
Fines and Forfeits:					
Traffic fines	126,060	126,060	126,839	779	123,291
Non-traffic fines	19,923	19,923	9,858	(10,065)	16,581
Library fines	1,000	1,000	2,349	1,349	1,955
Total Fines and Forfeits	<u>146,983</u>	<u>146,983</u>	<u>139,046</u>	<u>(7,937)</u>	<u>141,827</u>
Miscellaneous					
Pension forfeitures	176,269	176,269	398,581	222,312	238,065
Rents and royalties	380,834	380,834	291,222	(89,612)	374,927
Contributions and donations	6,000	6,000	6,151	151	11,225
Other miscellaneous	460,428	1,220,428	1,369,864	149,436	537,982
Total Miscellaneous	<u>1,023,531</u>	<u>1,783,531</u>	<u>2,065,818</u>	<u>282,287</u>	<u>1,162,199</u>
Services provided	1,242,373	1,430,336	1,430,026	(310)	2,086,783
Investment earnings	772,208	772,208	661,412	(110,796)	1,053,157
Total Revenues	<u>49,470,741</u>	<u>50,805,779</u>	<u>49,680,685</u>	<u>(1,125,094)</u>	<u>49,501,273</u>
Other Financing Sources (Uses)					
Lease Revenue	-	-	233,645	233,645	43,433
Transfers in	1,841,520	2,187,562	1,653,557	(534,005)	1,480,538
Total Other Financing Sources (Uses)	<u>1,841,520</u>	<u>2,187,562</u>	<u>1,887,202</u>	<u>(300,360)</u>	<u>1,523,971</u>
Total Revenues and Other Financing Sources	<u>\$ 51,312,261</u>	<u>\$ 52,993,341</u>	<u>\$ 51,567,887</u>	<u>\$ (1,425,454)</u>	<u>\$ 51,025,244</u>

City of Durango, Colorado
General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
General Government					
Legislative					
City council	\$ 364,416	\$ 364,416	\$ 321,628	\$ 42,788	\$ 321,896
Total Legislative	364,416	364,416	321,628	42,788	321,896
Executive and Legal					
City manager	1,286,073	1,483,291	1,548,519	(65,228)	1,485,479
City attorney	725,130	725,130	777,485	(52,355)	690,826
Total Executive and Legal	2,011,203	2,208,421	2,326,004	(117,583)	2,176,305
Administrative					
Human resources	853,630	899,630	888,491	11,139	714,836
City clerk	693,162	700,662	594,951	105,711	678,727
Information Technology	3,938,070	4,070,749	3,641,647	429,102	2,960,878
Total Administrative	5,484,862	5,671,041	5,125,089	545,952	4,354,441
Finance					
Accounting	2,055,572	2,055,572	2,023,167	32,405	2,056,696
Finance	535,338	501,689	494,080	7,609	484,785
Municipal court	406,455	456,455	393,634	62,821	299,769
Total Finance	2,997,365	3,013,716	2,910,881	102,835	2,841,250
Capital Improvement Projects					
Capital Improvement Projects	539,489	1,299,489	1,102,518	196,971	726,530
Total Capital Improvement Projects	539,489	1,299,489	1,102,518	196,971	726,530
Community Development					
Planning	2,397,650	2,842,796	2,378,310	464,486	1,812,017
Housing	-	-	725	(725)	3,002
Urban Renewal	58,940	58,940	66,837	(7,897)	-
Natural lands preservation	245,119	245,119	209,837	35,282	187,827
Total Community Development	2,701,709	3,146,855	2,655,709	491,146	2,002,846
Total General Government	14,099,044	15,703,938	14,441,829	1,262,109	12,423,268
Public Safety					
Police					
Administration	11,081,183	11,081,183	10,942,270	138,913	9,682,323
Code enforcement	-	-	-	-	272
Total Police	11,081,183	11,081,183	10,942,270	138,913	9,682,595
911 Communications	-	-	-	-	1,985,808
Fire					
Fire services	6,557,111	6,821,308	6,490,080	331,228	5,951,953
Total Public Safety	17,638,294	17,902,491	17,432,350	470,141	17,620,356

(continued)

City of Durango, Colorado
General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
Public Works					
Engineering	1,540,531	1,540,531	1,243,904	296,627	1,284,600
Street maintenance	2,179,111	2,179,111	2,052,318	126,793	1,838,379
Snow and ice	817,898	817,898	723,960	93,938	831,522
Street cleaning	562,527	562,527	457,426	105,101	433,038
Total Public Works	<u>5,100,067</u>	<u>5,100,067</u>	<u>4,477,608</u>	<u>622,459</u>	<u>4,387,539</u>
Parks and Recreation					
Parks and recreation administration	605,888	650,108	726,220	(76,112)	591,117
Recreation administration	264,858	264,858	243,012	21,846	223,665
Recreation programs	1,346,489	1,346,489	1,313,502	32,987	1,187,001
Cemetery	518,280	518,280	407,520	110,760	426,718
Parks	3,432,812	3,377,812	3,311,951	65,861	3,148,396
Recreation center	2,854,644	2,854,644	3,016,295	(161,651)	2,787,118
Chapman Hill	629,036	629,036	706,045	(77,009)	599,744
Total Parks and Recreation	<u>9,652,007</u>	<u>9,641,227</u>	<u>9,724,545</u>	<u>(83,318)</u>	<u>8,963,759</u>
Community Services					
Library	3,117,571	3,140,071	3,086,040	54,031	2,974,661
Community Services	1,546,682	1,546,682	1,531,291	15,391	938,132
Total Community Services	<u>4,664,253</u>	<u>4,686,753</u>	<u>4,617,331</u>	<u>69,422</u>	<u>3,912,793</u>
Non-Departmental					
Miscellaneous	1,649,195	2,031,366	1,406,088	625,278	9,054,930
Buildings and plant	1,105,777	1,207,055	1,762,633	(555,578)	1,418,843
Durango Welcome Center	104,900	104,900	116,989	(12,089)	106,268
Total Non-Departmental	<u>2,859,872</u>	<u>3,343,321</u>	<u>3,285,710</u>	<u>57,611</u>	<u>10,580,041</u>
Total Expenditures	<u>\$ 54,013,537</u>	<u>\$ 56,377,797</u>	<u>\$ 53,979,373</u>	<u>\$ 2,398,424</u>	<u>\$ 57,887,756</u>

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2024

	Recreation Complex/Trails	Revolving Loan	Streets Improvement Fund	Durango Tourism
Assets				
Equity in cash and cash equivalents	\$ 8,085,238	\$ -	\$ 9,359,617	\$ 2,192,462
Receivables				
Accounts receivable	-	1,085	-	-
Property taxes	-	-	-	-
Sales taxes	593,509	-	593,509	-
Lodger's taxes	-	-	-	239,682
Intergovernmental	1,081,709	-	-	-
Total Assets	<u>\$ 9,760,456</u>	<u>\$ 1,085</u>	<u>\$ 9,953,126</u>	<u>\$ 2,432,144</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	\$ 722,329	\$ -	\$ 423,566	\$ 496,681
Accrued expenditures	-	-	-	-
Interfund payable	-	-	-	-
Total Liabilities	<u>722,329</u>	<u>-</u>	<u>423,566</u>	<u>496,681</u>
Deferred Inflows of Resources				
Deferred inflows resources - property taxes	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Restricted	-	-	-	-
Committed	9,038,127	1,085	9,529,560	1,935,463
Total Fund Balances	<u>9,038,127</u>	<u>1,085</u>	<u>9,529,560</u>	<u>1,935,463</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,760,456</u>	<u>\$ 1,085</u>	<u>\$ 9,953,126</u>	<u>\$ 2,432,144</u>

(continued)

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2024

	Parks & Recreation Development	Conservation Trust	Road Impact	Grants Fund
Assets				
Equity in cash and cash equivalents	\$ 251,478	\$ 1,257,124	\$ 728,584	\$ 651
Receivables				
Accounts receivable	-	-	-	-
Property taxes	-	-	-	-
Sales taxes	-	-	-	-
Lodger's taxes	-	-	-	-
Intergovernmental	-	-	-	256,634
Total Assets	<u>\$ 251,478</u>	<u>\$ 1,257,124</u>	<u>\$ 728,584</u>	<u>\$ 257,285</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 38,685
Accrued expenditures	-	-	-	-
Interfund payable	-	-	-	52,000
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,685</u>
Deferred Inflows of Resources				
Deferred inflows resources - property taxes	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Restricted	-	1,257,124	-	166,600
Committed	251,478	-	728,584	-
Total Fund Balances	<u>251,478</u>	<u>1,257,124</u>	<u>728,584</u>	<u>166,600</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 251,478</u>	<u>\$ 1,257,124</u>	<u>\$ 728,584</u>	<u>\$ 257,285</u>

(continued)

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2024

	<u>Housing Fund</u>	<u>Storm Drainage</u>	<u>Durango Renewal Partnership Fund</u>	<u>911 Communications Fund</u>
Assets				
Equity in cash and cash equivalents	\$ 5,089,430	\$ 9,389	\$ 393,944	\$ 67,403
Receivables				
Accounts receivable	-	-	-	625,000
Property taxes	-	-	125,593	-
Sales taxes	-	-	-	-
Lodger's taxes	-	-	-	-
Intergovernmental	68,005	-	-	-
Total Assets	<u>\$ 5,157,435</u>	<u>\$ 9,389</u>	<u>\$ 519,537</u>	<u>\$ 692,403</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	\$ 368,623	\$ -	\$ 6,399	\$ 443,688
Accrued expenditures	3,958	-	-	44,398
Interfund payable	-	-	-	108,000
Total Liabilities	<u>372,581</u>	<u>-</u>	<u>6,399</u>	<u>596,086</u>
Deferred Inflows of Resources				
Deferred inflows resources - property taxes	-	-	125,593	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>125,593</u>	<u>-</u>
Fund Balances				
Restricted	-	-	-	-
Committed	4,784,854	9,389	387,545	96,317
Total Fund Balances	<u>4,784,854</u>	<u>9,389</u>	<u>387,545</u>	<u>96,317</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,157,435</u>	<u>\$ 9,389</u>	<u>\$ 519,537</u>	<u>\$ 692,403</u>

(continued)

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2024

	Total Nonmajor Special Revenue Funds
Assets	
Equity in cash and cash equivalents	\$ 27,435,320
Receivables	
Accounts receivable	626,085
Property taxes	125,593
Sales taxes	1,187,018
Lodger's taxes	239,682
Intergovernmental	1,406,348
Total Assets	\$ 31,020,046
Liabilities, Deferred Inflows of Resources, and Fund Balances	
Liabilities	
Accounts payable	\$ 2,499,971
Accrued expenditures	48,356
Interfund payable	160,000
Total Liabilities	2,708,327
Deferred Inflows of Resources	
Deferred inflows resources - property taxes	125,593
Total Deferred Inflows of Resources	125,593
Fund Balances	
Restricted	1,423,724
Committed	26,762,402
Total Fund Balances	28,186,126
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 31,020,046

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2024

	Recreation Complex/Trails	Revolving Loan	Streets Improvement Fund	Durango Tourism
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	5,419,329	-	5,419,329	-
Use taxes	317,526	-	317,526	-
Lodgers taxes	-	-	-	4,005,891
Intergovernmental	1,081,709	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Investment earnings	-	-	530,497	-
Miscellaneous	-	-	-	-
Total Revenues	<u>6,818,564</u>	<u>-</u>	<u>6,267,352</u>	<u>4,005,891</u>
Expenditures				
Current				
General government	-	2,026	-	3,150,309
Public safety	-	-	-	-
Public works	-	-	5,556,318	-
Parks and recreation	6,712,690	-	-	-
Community services	-	-	-	-
Economic development	-	-	-	-
General capital outlay	-	-	-	-
Total Expenditures	<u>6,712,690</u>	<u>2,026</u>	<u>5,556,318</u>	<u>3,150,309</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>105,874</u>	<u>(2,026)</u>	<u>711,034</u>	<u>855,582</u>
Other Financing Sources (Uses)				
Transfers out	(1,316,575)	-	(200,000)	(895,779)
Total Other Financing Sources (Uses)	<u>(1,316,575)</u>	<u>-</u>	<u>(200,000)</u>	<u>(895,779)</u>
Net Change in Fund Balances	(1,210,701)	(2,026)	511,034	(40,197)
Fund Balances Beginning of Year, as Previously Reported	10,248,828	3,111	9,018,526	1,975,660
Change from major to nonmajor fund	-	-	-	-
Fund Balances Beginning, as Adjusted or Restated	<u>10,248,828</u>	<u>3,111</u>	<u>9,018,526</u>	<u>1,975,660</u>
Fund Balances End of Year	<u>\$ 9,038,127</u>	<u>\$ 1,085</u>	<u>\$ 9,529,560</u>	<u>\$ 1,935,463</u>

(continued)

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2024

	Parks & Recreation Development	Conservation Trust	Road Impact	Grants Fund
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Use taxes	-	-	-	-
Lodgers taxes	-	-	-	-
Intergovernmental	-	238,900	-	800,337
Licenses and permits	7,200	-	-	-
Charges for services	-	-	-	-
Investment earnings	11,572	55,074	-	-
Miscellaneous	23,100	-	302,029	-
Total Revenues	41,872	293,974	302,029	800,337
Expenditures				
Current				
General government	-	-	-	40,314
Public safety	-	-	-	280,903
Public works	-	-	-	413,840
Parks and recreation	-	-	-	12,023
Community services	-	-	-	16,871
Economic development	-	-	-	-
General capital outlay	-	-	-	38,187
Total Expenditures	-	-	-	802,138
Excess (Deficiency) of Revenues Over (Under) Expenditures	41,872	293,974	302,029	(1,801)
Other Financing Sources (Uses)				
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	41,872	293,974	302,029	(1,801)
Fund Balances Beginning of Year, as Previously Reported	209,606	963,150	426,555	-
Change from major to nonmajor fund	-	-	-	168,401
Fund Balances Beginning, as Adjusted or Restated	209,606	963,150	426,555	168,401
Fund Balances End of Year	\$ 251,478	\$ 1,257,124	\$ 728,584	\$ 166,600

(continued)

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2024

	Housing Fund	Storm Drainage	Durango Renewal Partnership Fund	911 Communications Fund
Revenues				
Property taxes	\$ -	\$ -	\$ 116,990	\$ -
Sales taxes	-	-	-	-
Use taxes	-	-	-	-
Lodgers taxes	-	-	-	-
Intergovernmental	3,068,933	-	-	2,530,477
Licenses and permits	-	-	-	-
Charges for services	-	50	-	-
Investment earnings	203,089	457	20,660	2,137
Miscellaneous	854,286	-	-	300,000
Total Revenues	<u>4,126,308</u>	<u>507</u>	<u>137,650</u>	<u>2,832,614</u>
Expenditures				
Current				
General government	4,140,935	-	97,589	-
Public safety	-	-	-	2,736,297
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community services	-	-	-	-
Economic development	-	-	20,000	-
General capital outlay	-	-	-	-
Total Expenditures	<u>4,140,935</u>	<u>-</u>	<u>117,589</u>	<u>2,736,297</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,627)</u>	<u>507</u>	<u>20,061</u>	<u>96,317</u>
Other Financing Sources (Uses)				
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(14,627)</u>	<u>507</u>	<u>20,061</u>	<u>96,317</u>
Fund Balances Beginning of Year, as Previously Reported	4,799,481	8,882	367,484	-
Change from major to nonmajor fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances Beginning, as Adjusted or Restated	<u>4,799,481</u>	<u>8,882</u>	<u>367,484</u>	<u>-</u>
Fund Balances End of Year	<u>\$ 4,784,854</u>	<u>\$ 9,389</u>	<u>\$ 387,545</u>	<u>\$ 96,317</u>

(continued)

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2024

	Total Nonmajor Special Revenue Funds
Revenues	
Property taxes	\$ 116,990
Sales taxes	10,838,658
Use taxes	635,052
Lodgers taxes	4,005,891
Intergovernmental	7,720,356
Licenses and permits	7,200
Charges for services	50
Investment earnings	823,486
Miscellaneous	1,479,415
Total Revenues	25,627,098
Expenditures	
Current	
General government	7,431,173
Public safety	3,017,200
Public works	5,970,158
Parks and recreation	6,724,713
Community services	16,871
Economic development	20,000
General capital outlay	38,187
Total Expenditures	23,218,302
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,408,796
Other Financing Sources (Uses)	
Transfers out	(2,412,354)
Total Other Financing Sources (Uses)	(2,412,354)
Net Change in Fund Balances	(3,558)
Fund Balances Beginning of Year, as Previously Reported	28,021,283
Change from major to nonmajor fund	168,401
Fund Balances Beginning, as Adjusted or Restated	28,189,684
Fund Balances End of Year	\$ 28,186,126

City of Durango, Colorado
Recreation Complex and Trails Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 8,085,238	\$ 9,844,802
Sales and use taxes receivable	593,509	583,971
Intergovernmental	1,081,709	-
Total Assets	\$ 9,760,456	\$ 10,428,773
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 722,329	\$ 179,782
Accrued expenditures	-	163
Total Liabilities	722,329	179,945
Fund Balances		
Committed	9,038,127	10,248,828
Total Fund Balances	9,038,127	10,248,828
Total Liabilities and Fund Balances	\$ 9,760,456	\$ 10,428,773

City of Durango, Colorado
Recreation Complex and Trails Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Sales taxes	\$ 5,300,763	\$ 5,300,763	\$ 5,419,329	\$ 118,566	\$ 5,279,207
Use taxes	228,312	228,312	317,526	89,214	366,526
Intergovernmental	6,603,521	6,774,561	1,081,709	(5,692,852)	-
Investment earnings	1,000	1,000	-	(1,000)	-
Total Revenues	<u>12,133,596</u>	<u>12,304,636</u>	<u>6,818,564</u>	<u>(5,486,072)</u>	<u>5,645,733</u>
Expenditures					
Parks and recreation	<u>23,864,927</u>	<u>14,770,848</u>	<u>6,712,690</u>	<u>8,058,158</u>	<u>3,169,116</u>
Total Expenditures	<u>23,864,927</u>	<u>14,770,848</u>	<u>6,712,690</u>	<u>8,058,158</u>	<u>3,169,116</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(11,731,331)</u>	<u>(2,466,212)</u>	<u>105,874</u>	<u>2,572,086</u>	<u>2,476,617</u>
Other Financing Sources (Uses)					
Transfers out	<u>(1,000,000)</u>	<u>(1,316,575)</u>	<u>(1,316,575)</u>	<u>-</u>	<u>(479,214)</u>
Net Change in Fund Balances	<u><u>\$ (12,731,331)</u></u>	<u><u>\$ (3,782,787)</u></u>	<u>(1,210,701)</u>	<u><u>\$ 2,572,086</u></u>	<u>1,997,403</u>
Fund Balances Beginning of Year			<u>10,248,828</u>		<u>8,251,425</u>
Fund Balances End of Year			<u><u>\$ 9,038,127</u></u>		<u><u>\$ 10,248,828</u></u>

