



# FUNDING THE FUTURE

Work Session #4 & 5:  
*Financial Stewardship  
of Laramie's  
Infrastructure Assets*

# This Evening

1: City Goals A2 & C1, C2, C3

2: Review of Available Funding Mechanisms – *Requested Last Session*

Funding Mechanisms – LID/SID vs. SAD

How is it Imposed?

How is it Collected?

For What Purpose?

And, who pays?

3: History of SID & SAD attempts – *Requested Last Session*

4: Council Decisions:

What Paving Standard is Preferred by Council (for Gravel-to-Pavement Conversion)

What Payer Mix is Preferred by Council?

# 2018 Adopted City Goals

Work Session #1 of 6 (est.)

- Goal A2. Continue Fiscal sustainability effort initiated in 2016...
  - ✓ Renewal of 5<sup>th</sup> and 6<sup>th</sup> penny
  - ✓ Reporting of direct distribution needed to fund basic services
  - ✓ Identify other funding sources
- Goal C. Improve Conditions of City Streets and Storm Water Management
  - ✓ Step 1. Adopt a financial policy for improving unpaved streets, and corresponding areas of insufficient drainage, within the City that considers both municipal and neighborhood funding options by September 30, 2018.
  - ✓ Step 2. Adopt a street improvement plan to bring the overall Pavement Condition Index (PCI) to non-critical level by 2025.
  - ✓ Step 3. Appropriate funding and complete on average one improvement project per year within the Storm Water Drainage master plan.

Current levels of available funding are insufficient to support new pavements being installed at every public works project site.

**In the last two budget years, City has not had sufficient funding to pay for gravel-to-paving-conversion on every public works project.**

(FY 17 & 18: July 1, 2016-June 30, 2018)

**Financial Outlook Remains Similar**

(FY 17 & 18: July 1, 2016-June 30, 2018)

**See Budget Book and Outlook Reports.**

Capital Street Funding  
\$1M - \$2M

Capital Sewer Funding  
\$4M – \$6M

Capital Water Funding  
\$6M - \$8M

# Fiscal Outlook for the Next Decade: 2019 – 2029

## Street & Storm Drainage

Current estimate of needed capital investment for municipal street and storm drainage = \$175.5 - \$195.5 M.

STORM: \$79.5 Million in needed storm drainage improvements (\$159 M Total).

### STREET SYSTEM:

#### PAVED SURFACES ~(150 mi)

- \$25 Million to *maintain* level-of-service of existing paved streets (PCI 60, low-average).
- \$45 Million to *improve* level-of-service of existing paved streets (PCI 65-75, average to low-above-average).

#### GRAVEL SURFACES (~18 mi)

- \$26 - \$46 Million to convert remaining gravel roads to pavement, depending upon paving standard (17 miles).

# Funding Mechanisms

- Gasoline & Special Fuels Tax
- Direct Distribution
- SLIB Loans
- SRF Loans
- *Assessment Districts – Maybe Drainage Depending on Legal Research/Opinion*
- *Local Improvement Districts*
- *Other Fees – Depending on Legal Research/Opinion*
- Local Option Taxes
- *New Ch. 38 SLIB Loan Program*