City of Durango, Colorado
Revolving Loan Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Accounts receivable	\$ 1,085	\$ 3,111
Total Assets	<u>\$ 1,085</u>	<u>\$ 3,111</u>
Liabilities and Fund Balances		
Fund Balances		
Committed	\$ 1,085	\$ 3,111
Total Fund Balances	<u>1,085</u>	<u>3,111</u>
Total Liabilities and Fund Balances	<u>\$ 1,085</u>	<u>\$ 3,111</u>

City of Durango, Colorado
Revolving Loan Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Expenditures					
General government	\$ -	\$ -	\$ 2,026	\$ (2,026)	\$ 1,735
Total Expenditures	<u>-</u>	<u>-</u>	<u>2,026</u>	<u>(2,026)</u>	<u>1,735</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>(2,026)</u>	<u>\$ (2,026)</u>	<u>(1,735)</u>
Fund Balances Beginning of Year			<u>3,111</u>		<u>4,846</u>
Fund Balances End of Year			<u>\$ 1,085</u>		<u>\$ 3,111</u>

City of Durango, Colorado
Streets Improvement Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 9,359,617	\$ 8,816,432
Sales and use taxes receivable	593,509	583,971
Total Assets	\$ 9,953,126	\$ 9,400,403
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 423,566	\$ 381,820
Accrued expenditures	-	57
Total Liabilities	423,566	381,877
Fund Balances		
Committed	9,529,560	9,018,526
Total Fund Balances	9,529,560	9,018,526
Total Liabilities and Fund Balances	\$ 9,953,126	\$ 9,400,403

City of Durango, Colorado
Streets Improvement Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Sales taxes	\$ 5,300,763	\$ 5,300,763	\$ 5,419,329	\$ 118,566	\$ 5,279,207
Use taxes	228,312	228,312	317,526	89,214	366,526
Investment earnings	1,000	1,000	530,497	529,497	381,849
Total Revenues	<u>5,530,075</u>	<u>5,530,075</u>	<u>6,267,352</u>	<u>737,277</u>	<u>6,027,582</u>
Expenditures					
Public works	<u>11,757,200</u>	<u>11,761,389</u>	<u>5,556,318</u>	<u>6,205,071</u>	<u>2,384,877</u>
Total Expenditures	<u>11,757,200</u>	<u>11,761,389</u>	<u>5,556,318</u>	<u>6,205,071</u>	<u>2,384,877</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,227,125)</u>	<u>(6,231,314)</u>	<u>711,034</u>	<u>6,942,348</u>	<u>3,642,705</u>
Other Financing Sources (Uses)					
Transfers out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>	<u>(425,000)</u>
Net Change in Fund Balances	<u>\$ (6,427,125)</u>	<u>\$ (6,431,314)</u>	<u>511,034</u>	<u>\$ 6,942,348</u>	<u>3,217,705</u>
Fund Balances Beginning of Year			<u>9,018,526</u>		<u>5,800,821</u>
Fund Balances End of Year			<u>\$ 9,529,560</u>		<u>\$ 9,018,526</u>

City of Durango, Colorado
Durango Tourism Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Equity in cash and cash equivalents	\$ 2,192,462	\$ 1,868,802
Lodger's taxes receivable	<u>239,682</u>	<u>238,308</u>
Total Assets	<u>\$ 2,432,144</u>	<u>\$ 2,107,110</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 496,681	\$ 131,450
Total Liabilities	<u>496,681</u>	<u>131,450</u>
Fund Balances		
Committed	<u>1,935,463</u>	<u>1,975,660</u>
Total Fund Balances	<u>1,935,463</u>	<u>1,975,660</u>
Total Liabilities and Fund Balances	<u>\$ 2,432,144</u>	<u>\$ 2,107,110</u>

City of Durango, Colorado
Durango Tourism Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Lodgers taxes	\$ 3,989,574	\$ 3,989,574	\$ 4,005,891	\$ 16,317	\$ 3,857,524
Total Revenues	<u>3,989,574</u>	<u>3,989,574</u>	<u>4,005,891</u>	<u>16,317</u>	<u>3,857,524</u>
Expenditures					
General government	3,502,244	3,559,964	3,150,309	409,655	2,647,059
Total Expenditures	<u>3,502,244</u>	<u>3,559,964</u>	<u>3,150,309</u>	<u>409,655</u>	<u>2,647,059</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>487,330</u>	<u>429,610</u>	<u>855,582</u>	<u>425,972</u>	<u>1,210,465</u>
Other Financing Sources (Uses)					
Transfers out	(769,328)	(889,328)	(895,779)	(6,451)	(1,096,575)
Net Change in Fund Balances	<u>\$ (281,998)</u>	<u>\$ (459,718)</u>	<u>(40,197)</u>	<u>\$ 419,521</u>	<u>113,890</u>
Fund Balances Beginning of Year			<u>1,975,660</u>		<u>1,861,770</u>
Fund Balances End of Year			<u>\$ 1,935,463</u>		<u>\$ 1,975,660</u>

City of Durango, Colorado
Parks and Recreation Development Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Equity in cash and cash equivalents	\$ 251,478	\$ 209,606
Total Assets	<u>\$ 251,478</u>	<u>\$ 209,606</u>
Liabilities and Fund Balances		
Fund Balances		
Committed	\$ 251,478	\$ 209,606
Total Fund Balances	<u>251,478</u>	<u>209,606</u>
Total Liabilities and Fund Balances	<u>\$ 251,478</u>	<u>\$ 209,606</u>

City of Durango, Colorado
Parks and Recreation Development Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Licenses and permits	\$ 4,500	\$ 4,500	\$ 7,200	\$ 2,700	\$ 8,200
Investment earnings	1,524	1,524	11,572	10,048	8,295
Miscellaneous	13,500	13,500	23,100	9,600	57,000
Total Revenues	<u>19,524</u>	<u>19,524</u>	<u>41,872</u>	<u>22,348</u>	<u>73,495</u>
Net Change in Fund Balances	<u>\$ 19,524</u>	<u>\$ 19,524</u>	41,872	<u>\$ 22,348</u>	73,495
Fund Balances Beginning of Year			<u>209,606</u>		<u>136,111</u>
Fund Balances End of Year			<u>\$ 251,478</u>		<u>\$ 209,606</u>

City of Durango, Colorado
Conservation Trust Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 1,257,124	\$ 963,150
Total Assets	\$ 1,257,124	\$ 963,150
Liabilities and Fund Balances		
Fund Balances		
Restricted	\$ 1,257,124	\$ 963,150
Total Fund Balances	1,257,124	963,150
Total Liabilities and Fund Balances	\$ 1,257,124	\$ 963,150

City of Durango, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Intergovernmental	\$ 200,000	\$ 200,000	\$ 238,900	\$ 38,900	\$ 270,823
Investment earnings	2,000	2,000	55,074	53,074	39,012
Total Revenues	<u>202,000</u>	<u>202,000</u>	<u>293,974</u>	<u>91,974</u>	<u>309,835</u>
Net Change in Fund Balances	<u>\$ 202,000</u>	<u>\$ 202,000</u>	293,974	<u>\$ 91,974</u>	309,835
Fund Balances Beginning of Year			<u>963,150</u>		<u>653,315</u>
Fund Balances End of Year			<u>\$ 1,257,124</u>		<u>\$ 963,150</u>

City of Durango, Colorado
Road Impact Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 728,584	\$ 426,555
Total Assets	\$ 728,584	\$ 426,555
Liabilities and Fund Balances		
Fund Balances		
Committed	\$ 728,584	\$ 426,555
Total Fund Balances	728,584	426,555
Total Liabilities and Fund Balances	\$ 728,584	\$ 426,555

City of Durango, Colorado
Road Impact Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Miscellaneous	\$ 207,353	\$ 207,353	\$ 302,029	\$ 94,676	\$ 533,676
Total Revenues	<u>207,353</u>	<u>207,353</u>	<u>302,029</u>	<u>94,676</u>	<u>533,676</u>
Other Financing Sources (Uses)					
Transfers out	-	-	-	-	(696,623)
Net Change in Fund Balances	<u>\$ 207,353</u>	<u>\$ 207,353</u>	<u>302,029</u>	<u>\$ 94,676</u>	<u>(162,947)</u>
Fund Balances Beginning of Year			<u>426,555</u>		<u>589,502</u>
Fund Balances End of Year			<u>\$ 728,584</u>		<u>\$ 426,555</u>

City of Durango, Colorado
Grants Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 651	\$ 2,557,506
Intergovernmental	256,634	416,072
Total Assets	\$ 257,285	\$ 2,973,578
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 38,685	\$ 16,416
Interfund payable	52,000	-
Unearned revenue	-	2,788,761
Total Liabilities	90,685	2,805,177
Fund Balances		
Restricted	166,600	168,401
Total Fund Balances	166,600	168,401
Total Liabilities and Fund Balances	\$ 257,285	\$ 2,973,578

City of Durango, Colorado
Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Intergovernmental	\$ 976,520	\$ 1,620,337	\$ 800,337	\$ (820,000)	\$ 986,330
Miscellaneous	17,013	17,013	-	(17,013)	-
Total Revenues	<u>993,533</u>	<u>1,637,350</u>	<u>800,337</u>	<u>(837,013)</u>	<u>986,330</u>
Expenditures					
General government	-	502,791	40,314	462,477	182,958
Public safety	-	247,771	280,903	(33,132)	242,121
Public works	417,500	501,003	413,840	87,163	152,467
Parks and recreation	-	12,023	12,023	-	95,607
Community services	-	16,871	16,871	-	263,218
Capital outlay	-	-	-	-	43,737
General capital outlay	559,020	601,809	38,187	563,622	-
Total Expenditures	<u>976,520</u>	<u>1,882,268</u>	<u>802,138</u>	<u>1,080,130</u>	<u>980,108</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>17,013</u>	<u>(244,918)</u>	<u>(1,801)</u>	<u>243,117</u>	<u>6,222</u>
Other Financing Sources (Uses)					
Transfers out	-	(534,005)	-	534,005	(6,222)
Net Change in Fund Balances	<u>\$ 17,013</u>	<u>\$ (778,923)</u>	<u>(1,801)</u>	<u>\$ 777,122</u>	<u>-</u>
Fund Balances Beginning of Year			<u>168,401</u>		<u>168,401</u>
Fund Balances End of Year			<u>\$ 166,600</u>		<u>\$ 168,401</u>

City of Durango, Colorado
Housing Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 5,089,430	\$ 1,381,926
Accounts receivable	-	2,250
Intergovernmental	68,005	4,014,899
Total Assets	\$ 5,157,435	\$ 5,399,075
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 368,623	\$ 149,658
Accrued expenditures	3,958	4,716
Unearned revenue	-	445,220
Total Liabilities	372,581	599,594
Fund Balances		
Committed	4,784,854	4,799,481
Total Fund Balances	4,784,854	4,799,481
Total Liabilities and Fund Balances	\$ 5,157,435	\$ 5,399,075

City of Durango, Colorado
Housing Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Intergovernmental	\$ -	\$ 3,894,592	\$ 3,068,933	\$ (825,659)	\$ 4,839,803
Investment earnings	66,000	66,000	203,089	137,089	63,777
Miscellaneous	385,000	385,000	854,286	469,286	532,233
Total Revenues	<u>451,000</u>	<u>4,345,592</u>	<u>4,126,308</u>	<u>(219,284)</u>	<u>5,435,813</u>
Expenditures					
General government	9,472,595	7,476,950	4,140,935	3,336,015	5,309,098
Economic development	-	-	-	-	24,000
Total Expenditures	<u>9,472,595</u>	<u>7,476,950</u>	<u>4,140,935</u>	<u>3,336,015</u>	<u>5,333,098</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,021,595)</u>	<u>(3,131,358)</u>	<u>(14,627)</u>	<u>3,116,731</u>	<u>102,715</u>
Other Financing Sources (Uses)					
Transfers in	359,070	359,070	-	(359,070)	3,200,000
Net Change in Fund Balances	<u>\$ (8,662,525)</u>	<u>\$ (2,772,288)</u>	<u>(14,627)</u>	<u>\$ 2,757,661</u>	<u>3,302,715</u>
Fund Balances Beginning of Year			<u>4,799,481</u>		<u>1,496,766</u>
Fund Balances End of Year			<u>\$ 4,784,854</u>		<u>\$ 4,799,481</u>

City of Durango, Colorado
Storm Drainage Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 9,389	\$ 8,882
Total Assets	\$ 9,389	\$ 8,882
Liabilities and Fund Balances		
Fund Balances		
Committed	\$ 9,389	\$ 8,882
Total Fund Balances	9,389	8,882
Total Liabilities and Fund Balances	\$ 9,389	\$ 8,882

City of Durango, Colorado
Storm Drainage Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Charges for services	\$ 200	\$ 200	\$ 50	\$ (150)	\$ 165
Investment earnings	-	-	457	457	419
Total Revenues	<u>200</u>	<u>200</u>	<u>507</u>	<u>307</u>	<u>584</u>
Net Change in Fund Balances	<u>\$ 200</u>	<u>\$ 200</u>	<u>507</u>	<u>\$ 307</u>	<u>584</u>
Fund Balances Beginning of Year			<u>8,882</u>		<u>8,298</u>
Fund Balances End of Year			<u>\$ 9,389</u>		<u>\$ 8,882</u>

City of Durango, Colorado
Durango Renewal Partnership Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 393,944	\$ 543,335
Property taxes	125,593	-
Total Assets	\$ 519,537	\$ 543,335
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 6,399	\$ 175,851
Deferred inflows resources - property taxes	125,593	-
Total Liabilities	131,992	175,851
Fund Balances		
Committed	387,545	367,484
Total Fund Balances	387,545	367,484
Total Liabilities and Fund Balances	\$ 519,537	\$ 543,335

City of Durango, Colorado
Durango Renewal Partnership Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Property taxes	\$ 112,100	\$ 112,100	\$ 116,990	\$ 4,890	\$ 108,254
Sales taxes	220,000	220,000	-	(220,000)	-
Investment earnings	12,205	12,205	20,660	8,455	33,132
Total Revenues	<u>344,305</u>	<u>344,305</u>	<u>137,650</u>	<u>(206,655)</u>	<u>141,386</u>
Expenditures					
General government	553,490	553,490	97,589	455,901	-
Economic development	-	-	20,000	(20,000)	744,291
Total Expenditures	<u>553,490</u>	<u>553,490</u>	<u>117,589</u>	<u>435,901</u>	<u>744,291</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(209,185)</u>	<u>(209,185)</u>	<u>20,061</u>	<u>229,246</u>	<u>(602,905)</u>
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	163,966
Net Change in Fund Balances	<u>\$ (209,185)</u>	<u>\$ (209,185)</u>	<u>20,061</u>	<u>\$ 229,246</u>	<u>(438,939)</u>
Fund Balances Beginning of Year			<u>367,484</u>		<u>806,423</u>
Fund Balances End of Year			<u>\$ 387,545</u>		<u>\$ 367,484</u>

City of Durango, Colorado
911 Communications Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 67,403	\$ -
Accounts receivable	625,000	-
Total Assets	\$ 692,403	\$ -
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 443,688	\$ -
Accrued expenditures	44,398	-
Interfund payable	108,000	-
Total Liabilities	596,086	-
Fund Balances		
Committed	96,317	-
Total Fund Balances	96,317	-
Total Liabilities and Fund Balances	\$ 692,403	\$ -

City of Durango, Colorado
911 Communications Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			Variance with Final Budget - Positive (Negative)	2023
	Original Budget	Final Budget	Actual		Actual
Revenues					
Intergovernmental	\$ 2,517,777	\$ 2,517,777	\$ 2,530,477	\$ 12,700	\$ -
Charges for services	21,000	21,000	-	(21,000)	-
Investment earnings	-	-	2,137	2,137	-
Miscellaneous	300,000	690,000	300,000	(390,000)	-
Total Revenues	<u>2,838,777</u>	<u>3,228,777</u>	<u>2,832,614</u>	<u>(396,163)</u>	<u>-</u>
Expenditures					
Public safety	2,845,146	3,235,146	2,736,297	498,849	-
Total Expenditures	<u>2,845,146</u>	<u>3,235,146</u>	<u>2,736,297</u>	<u>498,849</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,369)</u>	<u>(6,369)</u>	<u>96,317</u>	<u>102,686</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfers in	6,370	6,370	-	(6,370)	-
Net Change in Fund Balances	<u>\$ 1</u>	<u>\$ 1</u>	<u>96,317</u>	<u>\$ 96,316</u>	<u>-</u>
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			<u>\$ 96,317</u>		<u>\$ -</u>

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2024

	<u>2007 Sales Tax Bonds Debt Service Fund</u>
Assets	
Equity in cash and cash equivalents	\$ <u>182,914</u>
Fund balances	
Restricted	<u>182,914</u>
Total Liabilities and Fund Balance	<u>\$ 182,914</u>

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2024

	<u>2007 Sales Tax Bonds Debt Service Fund</u>
Expenditures	
Debt Service	
Principal retirement	\$ 2,250,000
Interest and fiscal charges	<u>185,718</u>
Total Expenditures	<u>2,435,718</u>
Excess (deficiency) of revenues over expenditures	<u>(2,435,718)</u>
Other financing sources (uses)	
Transfers in	<u>2,435,718</u>
Total Other Financing Sources (Uses)	<u>2,435,718</u>
Net Change in Fund Balances	-
Fund Balances Beginning of Year	<u>182,914</u>
Fund Balances End of Year	<u><u>\$ 182,914</u></u>

City of Durango, Colorado
2007 Sales Tax Bonds Debt Service Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 182,914	\$ 182,914
	182,914	182,914
Fund balances		
Restricted	182,914	182,914
	182,914	182,914
Total Liabilities and Fund Balances	\$ 182,914	\$ 182,914

City of Durango, Colorado
2007 Sales Tax Bonds Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
Expenditures					
Principal retirement	\$ 2,250,000	\$ 2,250,000	\$ 2,250,000	\$ -	\$ 2,205,000
Interest and fiscal charges	183,768	183,768	185,718	(1,950)	234,312
Total Expenditures	<u>2,433,768</u>	<u>2,433,768</u>	<u>2,435,718</u>	<u>(1,950)</u>	<u>2,439,312</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,433,768)</u>	<u>(2,433,768)</u>	<u>(2,435,718)</u>	<u>(1,950)</u>	<u>(2,439,312)</u>
Other Financing Sources (Uses)					
Transfers in	2,435,718	2,435,718	2,435,718	-	2,439,013
Total Other Financing Sources (Uses)	<u>2,435,718</u>	<u>2,435,718</u>	<u>2,435,718</u>	<u>-</u>	<u>2,439,013</u>
Net Change in Fund Balances	<u>\$ 1,950</u>	<u>\$ 1,950</u>	-	<u>\$ (1,950)</u>	(299)
Fund Balances Beginning of Year			182,914		183,213
Fund Balances End of Year			<u>\$ 182,914</u>		<u>\$ 182,914</u>

City of Durango, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
Capital Projects Funds
December 31, 2024

	<u>Capital Improvements Fund</u>	<u>Parks, Open Space and Trails Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets				
Equity in cash and cash equivalents	\$ 785,591	\$ 4,427,562	\$ 1,962,069	\$ 7,175,222
Accounts receivable	-	-	510,000	510,000
Sales and use tax receivable	296,547	296,547	-	593,094
Interest	-	-	329,633	329,633
Total Assets	<u>\$ 1,082,138</u>	<u>\$ 4,724,109</u>	<u>\$ 2,801,702</u>	<u>\$ 8,607,949</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities				
Accounts payable	\$ 8,322	\$ 108,445	\$ 174,236	\$ 291,003
Interfund payable	-	-	1,742,000	1,742,000
Unearned revenue	-	2,500	-	2,500
Total Liabilities	<u>8,322</u>	<u>110,945</u>	<u>1,916,236</u>	<u>2,035,503</u>
Deferred Inflows of Resources				
Deferred inflows - unearned revenue	-	-	839,633	839,633
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>839,633</u>	<u>839,633</u>
Fund balances				
Committed	<u>1,073,816</u>	<u>4,613,164</u>	<u>45,833</u>	<u>5,732,813</u>
Total Fund Balances	<u>1,073,816</u>	<u>4,613,164</u>	<u>45,833</u>	<u>5,732,813</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,082,138</u>	<u>\$ 4,724,109</u>	<u>\$ 2,801,702</u>	<u>\$ 8,607,949</u>

City of Durango, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Capital Projects Funds
For the Year Ended December 31, 2024

	Capital Improvements Fund	Parks, Open Space and Trails Fund	Capital Projects Fund	Total Nonmajor Capital Projects Funds
Revenues				
Sales taxes	\$ 2,707,769	\$ 2,707,769	\$ -	\$ 5,415,538
Use taxes	158,653	158,653	-	317,306
Investment earnings	79,566	245,469	581,822	906,857
Miscellaneous	-	-	19	19
Total Revenues	<u>2,945,988</u>	<u>3,111,891</u>	<u>581,841</u>	<u>6,639,720</u>
Expenditures				
General government	-	-	592,677	592,677
Public works	-	-	733,395	733,395
General capital outlay	370,987	4,253,420	-	4,624,407
Total Expenditures	<u>370,987</u>	<u>4,253,420</u>	<u>1,326,072</u>	<u>5,950,479</u>
Excess (deficiency) of revenues over expenditures	<u>2,575,001</u>	<u>(1,141,529)</u>	<u>(744,231)</u>	<u>689,241</u>
Other Financing Sources (Uses)				
Transfers in	-	-	62,000	62,000
Transfers out	(2,435,718)	(453,557)	(1,315,000)	(4,204,275)
Total Other Financing Sources (Uses)	<u>(2,435,718)</u>	<u>(453,557)</u>	<u>(1,253,000)</u>	<u>(4,142,275)</u>
Net Changes in Fund Balance	139,283	(1,595,086)	(1,997,231)	(3,453,034)
Fund Balances - Beginning of Year	934,533	6,208,250	2,043,064	9,185,847
Fund Balances - End of Year	<u>\$ 1,073,816</u>	<u>\$ 4,613,164</u>	<u>\$ 45,833</u>	<u>\$ 5,732,813</u>

City of Durango, Colorado
Capital Improvements Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 785,591	\$ 692,489
Sales and use tax receivable	296,547	291,781
Total Assets	\$ 1,082,138	\$ 984,270
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 8,322	\$ 49,455
Accrued expenditures	-	282
Total Liabilities	8,322	49,737
Fund Balance		
Committed	1,073,816	934,533
Total Fund Balance	1,073,816	934,533
Total Liabilities and Fund Balances	\$ 1,082,138	\$ 984,270

City of Durango, Colorado
Capital Improvements Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
Revenues					
Sales taxes	\$ 2,651,901	\$ 2,651,901	\$ 2,707,769	\$ 55,868	\$ 2,637,757
Use taxes	121,713	121,713	158,653	36,940	183,134
Investment earnings	13,119	13,119	79,566	66,447	95,596
Total Revenues	<u>2,786,733</u>	<u>2,786,733</u>	<u>2,945,988</u>	<u>159,255</u>	<u>2,916,487</u>
Expenditures					
Capital outlay	-	-	-	-	4,586,332
General capital outlay	-	-	370,987	(370,987)	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>370,987</u>	<u>(370,987)</u>	<u>4,586,332</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,786,733</u>	<u>2,786,733</u>	<u>2,575,001</u>	<u>(211,732)</u>	<u>(1,669,845)</u>
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	4,282,898
Transfers out	(2,439,312)	(2,439,312)	(2,435,718)	3,594	(2,439,013)
Total Other Financing Sources (Uses)	<u>(2,439,312)</u>	<u>(2,439,312)</u>	<u>(2,435,718)</u>	<u>3,594</u>	<u>1,843,885</u>
Net Change in Fund Balances	<u>\$ 347,421</u>	<u>\$ 347,421</u>	<u>139,283</u>	<u>\$ (208,138)</u>	<u>174,040</u>
Fund Balances Beginning of Year			<u>934,533</u>		<u>760,493</u>
Fund Balances End of Year			<u>\$ 1,073,816</u>		<u>\$ 934,533</u>

City of Durango, Colorado
Parks, Open Space and Trails Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 4,427,562	\$ 5,967,468
Sales and use tax receivable	296,547	291,781
Total Assets	\$ 4,724,109	\$ 6,259,249
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 108,445	\$ 47,971
Accrued expenditures	-	528
Unearned revenue	2,500	2,500
Total Liabilities	110,945	50,999
Fund Balance		
Committed	4,613,164	6,208,250
Total Fund Balance	4,613,164	6,208,250
Total Liabilities and Fund Balances	\$ 4,724,109	\$ 6,259,249

City of Durango, Colorado
Parks, Open Space and Trails Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
Revenues					
Sales taxes	\$ 2,648,471	\$ 2,648,471	\$ 2,707,769	\$ 59,298	\$ 2,637,757
Use taxes	121,713	121,713	158,653	36,940	183,134
Investment earnings	35,720	35,720	245,469	209,749	283,845
Total Revenues	<u>2,805,904</u>	<u>2,805,904</u>	<u>3,111,891</u>	<u>305,987</u>	<u>3,104,736</u>
Expenditures					
Capital outlay	-	-	-	-	1,602,777
General capital outlay	7,806,703	8,815,830	4,253,420	4,562,410	-
Total Expenditures	<u>7,806,703</u>	<u>8,815,830</u>	<u>4,253,420</u>	<u>4,562,410</u>	<u>1,602,777</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,000,799)</u>	<u>(6,009,926)</u>	<u>(1,141,529)</u>	<u>4,868,397</u>	<u>1,501,959</u>
Other Financing Sources (Uses)					
Transfers out	(453,557)	(453,557)	(453,557)	-	(370,102)
Total Other Financing Sources (Uses)	<u>(453,557)</u>	<u>(453,557)</u>	<u>(453,557)</u>	<u>-</u>	<u>(370,102)</u>
Net Change in Fund Balances	<u>\$ (5,454,356)</u>	<u>\$ (6,463,483)</u>	<u>(1,595,086)</u>	<u>\$ 4,868,397</u>	<u>1,131,857</u>
Fund Balances Beginning of Year			<u>6,208,250</u>		<u>5,076,393</u>
Fund Balances End of Year			<u>\$ 4,613,164</u>		<u>\$ 6,208,250</u>

City of Durango, Colorado
Capital Projects Fund
Comparative Balance Sheet
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 1,962,069	\$ 2,258,848
Accounts receivable	510,000	510,000
Interest	329,633	314,333
Total Assets	\$ 2,801,702	\$ 3,083,181
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 174,236	\$ 17,499
Accrued expenditures	-	585
Interfund payable	1,742,000	-
Unearned revenue	-	197,700
Deferred inflows-Unearned revenues	-	824,333
Deferred inflows - unearned revenue	839,633	-
Total Liabilities	2,755,869	1,040,117
Fund Balance		
Committed	45,833	2,043,064
Total Fund Balance	45,833	2,043,064
Total Liabilities and Fund Balances	\$ 2,801,702	\$ 3,083,181

City of Durango, Colorado
Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Year Ended December 31, 2023)

	2024			2023	
	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)	Actual
Revenues					
Intergovernmental	\$ 405,000	\$ 405,000	\$ -	\$ (405,000)	\$ -
Investment earnings	-	-	581,822	581,822	497,922
Miscellaneous	4,400,000	4,400,000	19	(4,399,981)	-
Total Revenues	<u>4,805,000</u>	<u>4,805,000</u>	<u>581,841</u>	<u>(4,223,159)</u>	<u>497,922</u>
Expenditures					
General government	309,522	309,522	592,677	(283,155)	226,400
Public works	5,116,000	5,141,000	733,395	4,407,605	532,369
Total Expenditures	<u>5,425,522</u>	<u>5,450,522</u>	<u>1,326,072</u>	<u>4,124,450</u>	<u>758,769</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(620,522)</u>	<u>(645,522)</u>	<u>(744,231)</u>	<u>(98,709)</u>	<u>(260,847)</u>
Other Financing Sources (Uses)					
Transfers in	62,000	62,000	62,000	-	1,924,675
Transfers out	-	-	(1,315,000)	(1,315,000)	-
Total Other Financing Sources (Uses)	<u>62,000</u>	<u>62,000</u>	<u>(1,253,000)</u>	<u>(1,315,000)</u>	<u>1,924,675</u>
Net Change in Fund Balances	<u>\$ (558,522)</u>	<u>\$ (583,522)</u>	<u>(1,997,231)</u>	<u>\$ (1,413,709)</u>	<u>1,663,828</u>
Fund Balances Beginning of Year			<u>2,043,064</u>		<u>379,236</u>
Fund Balances End of Year			<u>\$ 45,833</u>		<u>\$ 2,043,064</u>



MAJOR ENTERPRISE FUNDS

Water Utility Fund - to account for revenues and expenses associated with providing water services to the City of Durango residents and some county residents.

Sewer Utility Fund - to account for revenues and expenses associated with providing waste water treatment services to residents of the City of Durango and some county residents.

Transportation Services Fund - to account for revenues and expenses associated with the operations of the City's parking programs, including enforcement and facilities maintenance and to account for revenues and expenses associated with providing mass transportation within the City.

City of Durango, Colorado
Water Utility Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets		
Equity in cash and cash equivalents	\$ 15,018,812	\$ 16,620,788
Receivables		
Accounts	634,628	646,393
Inventory	143,726	163,558
Total Current Assets	<u>15,797,166</u>	<u>17,430,739</u>
Noncurrent Assets		
Note receivable	54,583	65,918
Capital Assets		
Land, easements and water rights	7,048,853	7,048,853
Construction in progress	2,413,673	1,265,366
Depreciable capital assets, net	44,137,992	43,758,060
Total Noncurrent Assets	<u>53,655,101</u>	<u>52,138,197</u>
Total Assets	<u>69,452,267</u>	<u>69,568,936</u>
Liabilities		
Current Liabilities		
Accounts payable	717,705	361,451
Accrued wages	37,240	24,320
Compensated Absences - due in one year	78,843	45,457
Loan payable	209,836	205,804
Total Current Liabilities	<u>1,043,624</u>	<u>637,032</u>
Long Term Liabilities		
Loan payable net of current portion	1,710,547	1,920,383
Compensated absences net of current portion	78,842	45,456
Total Long Term Liabilities	<u>1,789,389</u>	<u>1,965,839</u>
Total Liabilities	<u>2,833,013</u>	<u>2,602,871</u>
Net Position		
Net investment in capital assets	51,584,756	49,940,392
Unrestricted	15,034,498	17,025,673
Total Net Position	<u>\$ 66,619,254</u>	<u>\$ 66,966,065</u>

City of Durango, Colorado
Water Utility Fund
Comparative Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 5,629,485	\$ 5,686,502
Miscellaneous	7,225	21,178
Total Operating Revenues	<u>5,636,710</u>	<u>5,707,680</u>
Operating Expenses		
Administration	446,680	525,122
Source of supply	131,417	5,321
Pumping	76,490	93,861
Transmission and distribution	1,962,392	1,582,513
Treatment	1,708,645	1,241,208
Meter reading and repairs	384,278	218,832
Building maintenance	67,770	60,476
Non-departmental	497,157	796,910
Payment for services	419,364	644,629
Depreciation	2,054,092	1,854,671
Total Operating Expenses	<u>7,748,285</u>	<u>7,023,543</u>
Operating Income	<u>(2,111,575)</u>	<u>(1,315,863)</u>
Non-Operating Revenues (Expenses)		
Gain (loss) on the sale of capital assets	(7,716)	-
Intergovernmental grants	196,917	-
Investment earnings	760,350	818,862
Interest expense	(40,462)	(44,417)
Total Non-Operating Revenues (Expenses)	<u>909,089</u>	<u>774,445</u>
Income Before Capital Contributions and Transfers	<u>(1,202,486)</u>	<u>(541,418)</u>
Capital contributions	855,675	1,361,294
Change in Net Position	<u>(346,811)</u>	<u>819,876</u>
Net Position Beginning of Year	<u>66,966,065</u>	<u>66,146,189</u>
Net Position End of Year	<u>\$ 66,619,254</u>	<u>\$ 66,966,065</u>

City of Durango, Colorado
Water Utility Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 5,743,000	\$ 5,743,000	\$ 5,629,485	\$ (113,515)
Miscellaneous	17,000	17,000	7,225	(9,775)
Gain (loss) on the sale of capital assets	-	-	(7,716)	(7,716)
Intergovernmental grants	-	-	196,917	196,917
Investment earnings	193,000	193,000	760,350	567,350
Interest expense	(48,000)	(48,000)	(40,462)	7,538
Capital contributions	684,000	684,000	855,675	171,675
Transfers in	6,700,000	6,700,000	-	(6,700,000)
Total Revenues	13,289,000	13,289,000	7,401,474	(5,887,526)
Expenditures				
Administration	660,846	660,846	446,680	214,166
Source of supply	263,000	263,000	131,417	131,583
Pumping	133,000	133,000	76,490	56,510
Transmission and distribution	1,597,560	1,882,940	1,962,392	(79,452)
Treatment	1,468,966	1,468,966	1,708,645	(239,679)
Meter reading and repairs	436,657	915,035	384,278	530,757
Building maintenance	118,000	118,000	67,770	50,230
Non-departmental	12,077,641	13,639,258	3,821,572	9,817,686
Payment for services	884,592	884,592	419,364	465,228
Total Expenditures	17,640,262	19,965,637	9,018,608	10,947,029
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,351,262)	(6,676,637)	(1,617,134)	5,059,503
Transfers out	(6,700,000)	(6,700,000)	-	6,700,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (11,051,262)	\$ (13,376,637)	(1,617,134)	\$ 11,759,503
Reconciliation to GAAP Net Income:				
Remove Capital Outlay			3,118,612	
Remove Principal Payments			205,803	
Add Depreciation			(2,054,092)	
Net Income (Loss)			\$ (346,811)	

City of Durango, Colorado
Sewer Utility Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets		
Equity in cash and cash equivalents	\$ 2,913,207	\$ 1,847,020
Cash held with fiscal agent	-	29,586
Receivables		
Accounts	1,174,429	1,144,109
Inventory	37,440	27,072
Total Current Assets	<u>4,125,076</u>	<u>3,047,787</u>
Noncurrent Assets		
Note receivable	10,183	13,259
Capital Assets		
Land, easements and water rights	321,309	321,309
Construction in progress	255,738	257,812
Depreciable capital assets, net	75,074,169	76,628,431
Total Noncurrent Assets	<u>75,661,399</u>	<u>77,220,811</u>
Total Assets	<u>79,786,475</u>	<u>80,268,598</u>
Liabilities		
Current Liabilities		
Accounts payable	274,947	221,691
Accrued wages	41,178	25,552
Compensated Absences - due in one year	29,786	30,043
Interest Payable	294,641	310,891
Loan payable	2,624,422	2,526,093
Total Current Liabilities	<u>3,264,974</u>	<u>3,114,270</u>
Long Term Liabilities		
Loan payable net of current portion	37,623,443	40,306,739
Compensated absences net of current portion	29,786	30,043
Total Long Term Liabilities	<u>37,653,229</u>	<u>40,336,782</u>
Total Liabilities	<u>40,918,203</u>	<u>43,451,052</u>
Net Position		
Net investment in capital assets	35,397,555	35,316,710
Restricted for program purposes	-	29,586
Unrestricted	3,470,717	1,471,250
Total Net Position	<u>\$ 38,868,272</u>	<u>\$ 36,817,546</u>