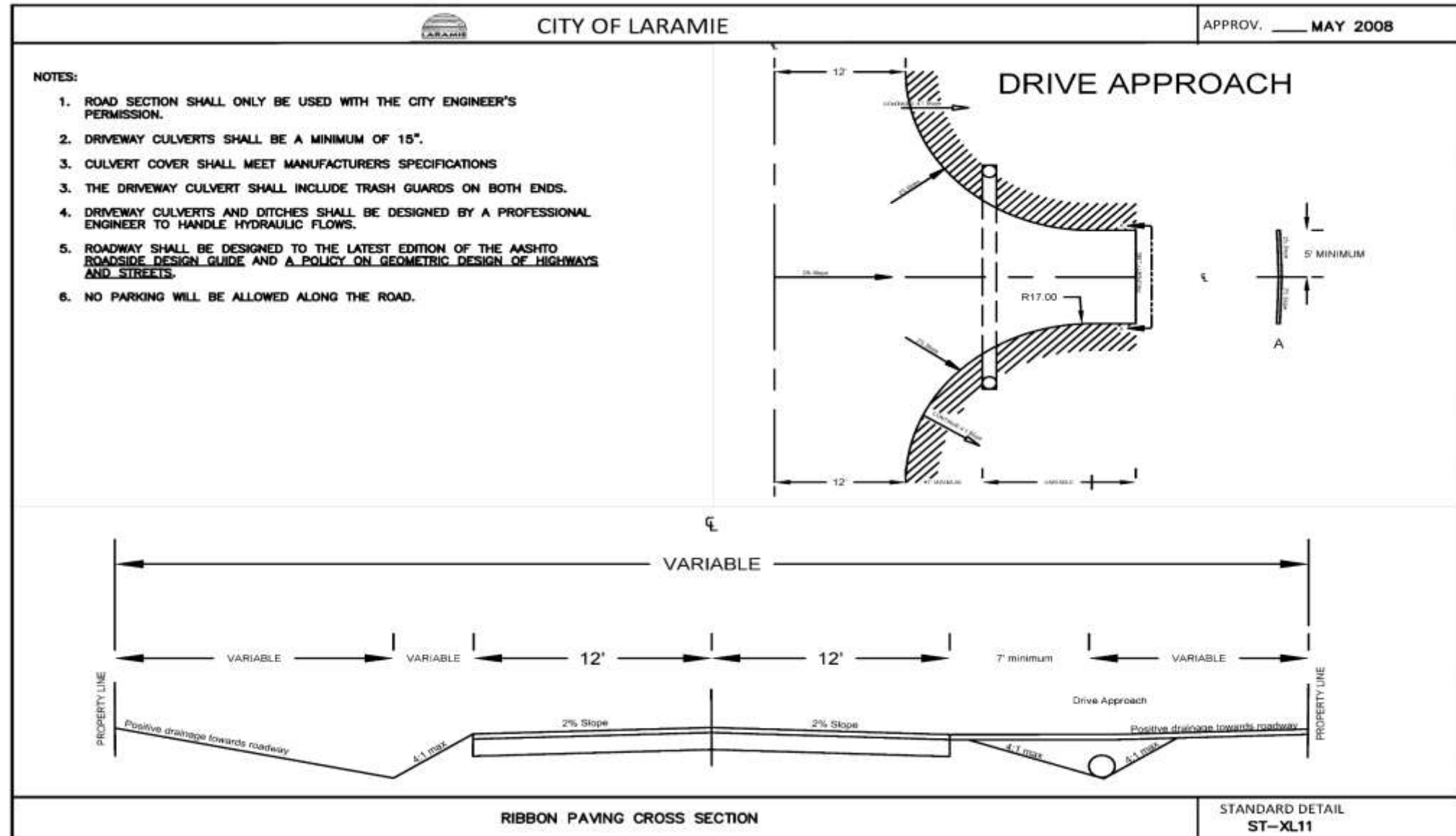


# Paving Standard (Gravel-to-Pavement Conversion)



# City of