City of Durango, Colorado
Sewer Utility Fund
Comparative Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 8,237,357	\$ 8,210,899
Miscellaneous	70,663	62,838
Total Operating Revenues	<u>8,308,020</u>	<u>8,273,737</u>
Operating Expenses		
Administration	424,166	357,117
Treatment	2,153,667	2,146,649
Collections	1,230,335	1,222,186
Building maintenance	6,373	4,878
Non-departmental	185,640	574,786
Payment for services	462,858	629,742
Depreciation	2,682,264	2,688,518
Total Operating Expenses	<u>7,145,303</u>	<u>7,623,876</u>
Operating Income	<u>1,162,717</u>	<u>649,861</u>
Non-Operating Revenues (Expenses)		
Investment earnings	77,552	131,320
Interest expense	(729,888)	(713,698)
Total Non-Operating Revenues (Expenses)	<u>(652,336)</u>	<u>(582,378)</u>
Income Before Capital Contributions and Transfers	510,381	67,483
Capital contributions	225,345	403,555
Transfers in	1,315,000	6,937,391
Transfers out	-	(8,252,391)
Change in Net Position	2,050,726	(843,962)
Net Position Beginning of Year	<u>36,817,546</u>	<u>37,661,508</u>
Net Position End of Year	<u>\$ 38,868,272</u>	<u>\$ 36,817,546</u>

City of Durango, Colorado
Sewer Utility Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 8,297,000	\$ 8,297,000	\$ 8,237,357	\$ (59,643)
Miscellaneous	11,000	11,000	70,663	59,663
Investment earnings	63,000	63,000	77,552	14,552
Interest expense	(548,000)	(548,000)	(729,888)	(181,888)
Capital contributions	171,000	171,000	225,345	54,345
Transfers in	1,440,830	1,440,830	1,315,000	(125,830)
Total Revenues	9,434,830	9,434,830	9,196,029	(238,801)
Expenditures				
Administration	536,860	583,860	424,166	159,694
Treatment	2,024,319	2,162,319	2,153,667	8,652
Collections	1,606,942	1,606,942	1,230,335	376,607
Building maintenance	6,000	6,000	6,373	(373)
Non-departmental	4,456,805	4,597,805	3,698,285	899,520
Payment for services	462,858	462,858	462,858	-
Total Expenditures	9,093,784	9,419,784	7,975,684	1,444,100
Excess (Deficiency) of Revenues Over (Under) Expenditures	341,046	15,046	1,220,345	1,205,299
Transfers out	(1,457,867)	(1,457,867)	-	1,457,867
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (1,116,821)	\$ (1,442,821)	1,220,345	\$ 2,663,166
Reconciliation to GAAP Net Income:				
Remove Capital Outlay			986,552	
Remove Principal Payments			2,526,093	
Add Depreciation			(2,682,264)	
Net Income (Loss)			\$ 2,050,726	

City of Durango, Colorado
Transportation Services Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets		
Equity in cash and cash equivalents	\$ 2,052,913	\$ 2,504,226
Receivables		
Accounts	31,577	122,126
Intergovernmental	332,471	133,799
Total Current Assets	<u>2,416,961</u>	<u>2,760,151</u>
Noncurrent Assets		
Capital Assets		
Land, easements and water rights	3,886,835	3,886,835
Depreciable capital assets, net	5,453,224	5,296,069
Total Noncurrent Assets	<u>9,340,059</u>	<u>9,182,904</u>
Total Assets	<u>11,757,020</u>	<u>11,943,055</u>
Liabilities		
Current Liabilities		
Accounts payable	198,732	21,458
Accrued wages	61,004	42,070
Compensated Absences - due in one year	86,788	73,696
Total Current Liabilities	<u>346,524</u>	<u>137,224</u>
Long Term Liabilities		
Compensated absences net of current portion	86,789	73,697
Total Liabilities	<u>433,313</u>	<u>210,921</u>
Net Position		
Net investment in capital assets	9,340,059	9,182,904
Unrestricted	1,983,648	2,549,230
Total Net Position	<u>\$ 11,323,707</u>	<u>\$ 11,732,134</u>

City of Durango, Colorado
Transportation Services Fund
Comparative Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 2,138,310	\$ 2,178,463
Miscellaneous	110,973	147,304
Total Operating Revenues	<u>2,249,283</u>	<u>2,325,767</u>
Operating Expenses		
Administration	400,122	357,294
Parking operations	886,117	838,736
Loop system	3,378,727	3,176,549
Multi-modal	201,178	206,896
Non-departmental	253,742	(180,767)
Payment for services	268,062	265,223
Depreciation	464,370	392,871
Total Operating Expenses	<u>5,852,318</u>	<u>5,056,802</u>
Operating Income	<u>(3,603,035)</u>	<u>(2,731,035)</u>
Non-Operating Revenues (Expenses)		
Gain (loss) on the sale of capital assets	8,700	(5,928)
Intergovernmental grants	2,175,851	943,907
Investment earnings	107,778	146,669
Total Non-Operating Revenues (Expenses)	<u>2,292,329</u>	<u>1,084,648</u>
Income Before Capital Contributions and Transfers	<u>(1,310,706)</u>	<u>(1,646,387)</u>
Capital contributions	-	101,372
Transfers in	902,279	756,075
Change in Net Position	<u>(408,427)</u>	<u>(788,940)</u>
Net Position Beginning of Year	<u>11,732,134</u>	<u>12,521,074</u>
Net Position End of Year	<u>\$ 11,323,707</u>	<u>\$ 11,732,134</u>

City of Durango, Colorado
Transportation Services Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 2,087,283	\$ 2,087,283	\$ 2,138,310	\$ 51,027
Services provided	844,974	-	-	-
Miscellaneous	103,000	103,000	110,973	7,973
Gain (loss) on the sale of capital assets	-	-	8,700	8,700
Intergovernmental grants	2,718,944	2,718,944	2,175,851	(543,093)
Investment earnings	80,000	80,000	107,778	27,778
Transfers in	-	961,474	902,279	(59,195)
Total Revenues	5,834,201	5,950,701	5,443,891	(506,810)
Expenditures				
Administration	472,756	472,756	400,122	72,634
Parking operations	1,099,816	1,099,816	886,117	213,699
Loop system	2,759,242	3,889,006	3,378,727	510,279
Multi-modal	270,062	577,862	201,178	376,684
Equipment maintenance	-	-	621,524	(621,524)
Non-departmental	243,527	243,527	253,742	(10,215)
Payment for services	376,062	268,062	268,062	-
Total Expenditures	5,221,465	6,551,029	6,009,472	541,557
Excess (Deficiency) of Revenues Over (Under) Expenditures	612,736	(600,328)	(565,581)	34,747
Reconciliation to GAAP Net Income:				
Remove Capital Outlay			621,524	
Add Depreciation			(464,370)	
Net Income (Loss)			\$ (408,427)	

City of Durango, Colorado
Nonmajor Fund Trash and Recycling Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Equity in cash and cash equivalents	\$ 2,897,714	\$ 2,850,572
Accounts	454,299	488,262
Intergovernmental	26,181	38,400
Land, easements and water rights	89,622	89,622
Construction in progress	129,282	73,346
Depreciable capital assets, net	<u>1,678,672</u>	<u>1,718,311</u>
Total Assets	<u>5,275,770</u>	<u>5,258,513</u>
Liabilities		
Accounts payable	150,161	69,385
Accrued wages	25,835	17,292
Compensated Absences - due in one year	42,584	32,245
Unearned revenue	-	4,000
Compensated absences net of current portion	<u>42,583</u>	<u>32,245</u>
Total Liabilities	<u>261,163</u>	<u>155,167</u>
Net Position		
Net investment in capital assets	1,897,575	1,881,278
Restricted for program purposes	66,660	-
Unrestricted	<u>3,050,372</u>	<u>3,222,068</u>
Total Net Position	<u>\$ 5,014,607</u>	<u>\$ 5,103,346</u>

City of Durango, Colorado
Nonmajor Fund Trash and Recycling Fund
Comparative Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 3,540,505	\$ 3,408,423
Miscellaneous	67,062	94,123
Total Operating Revenues	<u>3,607,567</u>	<u>3,502,546</u>
Operating Expenses		
Administration	12,503	5,201
Collections	1,335,953	1,486,842
Recycling	1,037,211	931,271
Recycling center	626,244	511,182
Sustainability	401,688	249,167
Non-departmental	184,611	123,295
Payment for services	210,670	195,195
Depreciation	155,233	137,773
Total Operating Expenses	<u>3,964,113</u>	<u>3,639,926</u>
Operating Income	<u>(356,546)</u>	<u>(137,380)</u>
Non-Operating Revenues (Expenses)		
Intergovernmental grants	117,999	84,479
Investment earnings	156,308	134,070
Total Non-Operating Revenues (Expenses)	<u>274,307</u>	<u>218,549</u>
Income Before Capital Contributions and Transfers	(82,239)	81,169
Capital contributions	-	165,212
Transfers in	-	140,500
Transfers out	(6,500)	-
Change in Net Position	(88,739)	386,881
Net Position Beginning of Year	<u>5,103,346</u>	<u>4,716,465</u>
Net Position End of Year	<u><u>\$ 5,014,607</u></u>	<u><u>\$ 5,103,346</u></u>

City of Durango, Colorado
Nonmajor Fund Trash and Recycling Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 3,338,262	\$ 3,338,262	\$ 3,540,505	\$ 202,243
Services provided	(12,356)	-	-	-
Miscellaneous	93,000	93,000	67,062	(25,938)
Intergovernmental grants	-	153,000	117,999	(35,001)
Investment earnings	-	-	156,308	156,308
Transfers in	12,356	62,356	-	(62,356)
Total Revenues	3,431,262	3,646,618	3,881,874	235,256
Expenditures				
Administration	4,600	4,600	12,503	(7,903)
Collections	1,384,184	1,394,184	1,335,953	58,231
Recycling	903,643	963,643	1,037,211	(73,568)
Recycling center	799,527	825,527	626,244	199,283
Sustainability	274,158	468,158	401,688	66,470
Building maintenance	-	-	-	-
Equipment maintenance	-	-	171,531	(171,531)
Non-departmental	163,934	406,434	184,611	221,823
Payment for services	227,699	227,699	210,670	17,029
Total Expenditures	3,757,745	4,290,245	3,980,411	309,834
Excess (Deficiency) of Revenues Over (Under) Expenditures	(326,483)	(643,627)	(98,537)	545,090
Transfers out	-	(18,856)	(6,500)	12,356
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (326,483)	\$ (662,483)	(105,037)	\$ 557,446
Reconciliation to GAAP Net Income:				
Remove Capital Outlay			171,531	
Add Depreciation			(155,233)	
Net Income (Loss)			\$ (88,739)	

INTERNAL SERVICE FUNDS

General Services Fund - to account for the costs of providing support services used by other City departments. These services include vehicle and equipment maintenance, central purchasing, warehousing and building and plant supervision.

Capital Equipment Reserve Fund - to accumulate funds provided by other City departments through rental fees for the orderly replacement of City vehicles, radios and equipment.

Self Insurance Fund - to accumulate funds to pay medical claims for employees and covered dependents through insurance premiums billed to other City departments.

Risk Manager Fund - to account for the costs of property and casualty insurance as well as the costs associated with worker's compensation insurance.

Technology Replacement Fund - to accumulate funds provided by other City departments through rental fees for the orderly replacement of City computers.

Building Maintenance Fund - to accumulate funds for the building maintenance of City assets.

City of Durango, Colorado
Combining Statement of Net Position
Internal Service Funds
December 31, 2024

	General Services Fund	Capital Equipment Replacement Fund	Self Insurance Fund	Risk Management Fund	Technology Replacement Fund	Building Maintenance Fund	Total
Assets							
Current Assets							
Equity in cash and cash equivalents	\$ 66,538	\$ 6,245,645	\$ 2,183,964	\$ 122,763	\$ 579,904	\$ 208,137	\$ 9,406,951
Accounts receivable	-	-	1,489,927	515	128	-	1,490,570
Intergovernmental	-	-	-	-	-	839,707	839,707
Inventory	132,600	377,185	-	-	-	-	509,785
Total Current Assets	199,138	6,622,830	3,673,891	123,278	580,032	1,047,844	12,247,013
Noncurrent Assets							
Capital Assets							
Land, easements and water rights	67,889	-	-	-	-	-	67,889
Construction in progress	-	1,355,709	-	-	-	-	1,355,709
Depreciable capital assets, net	937,101	7,357,559	-	-	134,346	3,852,343	12,281,349
Total Noncurrent Assets	1,004,990	8,713,268	-	-	134,346	3,852,343	13,704,947
Total Assets	1,204,128	15,336,098	3,673,891	123,278	714,378	4,900,187	25,951,960
Liabilities							
Current Liabilities							
Accounts payable	63,747	883,043	1,162,817	19,363	-	281,821	2,410,791
Accrued wages	1,593	19,802	-	1,619	-	-	23,014
Compensated Absences - due in one year	1,037	30,232	-	1,085	-	-	32,354
Loan payable EPC short term	-	-	-	-	-	72,495	72,495
Interest payable EPC loan	-	-	-	-	-	137,947	137,947
Total Current Liabilities	66,377	933,077	1,162,817	22,067	-	492,263	2,676,601
Long Term Liabilities							
Loan payable net of current portion	-	-	-	-	-	4,013,645	4,013,645
Compensated absences net of current portion	1,037	30,231	-	1,087	-	-	32,355
Total Long Term Liabilities	1,037	30,231	-	1,087	-	4,013,645	4,046,000
Total Liabilities	67,414	963,308	1,162,817	23,154	-	4,505,908	6,722,601
Net Position							
Net investment in capital assets	1,004,990	8,713,267	-	-	134,346	(515,619)	9,336,984
Unrestricted	131,724	5,659,523	2,511,074	100,124	580,032	909,898	9,892,375
Total Net Position	\$ 1,136,714	\$ 14,372,790	\$ 2,511,074	\$ 100,124	\$ 714,378	\$ 394,279	\$ 19,229,359

City of Durango, Colorado
Combining Statement of Revenues
Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2024

	General Services Fund	Capital Equipment Replacement Fund	Self Insurance Fund	Risk Management Fund	Technology Replacement Fund	Building Maintenance Fund	Total
Operating Revenues							
Charges for sales and services	\$ (22,901)	\$ 4,205,474	\$ 932,660	\$ -	\$ -	\$ 8,425	\$ 5,123,658
Services provided	252,000	-	8,415,271	1,809,084	204,219	622,620	11,303,194
Miscellaneous	784	1,731	129,093	10,465	738	347	143,158
Total Operating Revenues	<u>229,883</u>	<u>4,207,205</u>	<u>9,477,024</u>	<u>1,819,549</u>	<u>204,957</u>	<u>631,392</u>	<u>16,570,010</u>
Operating Expenses							
Administration	90,417	-	27,263	159,784	-	296,257	573,721
Building maintenance	69,391	-	-	-	-	-	69,391
Equipment maintenance	-	2,393,073	-	-	-	-	2,393,073
Insurance claims and premiums	-	-	-	1,861,866	-	-	1,861,866
Medical claims and premiums	-	-	8,927,059	-	-	-	8,927,059
Non-departmental	232	-	-	244	8,537	-	9,013
Payment for services	19,775	23,054	-	-	-	-	42,829
Depreciation	34,362	953,120	-	-	43,151	202,755	1,233,388
Total Operating Expenses	<u>214,177</u>	<u>3,369,247</u>	<u>8,954,322</u>	<u>2,021,894</u>	<u>51,688</u>	<u>499,012</u>	<u>15,110,340</u>
Operating Income (Loss)	<u>15,706</u>	<u>837,958</u>	<u>522,702</u>	<u>(202,345)</u>	<u>153,269</u>	<u>132,380</u>	<u>1,459,670</u>
Non-Operating Revenues (Expenses)							
Gain (loss) on the sale of capital assets	-	316,687	-	-	-	-	316,687
Intergovernmental grants	-	-	-	-	-	126,895	126,895
Investment earnings	336	253,827	105,489	1,828	20,249	4,063	385,792
Interest expense	-	-	-	-	-	(166,419)	(166,419)
Total Non-Operating Revenues (Expenses)	<u>336</u>	<u>570,514</u>	<u>105,489</u>	<u>1,828</u>	<u>20,249</u>	<u>(35,461)</u>	<u>662,955</u>
Income (Loss) Before Contributions and Transfers	<u>16,042</u>	<u>1,408,472</u>	<u>628,191</u>	<u>(200,517)</u>	<u>173,518</u>	<u>96,919</u>	<u>2,122,625</u>
Transfers in	-	316,575	-	-	-	-	316,575
Change in Net Position	<u>16,042</u>	<u>1,725,047</u>	<u>628,191</u>	<u>(200,517)</u>	<u>173,518</u>	<u>96,919</u>	<u>2,439,200</u>
Net Position Beginning of Year	<u>1,120,672</u>	<u>12,647,743</u>	<u>1,882,883</u>	<u>300,641</u>	<u>540,860</u>	<u>297,360</u>	<u>16,790,159</u>
Net Position End of Year	<u>\$ 1,136,714</u>	<u>\$ 14,372,790</u>	<u>\$ 2,511,074</u>	<u>\$ 100,124</u>	<u>\$ 714,378</u>	<u>\$ 394,279</u>	<u>\$ 19,229,359</u>

City of Durango, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2024

	General Services	Equipment Reserve	Self Insurance	Risk Management	Technology Replacement	Building Maintenance	Total
Increase (Decrease) in Cash and Cash Equivalents							
Cash Flows from Operating Activities							
Cash received from customers and users	\$ 229,099	\$ 4,205,474	\$ 7,983,142	\$ 1,808,569	\$ 204,091	\$ 2,018,180	\$ 16,448,555
Other receipts	784	1,731	129,093	10,465	738	347	143,158
Cash payments to suppliers and employees	(137,798)	(1,829,309)	(8,150,623)	(2,044,371)	(8,537)	(1,185,202)	(13,355,840)
Net Cash Provided by (Used in) Operating Activities	92,085	2,377,896	(38,388)	(225,337)	196,292	833,325	3,235,873
Cash Flows from Noncapital Financing Activities							
Interfund borrowings	(20,000)	-	-	-	-	-	(20,000)
Intergovernmental Revenue	-	-	-	-	-	(712,812)	(712,812)
Transfers from Other Funds	-	316,575	-	-	-	-	316,575
Net Cash Provided by Noncapital Financing Activities	(20,000)	316,575	-	-	-	(712,812)	(416,237)
Cash Flows from Capital and Related Financing Activities							
Sale of capital assets	-	316,687	-	-	-	-	316,687
Payments for capital acquisitions	-	(3,842,272)	-	-	(53,973)	-	(3,896,245)
Net Cash Used in Capital and Related Financing Activities	-	(3,525,585)	-	-	(53,973)	-	(3,579,558)
Cash Flows from Investing Activities							
Investment earnings	336	253,827	105,489	1,828	20,249	4,063	385,792
Repayments of long-term debt	-	-	-	-	-	(215,650)	(215,650)
Net Cash Provided from (Used in) Investing Activities	336	253,827	105,489	1,828	20,249	(211,587)	170,142
Net Increase (Decrease) in Cash and Cash Equivalents	72,421	(577,287)	67,101	(223,509)	162,568	(91,074)	(589,780)
Cash and Cash Equivalents Beginning of Year	(5,883)	6,822,932	2,116,863	346,272	417,336	299,211	9,996,731
Cash and Cash Equivalents End of Year	\$ 66,538	\$ 6,245,645	\$ 2,183,964	\$ 122,763	\$ 579,904	\$ 208,137	\$ 9,406,951
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities							
Operating Income (Loss)	\$ 15,706	\$ 837,958	\$ 522,702	\$ (202,345)	\$ 153,269	\$ 132,380	\$ 1,459,670
Adjustments:							
Depreciation	34,362	953,120	-	-	43,151	202,755	1,233,388
(Increase) Decrease in Assets:							
Accounts receivable	-	-	(1,364,789)	(515)	(128)	1,387,135	21,703
Inventory	(13,559)	(77,397)	-	-	-	-	(90,956)
Increase (Decrease) in Liabilities:							
Accounts payable	54,121	635,363	803,699	(15,739)	-	(888,945)	588,499
Accrued liabilities	443	6,826	-	26	-	-	7,295
Compensated Absences	1,012	22,026	-	(6,764)	-	-	16,274
Total Adjustments	76,379	1,539,938	(561,090)	(22,992)	43,023	700,945	1,776,203
Net Cash Provided by (Used in) Operating Activities	\$ 92,085	\$ 2,377,896	\$ (38,388)	\$ (225,337)	\$ 196,292	\$ 833,325	\$ 3,235,873

City of Durango, Colorado
General Services Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Current Assets:		
Equity in cash and cash equivalents	\$ 66,538	\$ (5,883)
Inventory	132,600	119,041
Total Current Assets	<u>199,138</u>	<u>113,158</u>
Noncurrent Assets		
Capital Assets		
Land, easements and water rights	67,889	67,889
Depreciable capital assets, net	937,101	971,463
Total Noncurrent Assets	<u>1,004,990</u>	<u>1,039,352</u>
Total Assets	<u>1,204,128</u>	<u>1,152,510</u>
Liabilities		
Current Liabilities:		
Accounts payable	63,747	9,626
Accrued wages	1,593	1,150
Compensated Absences - due in one year	1,037	531
Total Current Liabilities	<u>66,377</u>	<u>11,307</u>
Long Term Liabilities		
Interfund payable	-	20,000
Compensated absences net of current portion	1,037	531
Total Liabilities	<u>67,414</u>	<u>31,838</u>
Net Position		
Net investment in capital assets	1,004,990	1,039,352
Unrestricted	131,724	81,320
Total Net Position	<u>\$ 1,136,714</u>	<u>\$ 1,120,672</u>

City of Durango, Colorado
General Services Fund
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ (22,901)	\$ 10,017
Services provided	252,000	80,000
Miscellaneous	784	-
Total Operating Revenues	<u>229,883</u>	<u>90,017</u>
Operating Expenses		
Administration	90,417	83,128
Building maintenance	69,391	101,832
Non-departmental	232	-
Payment for services	19,775	1,704
Depreciation	34,362	34,362
Total Operating Expenses	<u>214,177</u>	<u>221,026</u>
Operating Income (Loss)	<u>15,706</u>	<u>(131,009)</u>
Non-Operating Revenues (Expenses)		
Investment earnings	336	3,600
Total Non-Operating Revenues (Expenses)	<u>336</u>	<u>3,600</u>
Change in Net Position	16,042	(127,409)
Net Position Beginning of Year	<u>1,120,672</u>	<u>1,248,081</u>
Net Position End of Year	<u><u>\$ 1,136,714</u></u>	<u><u>\$ 1,120,672</u></u>

City of Durango, Colorado
General Services Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 103,000	\$ -	\$ (22,901)	\$ (22,901)
Services provided	-	225,000	252,000	27,000
Miscellaneous	-	-	784	784
Investment earnings	17,500	17,500	336	(17,164)
Total Revenues	120,500	242,500	230,219	(12,281)
Expenditures				
Administration	84,308	84,308	90,417	(6,109)
Building maintenance	97,300	97,300	69,391	27,909
Non-departmental	-	-	232	(232)
Payment for services	19,775	19,775	19,775	-
Total Expenditures	201,383	201,383	179,815	21,568
Excess (Deficiency) of Revenues Over (Under) Expenditures	(80,883)	41,117	50,404	9,287
Transfers in	122,000	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 41,117	\$ 41,117	50,404	\$ 9,287
Reconciliation to GAAP Net Income:				
Add Depreciation			(34,362)	
Net Income (Loss)			\$ 16,042	

City of Durango, Colorado
Capital Equipment Replacement Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Equity in cash and cash equivalents	\$ 6,245,645	\$ 6,822,932
Inventory	377,185	299,788
Construction in progress	1,355,709	1,565,833
Depreciable capital assets, net	<u>7,357,559</u>	<u>4,258,283</u>
Total Assets	<u>15,336,098</u>	<u>12,946,836</u>
Liabilities		
Accounts payable	883,043	247,680
Accrued wages	19,802	12,976
Compensated Absences - due in one year	30,232	19,219
Compensated absences net of current portion	<u>30,231</u>	<u>19,218</u>
Total Liabilities	<u>963,308</u>	<u>299,093</u>
Net Position		
Net investment in capital assets	8,713,267	5,824,116
Restricted for program purposes	-	6,823,627
Unrestricted	<u>5,659,523</u>	<u>-</u>
Total Net Position	<u>\$ 14,372,790</u>	<u>\$ 12,647,743</u>

City of Durango, Colorado
Capital Equipment Replacement Fund
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 4,205,474	\$ 4,111,394
Miscellaneous	1,731	-
Total Operating Revenues	<u>4,207,205</u>	<u>4,111,394</u>
Operating Expenses		
Equipment maintenance	2,393,073	1,912,389
Payment for services	23,054	7,760
Depreciation	953,120	1,016,049
Total Operating Expenses	<u>3,369,247</u>	<u>2,936,198</u>
Operating Income (Loss)	<u>837,958</u>	<u>1,175,196</u>
Non-Operating Revenues (Expenses)		
Gain (loss) on the sale of capital assets	316,687	117,105
Investment earnings	253,827	323,463
Total Non-Operating Revenues (Expenses)	<u>570,514</u>	<u>440,568</u>
Income (Loss) Before Contributions and Transfers	1,408,472	1,615,764
Capital contributions	-	(101,372)
Transfers in	316,575	-
Change in Net Position	1,725,047	1,514,392
Net Position Beginning of Year	<u>12,647,743</u>	<u>11,133,351</u>
Net Position End of Year	<u>\$ 14,372,790</u>	<u>\$ 12,647,743</u>

City of Durango, Colorado
Capital Equipment Replacement Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 4,352,382	\$ 4,352,382	\$ 4,205,474	\$ (146,908)
Miscellaneous	5,000	5,000	1,731	(3,269)
Gain (loss) on the sale of capital assets	150,000	150,000	316,687	166,687
Investment earnings	73,157	73,157	253,827	180,670
Total Revenues	4,580,539	4,580,539	4,777,719	197,180
Expenditures				
Equipment maintenance	4,703,613	5,055,188	6,235,345	(1,180,157)
Payment for services	3,800	13,800	23,054	(9,254)
Total Expenditures	4,707,413	5,068,988	6,258,399	(1,189,411)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(126,874)	(488,449)	(1,480,680)	(992,231)
Transfers in	-	344,575	316,575	(28,000)
Transfers out	(10,000)	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (136,874)	\$ (143,874)	(1,164,105)	\$ (1,020,231)
Reconciliation to GAAP Net Income:				
Add Depreciation			(953,120)	
Remove Capital Outlay			3,842,272	
Net Income (Loss)			\$ 1,725,047	

City of Durango, Colorado
Self Insurance Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	2024	2023
Assets		
Current Assets		
Equity in cash and cash equivalents	\$ 2,183,964	\$ 2,116,863
Accounts receivable	1,489,927	125,138
Total Assets	3,673,891	2,242,001
Liabilities		
Current Liabilities		
Accounts payable	1,162,817	359,118
Total Liabilities	1,162,817	359,118
Net Position		
Unrestricted	2,511,074	1,882,883
Total Net Position	\$ 2,511,074	\$ 1,882,883

City of Durango, Colorado
Self Insurance Fund
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 932,660	\$ 893,467
Services provided	8,415,271	7,842,498
Miscellaneous	129,093	39,953
Total Operating Revenues	<u>9,477,024</u>	<u>8,775,918</u>
Operating Expenses		
Administration	27,263	17,348
Medical claims and premiums	8,927,059	7,092,103
Total Operating Expenses	<u>8,954,322</u>	<u>7,109,451</u>
Operating Income (Loss)	<u>522,702</u>	<u>1,666,467</u>
Non-Operating Revenues (Expenses)		
Investment earnings	105,489	33,260
Total Non-Operating Revenues (Expenses)	<u>105,489</u>	<u>33,260</u>
Change in Net Position	628,191	1,699,727
Net Position Beginning of Year	<u>1,882,883</u>	<u>183,156</u>
Net Position End of Year	<u>\$ 2,511,074</u>	<u>\$ 1,882,883</u>

City of Durango, Colorado
Self Insurance Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues				
Charges for sales and services	\$ 7,587,006	\$ 1,195,566	\$ 932,660	\$ (262,906)
Services provided	693,000	8,137,800	8,415,271	277,471
Miscellaneous	75,000	75,000	129,093	54,093
Investment earnings	15,000	15,000	105,489	90,489
Total Revenues	<u>8,370,006</u>	<u>9,423,366</u>	<u>9,582,513</u>	<u>159,147</u>
Expenditures				
Administration	25,000	25,000	27,263	(2,263)
Medical claims and premiums	8,119,414	8,119,414	8,927,059	(807,645)
Total Expenditures	<u>8,144,414</u>	<u>8,144,414</u>	<u>8,954,322</u>	<u>(809,908)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>225,592</u>	<u>1,278,952</u>	<u>628,191</u>	<u>(650,761)</u>
Transfers in	1,053,360	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,278,952</u>	<u>\$ 1,278,952</u>	628,191	<u>\$ (650,761)</u>
Reconciliation to GAAP Net Income:				
Net Income (Loss)			<u>\$ 628,191</u>	

City of Durango, Colorado
Risk Management Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 122,763	\$ 346,272
Accounts receivable	515	-
Total Assets	123,278	346,272
Liabilities		
Accounts payable	19,363	35,102
Accrued wages	1,619	1,593
Compensated Absences - due in one year	1,085	4,467
Compensated absences net of current portion	1,087	4,469
Total Liabilities	23,154	45,631
Net Position		
Unrestricted	100,124	300,641
Total Net Position	\$ 100,124	\$ 300,641

City of Durango, Colorado
Risk Management Fund
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Services provided	\$ 1,809,084	\$ 1,829,465
Miscellaneous	10,465	56,228
Total Operating Revenues	<u>1,819,549</u>	<u>1,885,693</u>
Operating Expenses		
Administration	159,784	148,557
Insurance claims and premiums	1,861,866	1,818,706
Non-departmental	244	-
Total Operating Expenses	<u>2,021,894</u>	<u>1,967,263</u>
Operating Income (Loss)	<u>(202,345)</u>	<u>(81,570)</u>
Non-Operating Revenues (Expenses)		
Investment earnings	1,828	10,338
Total Non-Operating Revenues (Expenses)	<u>1,828</u>	<u>10,338</u>
Change in Net Position	(200,517)	(71,232)
Net Position Beginning of Year	<u>300,641</u>	<u>371,873</u>
Net Position End of Year	<u>\$ 100,124</u>	<u>\$ 300,641</u>

City of Durango, Colorado
Risk Management Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues				
Charges for sales and services	\$ 1,248,762	\$ -	\$ -	\$ -
Services provided	201,388	1,884,350	1,809,084	(75,266)
Miscellaneous	-	-	10,465	10,465
Investment earnings	6,500	6,500	1,828	(4,672)
Total Revenues	<u>1,456,650</u>	<u>1,890,850</u>	<u>1,821,377</u>	<u>(69,473)</u>
Expenditures				
Administration	133,119	148,119	159,784	(11,665)
Insurance claims and premiums	1,916,622	1,947,372	1,861,866	85,506
Non-departmental	-	-	244	(244)
Total Expenditures	<u>2,049,741</u>	<u>2,095,491</u>	<u>2,021,894</u>	<u>73,597</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(593,091)</u>	<u>(204,641)</u>	<u>(200,517)</u>	<u>4,124</u>
Transfers in	434,200	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (158,891)</u>	<u>\$ (204,641)</u>	<u>(200,517)</u>	<u>\$ 4,124</u>
Reconciliation to GAAP Net Income:				
Net Income (Loss)			<u>\$ (200,517)</u>	

City of Durango, Colorado
Technology Replacement Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	2024	2023
Assets		
Equity in cash and cash equivalents	\$ 579,904	\$ 417,336
Accounts receivable	128	-
Depreciable capital assets, net	134,346	123,524
Total Assets	714,378	540,860
Net Position		
Net investment in capital assets	134,346	123,524
Unrestricted	580,032	417,336
Total Net Position	\$ 714,378	\$ 540,860

City of Durango, Colorado
Technology Replacement Fund
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Services provided	\$ 204,219	\$ 218,401
Miscellaneous	738	-
Total Operating Revenues	<u>204,957</u>	<u>218,401</u>
Operating Expenses		
Non-departmental	8,537	16,571
Depreciation	43,151	-
Total Operating Expenses	<u>51,688</u>	<u>16,571</u>
Operating Income (Loss)	<u>153,269</u>	<u>201,830</u>
Non-Operating Revenues (Expenses)		
Investment earnings	20,249	20,219
Total Non-Operating Revenues (Expenses)	<u>20,249</u>	<u>20,219</u>
Change in Net Position	173,518	222,049
Net Position Beginning of Year	<u>540,860</u>	<u>318,811</u>
Net Position End of Year	<u>\$ 714,378</u>	<u>\$ 540,860</u>

City of Durango, Colorado
Technology Replacement Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 175,118	\$ 1,314	\$ -	\$ (1,314)
Services provided	3,618	201,529	204,219	2,690
Miscellaneous	-	-	738	738
Investment earnings	-	-	20,249	20,249
Total Revenues	<u>178,736</u>	<u>202,843</u>	<u>225,206</u>	<u>22,363</u>
Expenditures				
Non-departmental	74,407	74,407	62,510	11,897
Total Expenditures	<u>74,407</u>	<u>74,407</u>	<u>62,510</u>	<u>11,897</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>104,329</u>	<u>128,436</u>	<u>162,696</u>	<u>34,260</u>
Transfers in	24,107	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 128,436</u>	<u>\$ 128,436</u>	162,696	<u>\$ 34,260</u>
Reconciliation to GAAP Net Income:				
Add Depreciation			(43,151)	
Remove Capital Outlay			<u>53,973</u>	
Net Income (Loss)			<u>\$ 173,518</u>	

City of Durango, Colorado
Building Maintenance Fund
Comparative Statement of Net Position
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets		
Equity in cash and cash equivalents	\$ 208,137	\$ 299,211
Accounts receivable	-	1,387,135
Intergovernmental	839,707	-
Depreciable capital assets, net	<u>3,852,343</u>	<u>4,055,098</u>
Total Assets	<u>4,900,187</u>	<u>5,741,444</u>
Liabilities		
Accounts payable	281,821	1,170,766
Loan payable EPC short term	72,495	88,322
Interest payable EPC loan	137,947	98,856
Loan payable net of current portion	<u>4,013,645</u>	<u>4,086,140</u>
Total Liabilities	<u>4,505,908</u>	<u>5,444,084</u>
Net Position		
Net investment in capital assets	(515,619)	-
Unrestricted	<u>909,898</u>	<u>297,360</u>
Total Net Position	<u>\$ 394,279</u>	<u>\$ 297,360</u>

City of Durango, Colorado
Building Maintenance Fund
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenues		
Charges for sales and services	\$ 8,425	\$ -
Services provided	622,620	224,509
Miscellaneous	347	14,185
Total Operating Revenues	<u>631,392</u>	<u>238,694</u>
Operating Expenses		
Administration	296,257	4,613,314
Building maintenance	-	(3,083,111)
Depreciation	202,755	119,364
Total Operating Expenses	<u>499,012</u>	<u>1,649,567</u>
Operating Income (Loss)	<u>132,380</u>	<u>(1,410,873)</u>
Non-Operating Revenues (Expenses)		
Intergovernmental grants	126,895	789,696
Investment earnings	4,063	27,615
Interest expense	(166,419)	(98,856)
Total Non-Operating Revenues (Expenses)	<u>(35,461)</u>	<u>718,455</u>
Change in Net Position	96,919	(692,418)
Net Position Beginning of Year	<u>297,360</u>	<u>989,778</u>
Net Position End of Year	<u>\$ 394,279</u>	<u>\$ 297,360</u>

City of Durango, Colorado
Building Maintenance Fund
Schedule of Revenues and Expenditures -
Budget and Actual - (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for sales and services	\$ 227,842	\$ -	\$ 8,425	\$ 8,425
Services provided	-	728,635	622,620	(106,015)
Miscellaneous	5,332,948	5,332,948	347	(5,332,601)
Intergovernmental grants	1,000,000	1,000,000	126,895	(873,105)
Investment earnings	-	-	4,063	4,063
Interest expense	-	-	(166,419)	(166,419)
Total Revenues	6,560,790	7,061,583	595,931	(6,465,652)
Expenditures				
Administration	5,916,638	5,916,638	296,257	5,620,381
Depreciation	-	-	202,755	(202,755)
Total Expenditures	5,916,638	5,916,638	499,012	5,417,626
Excess (Deficiency) of Revenues Over (Under) Expenditures	644,152	1,144,945	96,919	(1,048,026)
Transfers in	500,793	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 1,144,945	\$ 1,144,945	96,919	\$ (1,048,026)
Reconciliation to GAAP Net Income:				
Net Income (Loss)			\$ 96,919	

STATISTICAL SECTION

This part of the City of Durango's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the city's most significant local revenue source, the sales and use tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debts in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented Statement 34 in 2003, schedules presenting government-wide information include information beginning in that year.