Laramie Street Options

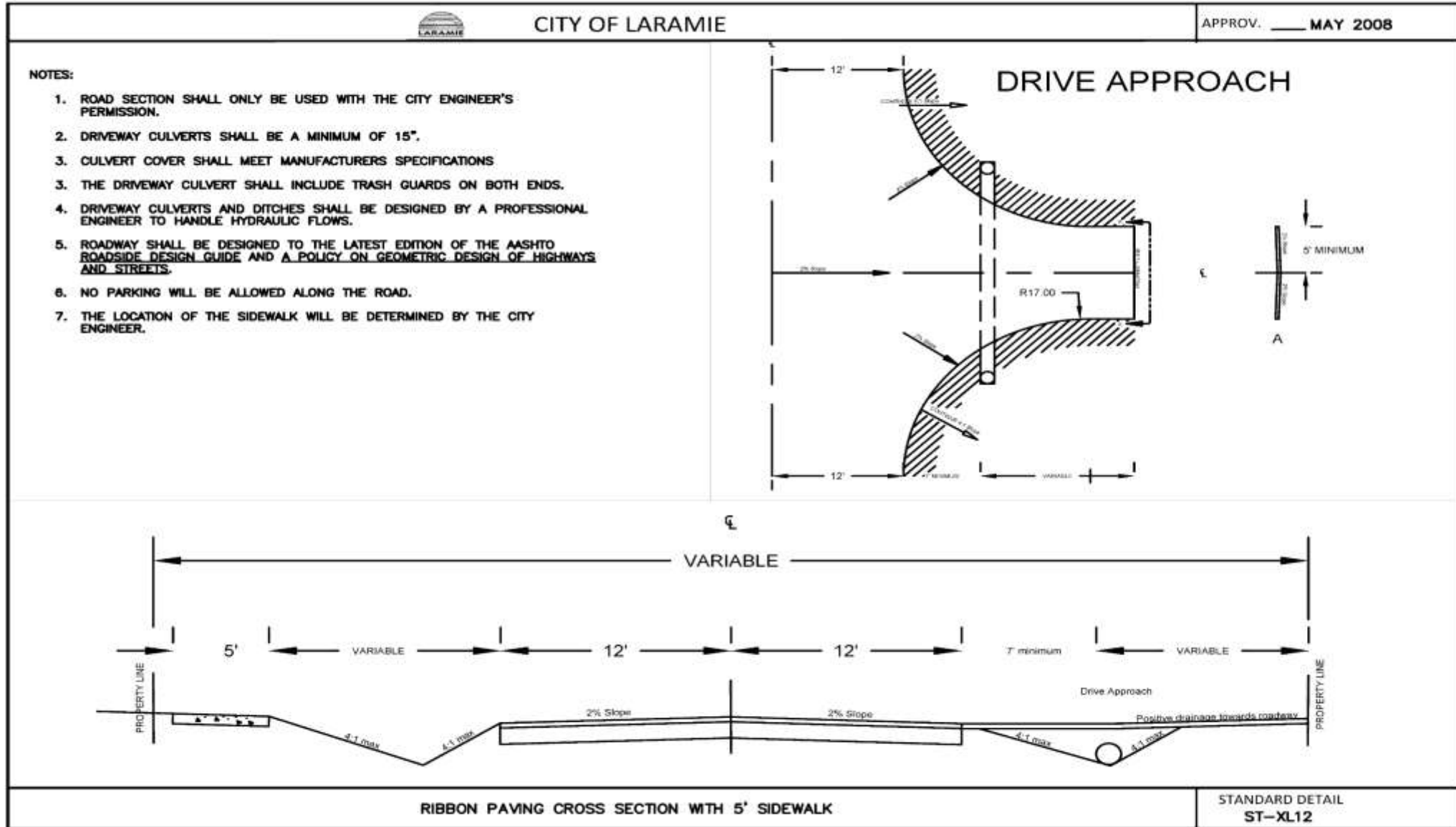
## Option 1: Ribbon Paving Cross Section