City of Durango, Colorado
Net Position by Component
Last Ten Fiscal Years (Unaudited)
(accrual basis of accounting)

Fiscal Year

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Governmental activities										
Net investment in capital assets	\$ 153,845,848	\$ 160,730,499	\$ 168,087,849	\$ 171,770,608	\$ 173,568,700	\$ 181,849,022	\$ 181,356,264	\$ 178,280,480	\$ 190,621,675	\$ 204,963,181
Restricted	4,406,072	8,532,447	3,027,602	4,197,716	4,214,407	5,215,592	-	-	-	14,601,668
Unrestricted	35,295,804	32,517,436	35,588,691	36,833,835	44,846,760	49,086,797	54,469,633	73,926,438	85,767,809	80,463,793
Total governmental activities net position	<u>\$ 193,547,724</u>	<u>\$ 201,780,382</u>	<u>\$ 206,704,142</u>	<u>\$ 212,802,159</u>	<u>\$ 222,629,867</u>	<u>\$ 236,151,411</u>	<u>\$ 235,825,897</u>	<u>\$ 252,206,918</u>	<u>\$ 276,389,484</u>	<u>\$ 300,028,642</u>
Business-type activities										
Net investment in capital assets	\$ 60,179,815	\$ 65,312,858	\$ 72,528,998	\$ 79,246,150	\$ 83,552,646	\$ 91,928,606	\$ 93,005,512	\$ 93,331,244	\$ 96,321,284	\$ 98,219,945
Unrestricted	17,283,617	21,401,015	12,529,984	25,507,735	27,053,438	23,390,275	24,906,618	27,087,117	24,268,221	23,539,235
Restricted										\$ 66,660
Total business-type activities	<u>\$ 77,463,432</u>	<u>\$ 86,713,873</u>	<u>\$ 85,058,982</u>	<u>\$ 104,753,885</u>	<u>\$ 110,606,084</u>	<u>\$ 115,318,881</u>	<u>\$ 117,912,130</u>	<u>\$ 120,418,361</u>	<u>\$ 120,589,505</u>	<u>\$ 121,825,840</u>
Primary Government										
Net investment in capital assets	\$ 214,025,663	\$ 226,043,357	\$ 240,616,847	\$ 251,016,758	\$ 257,121,346	\$ 273,777,628	\$ 274,361,776	\$ 271,611,724	\$ 286,942,959	\$ 303,183,126
Restricted	4,406,072	8,532,447	3,027,602	4,197,716	4,214,407	5,215,592	-	-	-	14,668,328
Unrestricted	52,579,421	53,918,451	48,118,675	62,341,570	71,900,198	72,477,072	79,376,251	101,013,555	110,036,030	104,003,028
Total primary government net position	<u>\$ 271,011,156</u>	<u>\$ 288,494,255</u>	<u>\$ 291,763,124</u>	<u>\$ 317,556,044</u>	<u>\$ 333,235,951</u>	<u>\$ 351,470,292</u>	<u>\$ 353,738,027</u>	<u>\$ 372,625,279</u>	<u>\$ 396,978,989</u>	<u>\$ 421,854,482</u>

City of Durango, Colorado
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities:										
General government	\$ 9,259,225	\$ 9,568,011	\$ 8,855,109	\$ 9,889,447	\$ 10,838,196	\$ 9,981,486	\$ 10,475,430	\$ 20,384,036	\$ 21,972,918	\$ 24,929,146
Public safety	11,859,989	12,242,685	12,335,341	14,551,095	14,679,218	16,496,684	20,552,848	16,810,822	18,638,589	16,303,987
Public works	9,893,562	7,543,224	4,748,322	8,258,321	9,390,279	7,578,880	7,507,837	3,680,950	11,511,903	8,253,722
Parks and recreation	6,088,070	7,886,241	13,907,700	10,306,478	10,158,829	8,383,958	8,164,467	11,457,545	14,286,959	14,900,875
Library	2,408,555	2,123,310	2,198,153	2,275,892	2,785,741	2,617,126	2,784,402	2,586,645	2,895,409	3,519,607
Community services	1,177,037	1,432,160	1,323,105	1,168,207	1,302,020	2,162,734	1,581,703	1,657,463	1,201,350	1,548,162
Economic development	758,775	806,000	706,821	724,246	862,114	794,934	629,607	616,970	768,291	184,426
Non-departmental										2,394,786
Joint venture - Airport	-	-	300,236	-	-	1,775,445	2,337,808	-	-	-
Principal & Interest	1,236,752	1,136,023	794,394	666,491	570,216	446,713	417,616	395,806	375,264	454,271
Total governmental activities expenses	<u>42,681,965</u>	<u>42,737,654</u>	<u>45,169,181</u>	<u>47,840,177</u>	<u>50,586,613</u>	<u>50,237,960</u>	<u>54,451,718</u>	<u>57,590,237</u>	<u>71,650,683</u>	<u>72,488,982</u>
Business-type activities:										
Water utility	4,697,072	4,949,709	5,539,135	4,742,452	5,335,098	5,492,253	5,541,113	5,467,788	7,023,543	7,788,747
Sewer utility	3,691,696	3,662,081	5,207,201	5,107,230	5,402,629	7,584,020	8,739,271	8,210,361	8,273,737	7,875,191
Parking	-	-	-	-	-	152,132	155,784	-	-	-
Sustainable services / Trash & Recycle	2,146,425	2,397,968	2,566,943	2,838,228	2,856,608	2,709,293	2,937,392	3,432,888	3,502,546	3,964,113
Transportation services	3,556,523	3,771,789	3,769,823	3,359,309	3,606,291	3,356,843	4,077,783	4,659,398	5,056,802	5,852,318
Total business-type expenses	<u>14,091,716</u>	<u>14,781,547</u>	<u>17,083,102</u>	<u>16,047,219</u>	<u>17,200,626</u>	<u>19,294,541</u>	<u>21,451,343</u>	<u>21,770,435</u>	<u>23,856,628</u>	<u>25,480,369</u>
Total primary government expenses	<u>\$ 56,773,681</u>	<u>\$ 57,519,201</u>	<u>\$ 62,252,283</u>	<u>\$ 63,887,396</u>	<u>\$ 67,787,239</u>	<u>\$ 69,532,501</u>	<u>\$ 75,903,061</u>	<u>\$ 79,360,672</u>	<u>\$ 95,507,311</u>	<u>\$ 97,969,351</u>
Program Revenues										
Governmental activities:										
Charges for services										
General government	\$ 2,671,977	\$ 1,774,979	\$ 1,711,347	\$ 3,228,028	\$ 4,646,606	\$ 5,054,779	\$ 4,058,162	\$ 205,486	\$ 154,211	\$ 2,347,187
Public safety	1,089,447	1,154,793	42,407	1,210,808	1,183,597	1,179,904	1,188,101	168,643	145,360	2,822,047
Public works	-	500	1,050	1,500	600	1,000	510	-	-	300
Parks and recreation	3,124,615	3,157,875	3,245,745	3,645,773	3,723,470	2,094,716	3,046,235	3,828,513	4,287,619	4,379,604
Library	28,206	19,558	-	25,817	23,349	2,885	2,089	2,797	1,955	2,349
Economic Development	-	-	-	-	-	7,638	51,929	-	-	-
Joint venture - airport	245,400	2,387,802	-	1,145,902	2,779,828	2,649,144	120,419	-	-	2,518,932
Operating grants and contributions	682,853	1,057,299	1,904,987	783,635	1,162,030	2,918,484	503,026	-	-	6,047,633
Capital grants and contributions	5,954,033	4,580,550	5,288,510	3,812,042	1,934,943	2,430,642	1,080,982	2,699,367	2,692,722	238,900
Total governmental activities program revenues	<u>13,796,531</u>	<u>14,133,356</u>	<u>12,194,046</u>	<u>13,853,505</u>	<u>15,454,423</u>	<u>16,339,192</u>	<u>10,051,453</u>	<u>6,904,806</u>	<u>7,281,867</u>	<u>18,356,952</u>
Business-type activities:										
Charges for services										
Water utility	5,164,166	6,088,731	6,627,997	7,736,203	6,766,656	8,067,785	7,732,940	5,661,435	5,686,502	5,629,485
Sewer utility	5,670,452	7,260,261	7,680,011	7,834,816	7,876,675	8,174,344	8,061,360	8,151,944	8,210,899	8,237,357
Parking	-	-	-	-	-	-	-	-	-	-
Sustainable services	2,072,075	2,261,480	2,467,388	2,714,050	2,916,117	3,061,918	3,199,038	3,346,881	3,408,423	3,540,505
Transportation Services	1,903,358	2,048,400	2,246,691	1,966,020	2,275,070	1,382,212	1,727,930	2,131,029	2,178,463	2,138,310
Operating grants and contributions	1,727,167	1,027,923	1,005,912	1,082,586	1,266,078	10,616	102,041	255,014	325,443	1,029,874
Capital grants and contributions	1,295,610	4,429,964	6,185,080	2,265,850	1,967,353	2,542,137	2,030,159	2,330,961	1,028,386	1,931,103
Total business-type activities program revenues	<u>17,832,828</u>	<u>23,116,759</u>	<u>26,213,079</u>	<u>23,599,525</u>	<u>23,067,949</u>	<u>23,239,012</u>	<u>22,853,468</u>	<u>21,877,264</u>	<u>20,838,116</u>	<u>22,506,634</u>
Total primary government program revenues	<u>\$ 31,629,359</u>	<u>\$ 37,250,115</u>	<u>\$ 38,407,125</u>	<u>\$ 37,453,030</u>	<u>\$ 38,522,372</u>	<u>\$ 39,578,204</u>	<u>\$ 32,904,921</u>	<u>\$ 28,782,070</u>	<u>\$ 28,119,983</u>	<u>\$ 40,863,586</u>

(continued)

City of Durango, Colorado
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

(Continued)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Net (expense) revenue										
Governmental activities	\$ (28,885,434)	\$ (28,604,298)	\$ (32,975,675)	\$ (33,986,672)	\$ (35,132,190)	\$ (33,898,768)	\$ (43,930,445)	\$ (40,803,360)	\$ (54,983,762)	\$ (54,132,030)
Business-type activities	3,741,112	8,335,212	9,129,977	7,552,306	5,867,323	3,944,471	1,402,125	1,060,698	(2,339,883)	(2,973,735)
Total primary governmental net expense	<u>\$ (25,144,322)</u>	<u>\$ (20,269,086)</u>	<u>\$ (23,845,698)</u>	<u>\$ (26,434,366)</u>	<u>\$ (29,264,867)</u>	<u>\$ (29,954,297)</u>	<u>\$ (42,528,320)</u>	<u>\$ (39,742,662)</u>	<u>\$ (57,323,645)</u>	<u>\$ (57,105,765)</u>
General Revenues and Other Changes in										
Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 1,175,954	\$ -	\$ 1,424,827	\$ 2,977,475	\$ 3,011,855	\$ 3,207,880	\$ 3,271,933	\$ 3,034,732	\$ 3,039,906	\$ 3,422,947
Sales and use taxes	24,038,473	24,549,475	25,510,996	25,554,110	28,433,421	30,897,881	35,994,275	37,950,782	39,531,347	40,160,709
Shared sales taxes	4,977,814	3,854,966	4,077,966	4,045,539	4,432,322	5,055,318	5,945,741	6,324,980	6,461,453	6,503,753
Other shared taxes	1,891,568	1,979,176	2,063,007	2,097,138	2,232,115	2,106,311	2,188,710	3,201,232	2,931,237	2,997,119
Lodgers' taxes	974,572	1,062,509	1,067,684	1,035,151	1,098,958	750,023	2,428,667	4,335,457	3,857,524	4,005,891
Other taxes	202,161	1,149,102	1,026,266	1,195,532	1,307,271	1,024,846	1,051,557	1,984,985	2,276,259	1,630,241
Franchise fees and occupational taxes	1,138,859	1,532,637	1,547,100	1,497,396	1,514,111	1,052,583	1,064,214	1,801,135	1,666,089	1,588,570
Gain/loss on disposal of capital assets	11,619	2,395	-	6,090	1,176	225,622	(8,944)	182,100	2,599,126	(537,845)
Investment earnings	194,144	198,604	145,168	276,091	588,877	223,309	(2,919)	894,693	2,890,799	2,792,847
Miscellaneous	1,779,906	1,333,735	1,968,521	1,475,496	2,135,938	2,777,019	3,038,517	2,697,083	10,470,888	4,963,899
Transfers	(147,361)	(363,373)	(191,011)	(250,000)	(350,000)	(87,500)	(477,417)	(847,572)	418,425	(2,210,779)
Total governmental activities	<u>\$ 36,237,709</u>	<u>\$ 35,299,226</u>	<u>\$ 38,640,524</u>	<u>\$ 39,910,018</u>	<u>\$ 44,406,044</u>	<u>\$ 47,233,292</u>	<u>\$ 54,494,334</u>	<u>\$ 61,559,607</u>	<u>\$ 76,143,053</u>	<u>\$ 65,317,352</u>
Business-type activities:										
Gain/loss on disposal of capital assets	\$ 38,628	\$ 110,239	\$ -	\$ 21,186	\$ -	\$ (34,315)	66,600	-	(5,928)	\$ 984
Investment earnings	180,197	130,115	174,242	393,793	520,909	156,382	211,104	692,433	1,230,921	1,101,988
Miscellaneous	322,355	311,502	294,822	357,432	274,962	558,759	436,003	255,014	1,384,559	866,733
Transfers	147,361	363,373	191,011	250,000	350,000	87,500	477,417	847,572	(418,425)	2,210,779
Total business-type activities	<u>\$ 688,541</u>	<u>\$ 915,229</u>	<u>\$ 660,075</u>	<u>\$ 1,022,411</u>	<u>\$ 1,145,871</u>	<u>\$ 768,326</u>	<u>\$ 1,191,124</u>	<u>\$ 1,795,019</u>	<u>\$ 2,191,127</u>	<u>\$ 4,180,484</u>
Total Primary Government	<u>\$ 36,926,250</u>	<u>\$ 36,214,455</u>	<u>\$ 39,300,599</u>	<u>\$ 40,932,429</u>	<u>\$ 45,551,915</u>	<u>\$ 48,001,618</u>	<u>\$ 55,685,458</u>	<u>\$ 63,354,626</u>	<u>\$ 78,334,180</u>	<u>\$ 69,497,836</u>
Change in Net Position										
Governmental activities	\$ 7,352,275	\$ 6,694,928	\$ 5,664,849	\$ 5,923,346	\$ 9,273,854	\$ 13,334,524	\$ 10,563,889	\$ 20,756,247	\$ 21,159,291	\$ 11,185,322
Business-type activities	4,429,653	9,250,441	9,790,052	8,574,717	7,013,194	4,712,797	2,593,249	2,855,717	(148,756)	1,206,749
Total Primary Government	<u>\$ 11,781,928</u>	<u>\$ 15,945,369</u>	<u>\$ 15,454,901</u>	<u>\$ 14,498,063</u>	<u>\$ 16,287,048</u>	<u>\$ 18,047,321</u>	<u>\$ 13,157,138</u>	<u>\$ 23,611,964</u>	<u>\$ 21,010,535</u>	<u>\$ 12,392,071</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003

City of Durango, Colorado
Fund Balances of Governmental Funds
Last Ten Fiscal Years (Unaudited)
(modified accrual basis of accounting)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General fund										
Non-spendable	\$ 44,071	\$ 49,977	\$ 51,539	\$ 69,880	\$ 57,311	\$ 658,711	\$ 1,338,045	\$ 391,885	\$ 391,885	\$ 661,676
Restricted	1,638,931	1,448,321	1,479,416	1,580,768	1,747,322	1,718,717	1,928,144	1,757,067	2,132,696	2,126,869
Committed	42,191	153,335	146,407	124,197	124,837	80,901	81,586	1,686	-	-
Assigned	1,574,489	841,280	684,432	1,088,811	63,478	1,487,101	8,828,769	10,524,038	10,811,468	11,020,650
Unassigned	4,755,657	4,173,476	4,106,955	4,583,723	8,312,876	11,335,865	7,642,156	10,425,017	3,081,012	27,979
Total General Fund	<u>\$ 8,055,339</u>	<u>\$ 6,666,389</u>	<u>\$ 6,468,749</u>	<u>\$ 7,447,379</u>	<u>\$ 10,305,824</u>	<u>\$ 15,281,295</u>	<u>\$ 19,818,700</u>	<u>\$ 23,099,693</u>	<u>\$ 16,417,061</u>	<u>\$ 13,837,174</u>
All other governmental funds										
Non-spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	6,251,229	7,282,374	1,623,824	2,809,046	289,980	3,554,403	4,122,285	6,537,005	1,146,064	1,606,638
Committed	6,871,049	6,720,670	9,544,754	8,082,415	9,478,548	6,177,395	10,880,295	19,471,607	36,243,980	32,495,215
Assigned	14,764	(165,881)	40,054	41,315	9,711	8,275	6,947	-	-	-
Unassigned	(356,873)	(239,508)	(68,553)	-	(430,489)	(12,654)	-	-	-	-
Total all other governmental funds	<u>\$ 12,780,169</u>	<u>\$ 13,597,655</u>	<u>\$ 11,140,079</u>	<u>\$ 10,932,776</u>	<u>\$ 9,347,750</u>	<u>\$ 9,727,419</u>	<u>\$ 15,009,527</u>	<u>\$ 26,008,612</u>	<u>\$ 37,390,044</u>	<u>\$ 34,101,853</u>

City of Durango, Colorado
Changes in Fund Balances of Governmental Funds
Last Nine Fiscal Years (Unaudited)
(modified accrual basis of accounting)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Revenues										
Taxes	\$ 33,668,032	\$ 34,611,683	\$ 35,957,074	\$ 37,466,900	\$ 40,978,772	\$ 43,858,498	\$ 51,771,136	\$ 58,784,850	\$ 59,462,673	\$ 59,057,488
Special Assessments	32,512	21,832	19,156	12,971	-	-	6,850	-	-	-
Intergovernmental	7,172,715	7,535,413	3,837,102	3,973,751	4,383,810	5,316,993	2,814,208	4,406,510	8,789,678	10,091,469
Licenses and permits	769,915	642,712	920,358	769,516	740,108	638,933	700,271	631,900	802,374	655,548
Charges for services	4,410,489	4,334,873	4,808,904	5,047,270	6,539,922	4,852,108	5,962,108	5,956,759	6,676,960	6,076,804
Fines and forfeitures	257,379	244,388	188,606	186,064	138,544	62,661	66,551	159,893	141,827	139,046
Investment earnings	194,144	198,604	133,946	276,091	588,877	177,650	(18,836)	740,087	2,457,004	2,391,755
Miscellaneous	2,861,885	1,353,983	1,988,147	1,566,737	2,135,938	2,020,385	1,920,364	1,762,279	1,956,141	3,535,393
Total Revenues	\$ 49,367,071	\$ 48,943,488	\$ 47,853,293	\$ 49,299,300	\$ 55,505,971	\$ 56,927,228	\$ 63,222,652	\$ 72,442,278	\$ 80,286,657	\$ 81,947,503
Expenditures										
General government	\$ 7,307,093	\$ 7,814,532	\$ 8,217,052	\$ 8,091,890	\$ 8,519,852	\$ 6,956,815	10,071,464	13,226,550	20,602,691	\$ 22,465,679
Public safety	11,397,958	12,076,794	12,335,341	14,551,095	14,558,963	15,188,575	15,798,021	16,490,683	17,862,478	20,449,550
Public works	11,675,027	8,657,493	4,748,322	4,393,110	3,634,304	3,370,776	6,280,628	4,514,892	7,457,251	11,181,161
Parks and recreation	7,103,637	7,886,241	8,616,568	11,186,165	8,146,656	6,265,879	8,965,742	10,312,176	12,416,309	16,449,258
Library	2,019,770	2,123,310	2,198,153	2,275,892	2,383,009	2,210,082	2,366,421	2,699,397	2,974,661	3,086,040
Community Services	1,177,037	1,432,160	1,323,105	1,168,207	1,302,020	2,162,734	1,763,657	1,657,463	1,201,350	1,548,162
Economic development	758,775	806,000	706,821	724,246	862,114	794,934	629,607	616,970	768,291	20,000
Non-departmental	1,612,742	1,586,592	1,563,947	1,684,325	1,833,941	1,753,736	2,067,697	2,609,294	2,704,674	2,875,776
Operating capital	1,967,238	3,088,627	5,948,601	420,241	7,208,024	13,341,534	2,366,958	1,268,042	6,232,846	4,975,099
Debt service										
Principal	2,675,000	1,915,000	2,965,000	3,170,000	2,105,000	2,175,000	2,215,000	2,275,000	2,330,000	2,380,000
Interest	1,281,357	1,057,091	868,500	637,233	511,742	449,942	400,527	349,802	298,537	245,568
Total Expenditures	\$ 48,975,634	\$ 48,443,840	\$ 49,491,410	\$ 48,302,404	\$ 51,065,625	\$ 54,670,007	\$ 52,925,722	\$ 56,020,269	\$ 74,849,088	\$ 85,676,293
Excess of revenues over (under) expenditures	\$ 391,437	\$ 499,648	\$ (1,638,117)	\$ 996,896	\$ 4,440,346	\$ 2,257,221	\$ 10,296,930	\$ 16,422,009	\$ 5,437,569	\$ (3,728,790)
Other financing sources (uses)										
Issuance of debt	\$ -	\$ 9,580,000	\$ 10,310,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Premium on issuance of debt	-	(10,409,413)	(10,258,338)	-	-	-	-	-	-	-
Lease	-	-	-	-	-	-	-	-	-	388,066
Transfers in	12,481,114	9,314,997	13,499,941	8,094,955	8,022,312	8,803,682	6,840,086	6,576,820	13,491,090	4,151,275
Transfers out	(12,616,114)	(9,564,997)	(13,749,941)	(8,344,955)	(8,372,312)	(8,891,182)	(7,317,503)	(7,424,392)	(13,072,665)	(6,678,629)
Sale of capital assets	11,619	2,395	21,718	6,090	1,176	-	-	-	-	-
Total other financing sources (uses)	\$ (123,381)	\$ (1,077,018)	\$ (176,620)	\$ (243,910)	\$ (348,824)	\$ (87,500)	\$ (477,417)	\$ (847,572)	\$ 418,425	\$ (2,139,288)
Net Change in Fund Balances	\$ 268,056	\$ (577,370)	\$ (1,814,737)	\$ 752,986	\$ 4,091,522	\$ 2,169,721	\$ 9,819,513	\$ 15,574,437	\$ 5,855,994	\$ (5,868,078)
Debt service as a percentage of noncapital expenditures	5.7%	7.7%	9.6%	8.9%	6.3%	6.8%	5.5%	5.2%	3.4%	3.1%

City of Durango, Colorado
General Governmental Tax Revenues by Source
Last Ten Fiscal Years (Unaudited)
(modified accrual basis of accounting)

<u>Fiscal Year</u>	<u>Property & SOT</u>	<u>City Sales Tax</u>	<u>City Use Tax</u>	<u>County Shared Sales Tax</u>	<u>Franchise & Business</u>	<u>Lodgers Tax</u>	<u>Other Taxes</u>	<u>Total</u>
2015	\$ 1,175,954	\$ 22,528,320	\$ 1,449,705	\$ 4,977,814	\$ 1,571,120	\$ 974,572	\$ 2,044,994	\$ 34,722,479
2016	\$ 1,382,357	\$ 23,152,987	\$ 1,307,583	\$ 3,854,966	\$ 1,688,010	\$ 1,062,509	\$ 2,074,366	\$ 34,522,778
2017	\$ 1,424,827	\$ 23,719,956	\$ 1,791,040	\$ 4,077,966	\$ 1,722,803	\$ 1,067,684	\$ 2,152,795	\$ 35,957,071
2018	\$ 2,977,475	\$ 23,809,794	\$ 1,611,519	\$ 4,045,539	\$ 1,672,067	\$ 1,035,151	\$ 2,182,558	\$ 37,334,103
2019	\$ 3,011,855	\$ 26,945,036	\$ 1,488,385	\$ 4,432,322	\$ 1,692,419	\$ 1,098,958	\$ 2,309,797	\$ 40,978,772
2020	\$ 3,207,880	\$ 29,048,819	\$ 1,849,062	\$ 5,055,318	\$ 1,760,040	\$ 750,023	\$ 2,187,356	\$ 43,858,498
2021	\$ 3,271,933	\$ 34,302,037	\$ 1,692,238	\$ 5,945,741	\$ 1,845,991	\$ 2,428,667	\$ 2,284,529	\$ 51,771,136
2022	\$ 3,273,181	\$ 36,318,924	\$ 1,631,858	\$ 6,324,980	\$ 1,801,135	\$ 4,335,457	\$ 3,201,232	\$ 56,886,767
2023	\$ 3,039,906	\$ 36,966,440	\$ 2,564,909	\$ 6,461,453	\$ 1,666,089	\$ 3,857,523	\$ 2,931,237	\$ 57,487,557
2024	\$ 3,422,947	\$ 37,911,790	\$ 2,231,981	\$ 6,503,753	\$ 1,588,570	\$ 4,005,891	\$ 3,392,556	\$ 59,057,488

Notes:

- Effective June 1, 2018, the City increased the city mill levy rate from 2.5007 to 5.0007.
- Effective July 1, 2021, the City increased the Lodgers' Tax percentage from 2.0% to 5.25%.

City of Durango, Colorado
City Sales and Use Tax Revenue
Last Ten Fiscal Years (Unaudited)
(modified accrual basis of accounting)

Fiscal Year	General City Sales and Use Tax	Recreation Complex/Trails Sales and Use Tax	Open Space, Parks and Trails Sales and Use Tax	Capital Improvements Sales and Use Tax	Streets Improvements Sales and Use Tax	Total Revenue	Total Direct Tax Rate
2015	\$ 15,986,262	\$ 3,997,080	\$ 1,997,341	\$ 1,997,341	\$ -	\$ 23,978,024	3.0%
2016	\$ 16,308,028	\$ 4,077,494	\$ 2,037,524	\$ 2,037,524	\$ -	\$ 24,460,570	3.0%
2017	\$ 16,775,259	\$ 4,194,347	\$ 2,095,914	\$ 2,095,914	\$ -	\$ 25,161,434	3.0%
2018	\$ 15,873,878	\$ 3,969,148	\$ 1,983,384	\$ 1,983,384	\$ -	\$ 23,809,794	3.0%
2019	\$ 17,423,706	\$ 4,348,889	\$ 2,173,024	\$ 2,173,023	\$ 2,314,779	\$ 28,433,421	3.5%
2020	\$ 17,754,153	\$ 4,382,264	\$ 2,189,600	\$ 2,189,600	\$ 4,382,264	\$ 30,897,881	3.5%
2021	\$ 20,617,505	\$ 5,126,787	\$ 2,561,598	\$ 2,561,598	\$ 5,126,787	\$ 35,994,275	3.5%
2022	\$ 21,568,747	\$ 5,423,894	\$ 2,782,536	\$ 2,740,436	\$ 5,499,489	\$ 38,015,102	3.5%
2023	\$ 22,598,099	\$ 5,645,733	\$ 2,820,891	\$ 2,820,891	\$ 5,645,735	\$ 39,531,349	3.5%
2024	\$ 22,937,217	\$ 5,736,855	\$ 2,866,422	\$ 2,866,422	\$ 5,736,855	\$ 40,143,771	3.5%

Notes:

- The Recreation Complex/Trails sales and use tax (0.5%) became effective on June 1, 1999 and sunsets on December 31, 2019.
- The Open Space, Parks and Trails sales and use tax (0.25%) and the Capital Improvements sales and use tax (0.25%) were effective July 1, 2005 and sunset on December 31, 2026.

City of Durango, Colorado
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years (Unaudited)

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>La Plata County</u>	<u>State of Colorado</u>
2015	3.0%	2.0%	2.9%
2016	3.0%	2.0%	2.9%
2017	3.0%	2.0%	2.9%
2018	3.0%	2.0%	2.9%
2019	3.5%	2.0%	2.9%
2020	3.5%	2.0%	2.9%
2021	3.5%	2.0%	2.9%
2022	3.5%	2.0%	2.9%
2023	3.5%	2.0%	2.9%
2024	3.5%	2.0%	2.9%

Note:

The city sales tax rate may be increased only with the approval of the city voters.

City of Durango, Colorado
Principal Sales Tax Remitters
Last Ten Fiscal Years (Unaudited)

<u>Classification of Individual Business</u>	<u>2024 Sales Tax Remitted</u>	<u>Percentage of Total Tax Remitted</u>	<u>2024 Rank</u>	<u>2015 Sales Tax Remitted</u>	<u>Percentage of Total Tax Remitted</u>	<u>2015 Rank</u>
Department Stores	4,216,922	9.55%	1	2,755,426	12.23%	1
Hardware & Lumber	2,226,936	5.04%	2	987,432	4.38%	2
Grocery & Drug	1,805,792	4.09%	3	1,202,432	5.34%	3
Grocery & Drug	1,486,501	3.37%	4	944,424	4.19%	4
Grocery & Drug	958,647	2.17%	5	514,900	2.29%	5
Hotels & Motels	949,256	2.15%	6	448,722	1.99%	6
Utilities & Telecom	677,439	1.53%	7	520,805	2.31%	7
Grocery & Drug	595,959	1.35%	8	394,205	1.75%	8
Automotive	560,252	1.27%	9	316,642	1.41%	9
Hotels & Motels	486,875	1.10%	10	305,343	1.36%	10
Total City Sales Tax Collected by 10 Largest Businesses	<u>\$ 13,964,579</u>	<u>31.6%</u>		<u>\$ 8,390,331</u>	<u>37.2%</u>	
Total City Sales Tax Collected by All Businesses	<u>\$ 44,149,662</u>	<u>100%</u>		<u>\$ 22,528,320</u>	<u>100%</u>	

Source: City of Durango Finance Department

Notes: Figures are based on cash basis remittances. Includes Sales Tax, Use Tax, and Lodgers Tax

The names of the ten largest remitters are confidential pursuant to the City Charter.

The business classification has been substituted for the name of the business.

City of Durango, Colorado
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Governmental Activities				Business-type Activities		Total	Percentage of Estimated Actual Taxable	Per Capita²
	Sales and Use	Certificates	Energy Performance	Contract Lease	Water & Sewer	Fund Loans			
	Tax Revenue Bonds	of Participation	Purchase Agreement	Lease Agreements		Primary Government	Value of Property¹		
2015	\$ 26,385,000	\$ 2,600,000	\$ -	\$ -	\$ 3,636,428	\$ 32,621,428	0.98%	1,829	
2016	\$ 24,181,490	\$ 2,500,000	\$ -	\$ -	\$ 65,660,219	\$ 92,341,709	2.45%	5,101	
2017	\$ 21,745,726	\$ 2,400,000	\$ -	\$ -	\$ 63,137,297	\$ 87,283,023	2.28%	4,717	
2018	\$ 18,670,000	\$ 2,295,000	\$ -	\$ -	\$ 6,513,091	\$ 27,478,091	2.13%	4,413	
2019	\$ 16,675,000	\$ 2,185,000	\$ -	\$ -	\$ 57,837,153	\$ 76,697,153	1.86%	4,154	
2020	\$ 14,615,000	\$ 2,070,000	\$ -	\$ -	\$ 55,110,240	\$ 71,795,240	1.71%	3,763	
2021	\$ 12,515,000	\$ 1,955,000	\$ -	\$ -	\$ 52,338,480	\$ 66,808,480	1.54%	3,475	
2022	\$ 10,360,000	\$ 1,835,000	\$ -	\$ 416,971	\$ 46,759,644	\$ 59,371,615	1.09%	3,065	
2023	\$ 8,155,000	\$ 1,710,000	\$ 4,174,462	\$ 294,078	\$ 44,959,018	\$ 59,292,558	1.18%	2,727	
2024	\$ 5,905,000	\$ 1,580,000	\$ 4,086,140	\$ 380,558	\$ 42,168,247	\$ 54,119,945	0.83%	1,251	

¹ Personal income data is not available at the municipal level for the City of Durango. The estimated taxable value of property has been used instead. Data for actual taxable value was obtained from the La Plata County Assessor's Office and is detailed on the schedule of Property Value and Construction.

² See the Schedule of Demographic and Economic Statistics for population data.

Note:

- Details regarding the city's outstanding debt can be found in the notes to the financial statements.

City of Durango, Colorado
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years (Unaudited)

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
2015	\$	- \$	- \$	- \$	- \$
2016	\$	- \$	- \$	- \$	- \$
2017	\$	- \$	- \$	- \$	- \$
2018	\$	- \$	- \$	- \$	- \$
2019	\$	- \$	- \$	- \$	- \$
2020	\$	- \$	- \$	- \$	- \$
2021	\$	- \$	- \$	- \$	- \$
2022	\$	- \$	- \$	- \$	- \$
2023	\$	- \$	- \$	- \$	- \$
2024	\$	- \$	- \$	- \$	- \$

Notes:

- Details regarding the city's outstanding debt can be found in the notes to the financial statements.
- The city did not have any general obligation bonds outstanding in the last ten fiscal years.

City of Durango, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2024 (Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u> ¹	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
School District 9-R	\$ 93,535,000	44.1%	\$ 41,248,935
Other debt			
La Plata County Certificates of Participation	\$ 152,369	34.8%	<u>\$ 53,024</u>
Subtotal, overlapping debt			\$ 41,301,959
City direct debt			<u>\$ 11,951,698</u>
Total direct and overlapping debt			<u><u>\$ 53,253,657</u></u>

¹ The estimated percentage applicable for debt repaid with property taxes is calculated using the property value of the overlapping area and the overlapping government. The estimated percentage applicable for other debt is calculated using the estimated population totals for the overlapping area and the overlapping government.

Source:

Assessed valuation data was obtained from the LaPlata County Assessor's certificates of value.

Notes:

- Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city.
- This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Durango.
- This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account.
- This does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

City of Durango, Colorado
Legal Debt Margin Information
Last Ten Fiscal Years (Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Debt limit	\$ 51,642,484	\$ 52,671,610	\$ 54,941,624	\$ 55,446,342	\$ 55,463,420	\$ 59,460,416	\$ 59,907,752	\$ 59,882,242	\$ 67,514,988	\$ 68,337,232
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 51,642,484</u>	<u>\$ 52,671,610</u>	<u>\$ 54,941,624</u>	<u>\$ 55,446,342</u>	<u>\$ 55,463,420</u>	<u>\$ 59,460,416</u>	<u>\$ 59,907,752</u>	<u>\$ 59,882,242</u>	<u>\$ 67,514,988</u>	<u>\$ 68,337,232</u>
Legal debt margin as a percentage of the debt limit	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Legal Debt Margin Calculation for Fiscal Year 2023

Assessed value	\$ 683,372,320
Debt limit (10% of assessed valuation)	68,337,232
Debt applicable to limit:	-
General obligation bonds	-
Less: amount set aside for repayment	-
Total net debt applicable to limit	-
Legal Debt Margin	<u><u>\$ 68,337,232</u></u>

Note:

Under the provisions of the City of Durango Charter, Article IV, Section 21, the aggregate amount of bonds or other forms of indebtedness payable in whole or in part from the proceeds of ad valorem taxes, or to which the full faith and credit of the City are pledged (excluding such debt relating to water and excluding securities issued under Section 23) shall not exceed ten.

City of Durango, Colorado
Pledged-Revenue Coverage
Sales and Use Tax Revenue Bonds- Series 2007
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Pledged Sales Tax	Pledged Use Tax	Revenue Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
2015	\$ 1,876,581	\$ 120,760	\$ 1,997,341	\$ 815,000	\$ 441,519	1,256,519	1.31%
2016	-	-	-	-	- \$	-	-
2017	-	-	-	-	- \$	-	-
2018	-	-	-	-	- \$	-	-
2019	-	-	-	-	- \$	-	-
2020	-	-	-	-	- \$	-	-
2021	-	-	-	-	- \$	-	-
2022	-	-	-	-	- \$	-	-
2023	-	-	-	-	- \$	-	-
2024	-	-	-	-	- \$	-	-

Note:

- The pledged revenue for the Series 2007 issue is fifty percent of a one-half cent sales and use tax increase that became effective in July 2005. The pledged taxes sunset December 31, 2026. These are held in the Capital Improvements Fund. These bonds were refinanced in 2016.