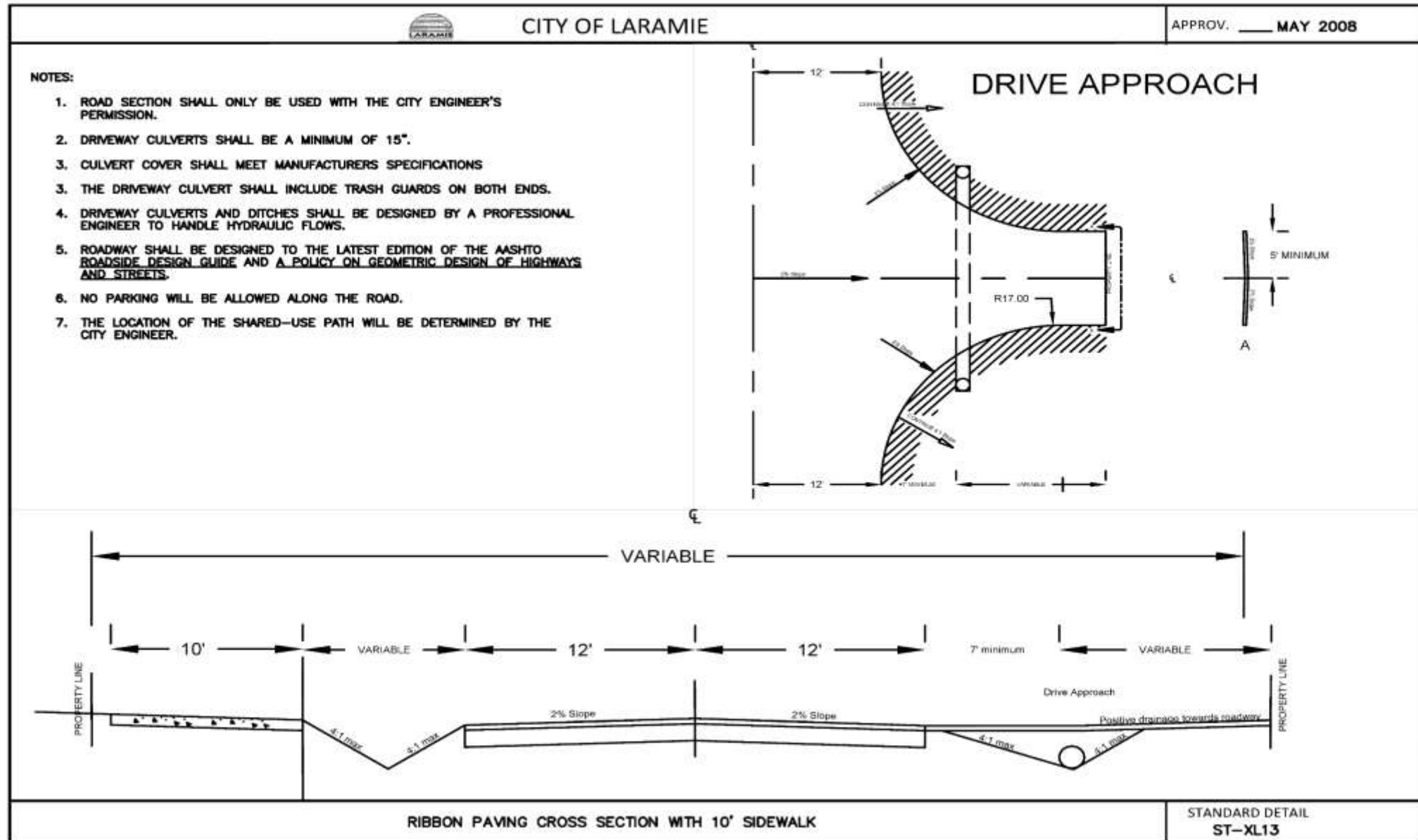
# City of Laramie Street Options

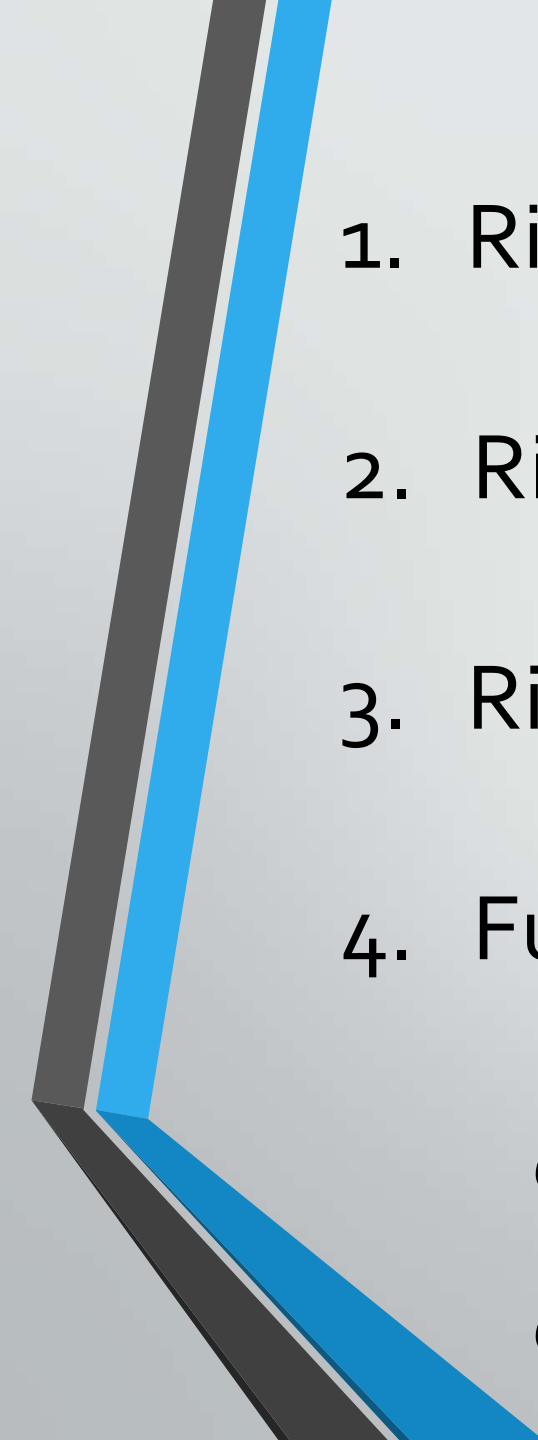
## Option 2: Ribbon Paving with 5" Sidewalk



# City of Laramie Street Options

## Option 3: Ribbon Paving with 10" Sidewalk



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1. Ribbon (current City standard)
  2. Ribbon with 5' Sidewalk
  3. Ribbon with 10' Sidewalk
  4. Full Street Section

*Gravel Road to #4 Pavement (Local): \$3,280,580 /mile*

*Gravel Road to #4 Pavement (Arterial): \$5,212,438 / mile*

# Payer Mix

- Public Revenue Sources
  - Tax Collections
  - Public Grants
  - Public Loans
- Benefitting Property Owners
- Public-Private Partnership (PPP)
  - LIDs Often Share Cost Between Public and Private Entities (Not a Property Assessment)
  - Public Entity Usually Responsible for Billing, Receivables, Collections of Unpaid Bills

## Manager's Recommended Next Steps:

- Step #1
- A. Council Weigh in on Walkability
  - B. Staff Recommend Paving Standard by Road Designation, with Requirement for Subsequent Review at Time of Development
  - C. Council Adopt Standard by Resolution

Step #2 A. Council Resolution for Preferred Payer Mix

Step #3 A. Public Meetings/Constituent Outreach?