City of Durango, Colorado
Pledged-Revenue Coverage
Sales and Use Tax Revenue Bonds- Series 2008
Last Ten Fiscal Years (Unaudited)

<u>Fiscal Year</u>	<u>Pledged Sales Tax</u>	<u>Pledged Use Tax</u>	<u>Revenue Available for Debt Service</u>	<u>Debt Service</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2015	\$ 15,019,744	\$ 966,518	\$ 15,986,262	\$ 1,005,000	\$ 173,438	\$ 1,178,438	13.57%
2016	\$ 15,436,263	\$ 871,765	\$ 16,308,028	\$ 1,040,000	\$ 133,238	\$ 1,173,238	13.90%
2017	\$ 15,581,172	\$ 1,194,087	\$ 16,775,259	\$ 1,085,000	\$ 91,638	\$ 1,176,638	14.26%
2018	\$ 15,873,878	\$ 1,074,400	\$ 16,948,278	\$ 1,135,000	\$ 48,238	\$ 1,183,238	14.32%
2019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
2020	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
2024	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-

Note:

- The pledged revenue for the Series 2008 issue is the General Fund two percent sales and use tax.
- The bonds were paid in full during 2018.

City of Durango, Colorado
Pledged-Revenue Coverage
Sales and Use Tax Revenue Bonds- Series 2009
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Pledged Sales Tax	Pledged Use Tax	Revenue Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
2015	\$ 15,019,744	\$ 966,518	\$ 15,986,262	\$ 755,000	\$ 578,735	1,333,735	11.99%
2016	\$ 15,436,263	\$ 871,765	\$ 16,308,028	\$ 775,000	\$ 554,198	1,329,198	12.27%
2017	\$ 15,581,172	\$ 1,194,087	\$ 16,775,259	\$ 800,000	\$ 529,010	1,329,010	12.62%
2018	\$ 15,873,878	\$ 1,074,400	\$ 16,948,278	\$ 830,000	\$ 65,525	895,525	18.93%
2019	\$ 16,381,884	\$ 1,009,212	\$ 17,391,096	\$ 860,000	\$ 34,400	894,400	19.44%
2020	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
2021	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
2022	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
2023	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
2024	\$ -	\$ -	\$ -	\$ -	\$ -	-	-

Note:

- The pledged revenue for the Series 2009 issue the General Fund two percent sales and use tax.
- The bonds were paid in full in 2019.

City of Durango, Colorado
Pledged-Revenue Coverage
Sales and Use Tax Revenue Note- Series 2016
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Pledged Sales Tax	Pledged Use Tax	Revenue Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
2015	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
2016	\$ 1,928,602	\$ 108,922	\$ 2,037,524	\$ -	\$ -	\$ -	-
2017	\$ 1,946,721	\$ 149,493	\$ 2,096,214	\$ 980,000	\$ 195,432	\$ 1,175,432	1.78%
2018	\$ 1,983,384	\$ 134,239	\$ 2,117,623	\$ 1,000,000	\$ 175,440	\$ 1,175,440	1.80%
2019	\$ 2,046,925	\$ 126,098	\$ 2,173,023	\$ 1,015,000	\$ 155,040	\$ 1,170,040	1.86%
2020	\$ 2,057,577	\$ 132,023	\$ 2,189,600	\$ 1,040,000	\$ 133,334	\$ 1,173,334	1.87%
2021	\$ 2,440,772	\$ 120,826	\$ 2,561,598	\$ 1,070,000	\$ 190,312	\$ 1,260,312	2.03%
2022	\$ 2,593,849	\$ 116,198	\$ 2,710,047	\$ 1,085,000	\$ 91,494	\$ 1,176,494	2.30%
2023	\$ 2,637,757	\$ 183,134	\$ 2,820,891	\$ 1,110,000	\$ 69,360	\$ 1,179,360	2.39%
2024	\$ 2,707,769	\$ 158,653	\$ 2,866,422	\$ 1,130,000	\$ 46,716	\$ 1,176,716	2.43%

Note:

- The pledged revenue for the Series 2007 issue is fifty percent of a one-half-cent sales and use tax increase that became effective in July 2005.
- The pledged taxes sunset on December 31, 2026. They are held in the Capital Improvements Fund.

City of Durango, Colorado
Demographic and Economic Statistics
Last Ten Fiscal Years (Unaudited)

Fiscal Year	City Population¹	La Plata County Population¹	La Plata Co. Personal Income²	La Plata Co Per capita Personal Income²	Durango Per capita Personal Income²	Unemployment Rate³	Median Age⁴	K-12 Enrollment⁵	Higher Education Enrollment⁶
2015	17,834	54,688	2,745,644	50,206		5.5%	38.4	4,697	4,065
2016	18,101	55,623	2,925,107	52,588		2.4%	38.8	5,053	3,585
2017	18,503	55,589	2,932,803	52,795		2.6%	39.0	5,251	3,598
2018	18,465	56,310	3,142,492	55,807		3.1%	40.0	5,419	3,356
2019	19,117	56,221	3,272,944	58,216		2.5%	39.8	5,545	3,310
2020	19,078	55,638	2,271,199	40,821		7.3%	40.8	6,931	3,443
2021	19,223	56,250	2,279,756	40,529		3.5%	41.3	5,797	3,550
2022	19,531	56,607	3,894,248	44,836		2.8%	36.0	6,980	3,360
2023	19,743	56,407	4,318,392	44,836		3.0%	36.5	5,595	3,425
2024	19,811	56,823	n/a	45,717	43,252	4.0%	37.2	5,267	3,392

¹ U.S. Census Bureau

² U.S. Census Bureau - Per capita income for La Plata County in past 12 months (in 2022 dollars), 2018-2022 not available till July 1 for 2023.

³ U.S. Bureau of Labor Statistics - data for La Plata County as of December 2023

⁴ U.S. Census Bureau American Community Survey - data for La Plata County not available till July 1 for 2023.

⁵ Colorado Department of Education pupil membership data Durango 9-R

⁶ Higher Education Enrollment is for Fort Lewis College only

City of Durango, Colorado
Principal Employers
Current Year and Nine Years Ago (Unaudited)

<u>Employer</u>	<u>Type of Business</u>	<u>FT & PT Number of Employees</u>	<u>2024</u> ¹		<u>2015</u>		
			<u>Percentage of Total County Employment</u>	<u>Rank</u>	<u>Number of Employees</u>	<u>Percentage of Total County Employment</u>	<u>Rank</u>
Southern Ute Tribe	Government	1,600	4.51%	1	1,245	4.31%	1
City of Durango	Government	1,047	2.95%	2	300	1.04%	10
Durango School District 9R	Government-Education	998	2.81%	3	632	2.19%	3
Mercy Medical Center	Health	901	2.54%	4	1,200	4.16%	2
Purgatory Recreational Management	Recreation	850	2.39%	5	479	1.66%	6
Fort Lewis College	Government-Education	683	1.92%	6	570	1.97%	5
La Plata County	Government	445	1.25%	7	401	1.39%	7
Wal-Mart	Retailer	437	1.23%	8	330	1.14%	8
Bayfield School District 11JT	Government-Education	216	0.61%	9	N/A	-	-
Rocky Mountain Chocolate Factory	Retailer	200	0.56%	10	N/A	-	-
Mercury Payments (Later Vantiv)	Finance	N/A	-	-	630	2.18%	4
Crossfire	Energy	N/A	-	-	322	1.12%	9
US Government	Government	N/A	-	-	N/A	-	-
Total		7,377	20.78%		6,109	21.17%	
Total Employment for La Plata County		35,502	100%		28,861	100%	

¹ Based on the most recent data from 2022. Per source, data for 2023 will not be available until Fall 2024.

Source:
Region 9 Economic Development District of SW Colorado

Notes:
- Employer data is not available at the municipal level, so data presented is for La Plata County.

City of Durango, Colorado
Property Value and Construction
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Property Value ¹			Commercial Construction ²		New Residential & Other Construction ²	
	Commercial	Residential	Total	Number of Permits	Value	Number of Permits(Units)	Value
2015	\$ 957,824,280	\$ 2,382,562,440	\$ 3,340,386,720	7	\$ 9,909,232	495 (196)	\$ 49,571,608
2016	\$ 1,039,534,330	\$ 2,729,145,880	\$ 3,768,680,210	7	\$ 2,164,878	434 (111)	\$ 37,586,147
2017	\$ 1,047,965,070	\$ 2,786,167,240	\$ 3,834,132,310	12	\$ 27,641,356	533 (355)	\$ 56,964,095
2018	\$ 1,047,711,180	\$ 2,786,423,670	\$ 3,834,134,850	10	\$ 21,990,065	571 (124)	\$ 37,190,578
2019	\$ 1,104,836,000	\$ 3,017,104,310	\$ 4,121,940,310	9	\$ 7,092,303	539 (89)	\$ 45,984,765
2020	\$ 1,117,497,080	\$ 3,076,277,520	\$ 4,193,774,600	56	\$ 18,311,601	399 (96)	\$ 20,249,153
2021	\$ 1,084,916,620	\$ 3,254,749,280	\$ 4,339,665,900	40	\$ 13,651,770	485 (130)	\$ 49,335,624
2022	\$ 1,182,346,740	\$ 3,387,930,680	\$ 4,570,277,420	10	\$ 373,587	145(185)	\$ 35,012,082
2023	\$ 1,348,198,110	\$ 4,111,989,590	\$ 5,460,187,700	31	\$ 45,225,654	140 (260)	\$ 37,317,666
2024	\$ 2,303,764,520	\$ 4,197,064,240	\$ 6,500,828,760	31	\$ 32,187,893	262(177)	\$ 85,918,636

¹ Estimated actual value was obtained from the La Plata County Assessor's Office.

² Per the City of Durango Planning and Community Development Department.

City of Durango, Colorado
Full-time Regular City Government Employees by Function/Program
Last Ten Fiscal Years (Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Function/Program										
General Government	69.42	69.42	72.55	72.55	79.75	82.75	96.00	93.90	85.00	115.00
Public Safety	86.00	87.00	88.00	88.00	88.00	89.00	73.00	95.79	87.50	75.00
Public Works	21.00	23.00	23.10	24.10	24.10	24.10	43.00	35.30	43.40	34.00
Parks and Recreation	32.00	32.00	33.00	38.00	38.00	39.00	43.00	39.80	41.00	46.00
Library	20.50	20.50	20.50	20.00	20.00	21.00	20.00	21.00	18.00	19.00
Joint Venture Airport	21.00	23.00	23.00	23.00	23.00	23.00	21.00	22.00	21.00	22.00
Water Utility	20.80	21.80	21.35	20.25	18.00	18.00	21.00	17.75	15.30	25.00
Sewer Utility	17.40	17.80	21.35	23.45	21.90	21.90	18.00	20.50	17.30	16.00
Sustainable Services	12.33	13.34	13.15	13.15	12.00	12.00	12.00	13.00	12.00	12.00
Parking & Transportation Services	30.00	32.00	32.25	27.25	26.00	26.00	35.00	33.00	35.50	38.00
Total	330.45	339.86	348.25	349.75	350.75	356.75	382.00	392.04	376.00	402.00

Source:
City Finance Department

Notes:
- The General Government function includes internal service funds full-time employees. Represents full time, benefited positions for each year presented.
- The Airport is jointly owned by the City and the County. The City took over the management responsibility for operations of the airport in 2003.
- In 2014, Parking staff were merged into the Public Transit/Transportation Services department.

City of Durango, Colorado
Operating Indicators by Function/Program
Last Ten Fiscal Years (Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General Government										
Building permits issued	502	441	545	581	515	455	456	400	333	293
Value of buildings (millions of dollars)	43	40	85	59	80	39	40	25	87	63
Building construction inspections	1,182	1,126	1,100	1,177	1,139	901	1,137	823	746	841
Acres annexed	3,655.90	3,655.90	91.41	1,994.80	3.21	3.21	3.03	9.59	1,870.95	1,928.00
Area in square miles	19.57	19.57	13.98	17.07	17.10	17.10	17.10	17.12	20.03	20.09
Public Safety										
Total number of police incidents	39,702	40,673	38,705	37,106	32,233	32,682	39,163	43,695	43,877	43,604
Number of 911 calls received	19,002	20,195	19,644	19,995	20,169	21,967	18,136	21,544	21,419	19,112
Public Works										
Street miles swept	11,317	12,100	13,594	12,286	11,093	11,886	10,134	5,885	10,250	10,900
Tons hot mix applied	359	339	407	360	345	197	158	102	236	135
Signs replaced/installed	1,439	1,933	1,750	1,314	1,314	1,589	1,142	1,046	1,110	1,709
Snow hauled (cubic yards)	15,190	17,620	11,970	566	27,161	1,775	10,810	2,260	19,508	6,921
Parks and Recreation										
Recreation Center admissions	366,006	370,376	370,385	386,613	379,483	141,231	211,502	305,645	341,527	366,177
Program participants	37,445	38,373	42,795	88,714	124,725	18,220	61,822	24,650	23,630	29,299
Park & river permits issued	267	303	288	226	217	92	178	182	220	160
Library										
Number of volumes/materials	120,508	116,455	118,413	120,185	114,202	104,067	95,178	98,609	103,720	111,856
Collection use	448,803	408,506	402,591	412,874	420,978	210,024	263,720	303,486	322,436	397,009
Water utility										
Gallons of water treated (MG)	1,194	1,232	1,225	1,218	1,177	1,253	1,364	1,298	1,248	1,271
Number of water consumers	6,485	6,410	6,432	7,023	7,327	7,450	7,334	7,359	7,512	7,421
Water main breaks	19	32	24	61	17	32	26	10	16	24
Sewer utility										
Gallons of wastewater treated (MG)	718	730	717	542	590	570	599	299	560	528
Average daily use (MG)	1.982	1.996	1.935	1.488	1.604	14.556	1.637	1.600	1.535	1.442
Solid waste										
Commercial accounts	552	571	589	600	617	632	634	698	630	713
Residential	4,574	4,746	4,991	5,111	5,153	5,187	5,248	5,328	5,350	5,380
Cubic yards of refuse hauled	24,826	25,146	26,145	25,510	24,300	25,875	25,818	6,848	25,004	24,887
Tons of recyclables diverted from landfill	4,361	4,215	4,260	3,451	3,336	3,223	3,471	425	3,200	3,040
Public transit										
Passengers	472,943	470,703	478,358	359,368	373,845	232,798	243,989	329,743	425,244	458,061
Cost per trip (dollars)	4.64	4.95	4.47	6.54	3.77	7.97	8.38	6.65	5.97	6.78

Sources:

City department managers and December department monthly reports.

City of Durango, Colorado
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years (Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Public Safety										
Number of police vehicles	37	38	39	39	39	36	38	39	41	44
Public Works										
Miles of streets	74.9	77.2	77.2	77.2	77.2	77.4	79.6	78.0	83.0	83.0
Parks and Recreation										
Parkland-developed acres	193.7	193.7	197.6	197.6	197.5	197.5	197.5	267.0	267.0	309.0
Parkland- undeveloped acres	109.9	109.9	108.1	108.1	108.1	108.1	108.1	7.0	7.0	7.0
Open space -acres	3,002	3,005	4,994	4,994	4,994	3,039	3,349	3,290	3,337	3,410
Number of playgrounds	19	19	22	22	22	22	22	23	22	22
Library										
Number of libraries	1	1	1	1	1	1	1	1	1	1
Water utility										
Miles of water lines	137.0	145.6	146.4	146.4	149.2	149.2	153.2	150.0	151.5	151.6
Sewer utility										
Miles of sewer lines	101.5	104.7	107.1	107.1	107.1	107.1	108.4	105.00	108.80	105.00
Parking										
Number of parking lots	4	4	4	4	4	4	4	4	4	4
Solid waste										
Transfer station	1	1	1	1	1	1	1	1	1	1
Recycling center	1	1	1	1	1	1	1	1	1	1
Public transit										
Number of buses	16	16	16	13	13	12	13	13	16	15



COMPLIANCE SECTION

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): 12/2024

This Information From The Records Of (example - City of _ or County of _): City of Durango, Colorado	Prepared By: Helen Bruckbauer Phone: 970-375-5000
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I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	5,206,016
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,052,317
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	0
2. General fund appropriations	3,233,703	b. Snow and ice removal	723,961
3. Other local imposts (from page 2)	6,038,885	c. Other	457,425
4. Miscellaneous local receipts (from page 2)	232,771	d. Total (a. through c.)	1,181,386
5. Transfers from toll facilities		4. General administration & miscellaneous	636,665
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	229,731
a. Bonds - Original Issues		6. Total (1 through 5)	9,306,115
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)		a. Interest	139,001
7. Total (1 through 6)	9,505,359	b. Redemption	1,120,000
B. Private Contributions	957,398	c. Total (a. + b.)	1,259,001
C. Receipts from State government (from page 2)	757,548	2. Notes:	
D. Receipts from Federal Government (from page 2)	9,228	a. Interest	0
E. Total receipts (A.7 + B + C + D)	11,229,533	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	1,259,001
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	10,565,116

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	5,865,000		1,120,000	4,745,000
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE (RECEIPTS AND DISBURSEMENTS ONLY)

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	12,631,287	11,229,534	10,565,118	13,295,703	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:

Colorado

YEAR ENDING (mm/yy):

12/2024

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	5,736,856	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	302,029	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	6,038,885	h. Other County Road \$ Bridge	232,771
c. Total (a. + b.)	6,038,885	i. Total (a. through h.)	232,771
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	690,446	1. FHWA (from Item I.D.5.)	-
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	67,102	d. Federal Transit Admin	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Feder American Rescue Plan Act	9,228
f. Total (a. through e.)	67,102	g. Total (a. through f.)	9,228
4. Total (1. + 2. + 3.f)	757,548	3. Total (1. + 2.g)	9,228
	(Carry forward to page 1)		(Carry forward to page 1)

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			
b. Engineering Costs			
c. Construction:			
(1). New Facilities			
(2). Capacity Improvements			
(3). System Preservation		5,206,016	5,206,016
(4). System Enhancement & Operation			
(5). Total Construction (1) + (2) + (3) + (4)		5,206,016	5,206,016
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		5,206,016	5,206,016
			(Carry forward to page 1)

Notes and Comments: