ATTACHMENTS

CITY OF SHEBOYGAN

SECOND REGULAR COMMON COUNCIL MEETING

Monday, April 23, 2018

ALDERPERSONS PRESENT:

Todd Wolf, Rosemarie Trester, Mary Lynne Donohue, Jim Bohren, Ryan Sorenson, Ron Rindfleisch, Markus Savaglio, Dean Dekker, Rose Phillips, Trey Mitchell

Meeting called to order at 6:00 PM

1. OPENING OF MEETING

1.1 ROLL CALL

1.2 PLEDGE OF ALLEGIANCE

1.3 APPROVAL OF MINUTES

MOTION TO APPROVE MINUTES
Motion by Todd Wolf, second by Mary Lynne Donohue.
Final Resolution: Motion Passes
Aye: Todd Wolf, Rosemarie Trester, Mary Lynne Donohue, Jim Bohren, Ryan Sorenson, Ron Rindfleisch, Markus Savaglio, Dean Dekker, Rose Phillips, Trey Mitchell - 10.

1.4 MAYOR'S ANNOUNCEMENTS - UPCOMING COMMUNITY EVENTS, PROCLAMATIONS, EMPLOYEE RECOGNITIONS

1.5 CONFIRMATION OF MAYOR'S APPOINTMENTS TO STANDING COMMITTEES

MOTION TO CONFIRM
Motion by Todd Wolf, second by Mary Lynne Donohue.
Final Resolution: Motion Passes
Aye: Todd Wolf, Rosemarie Trester, Mary Lynne Donohue, Jim Bohren, Ryan Sorenson, Ron Rindfleisch, Markus Savaglio, Dean Dekker, Rose Phillips, Trey Mitchell - 10.

1.6 CONFIRMATION OF MAYOR'S APPOINTMENTS TO SPECIAL COMMITTEES, BOARDS AND COMMISSIONS

MOTION TO CONFIRM
Motion by Todd Wolf, second by Mary Lynne Donohue.
Final Resolution: Motion Passes
Aye: Todd Wolf, Rosemarie Trester, Mary Lynne Donohue, Jim Bohren, Ryan Sorenson, Ron Rindfleisch, Markus Savaglio, Dean Dekker, Rose Phillips, Trey Mitchell - 10.

2. ADJOURN MEETING

2.1 Motion to Adjourn

MOTION TO ADJOURN AT 6:09 PM
Motion by Todd Wolf, second by Mary Lynne Donohue.
Final Resolution: Motion Passes
Aye: Todd Wolf, Rosemarie Trester, Mary Lynne Donohue, Jim Bohren, Ryan Sorenson, Ron Rindfleisch, Markus Savaglio, Dean Dekker, Rose Phillips, Trey Mitchell - 10.

Generated by City Clerk Meredith DeBruin on Tuesday, April 24, 2018

City of Sheboygan

Common Council Handbook

"I think local government is the hardest job in the country because it is one thing to be at the federal level where you can talk grand thoughts, talk about things in policy terms, and encourage legislation that channels your decision making into certain goals; it is another thing to pick up the garbage, to plow the snow, to sweep the street, to make sure your signal lights are working. Local government is really hard. That is where the rubber meets the road, and it is much harder than federal government." -- Pauline A. Schneider

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Preface

This manual is intended to provide alderpersons, committee and board members, city employees, and members of the public with general rules of procedure and decorum during all formal meetings. These rules are intended for easy reference only and do not supersede current city ordinances or resolutions. The City of Sheboygan follows the rules of parliamentary procedure set forth in Robert's Rules of Order, Newly Revised, in all cases in which they are applicable and not inconsistent with the ordinances and regulations of the City.

The mayor (who chairs council meetings) and committee chairpersons set the tone and structure of the meetings over which they preside. That tone and structure may vary from individual to individual. The mayor and chairperson are responsible for ensuring that debate and discussion is conducted appropriately, professionally and within the rules of order. They enforce the observance of order and proper decorum between the entire membership and those present during any meeting. The mayor and chairpersons have discretionary authority to excuse non-members from the meeting whenever any disturbance or disorderly conduct occurs.

All alderpersons, commissioners, committee members, board members, officers and those in attendance at all meetings shall conform their conduct to the rules and expectations of this manual.

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I. COMMON COUNCIL PROCEEDINGS

A. Generally Used Rules of Order and Procedure

Alderpersons may only act on items posted on the agenda. Alderpersons may not act on items posted for discussion only. Certain items not posted on the agenda may be introduced as "Other Matters Authorized by Law," but no action may be taken on such matters other than to lie over to the next meeting or be referred to a committee.

The consent agenda deals with matters generally regarded as routine. However, any alderperson may call a specific document for separate action after the motion is made to approve the agenda. If an alderperson simply requires clarification about a document in the consent agenda, he or she may simply inquire without calling for separate action.

Any alderperson may request to pull forward any document out of the order of the agenda.

1. Most Commonly Used Documents

The following are the types of documents upon which the common council generally acts:

Ordinances: Ordinances are the laws of the city. An ordinance may enact new legislation or amend or repeal an existing ordinance.

The proper motion for the passage of an ordinance is: "I move to adopt the ordinance."

This motion requires a second, is debatable, amendable and generally requires a majority vote, unless otherwise required by law or ordinance. For example, charter ordinances require a two-thirds vote of all members.

Resolutions: The common council conducts general business through resolutions. They are generally less permanent enactments than ordinances. Resolutions may direct or authorize the appropriate city officials to act on matters approved by the common council. Resolutions also may be used to create committees, commissions or boards to assist the common council in conducting its business.

The proper motion for the passage of a resolution is: "I move to adopt the resolution."

This motion requires a second, is debatable, amendable and generally requires a majority vote, unless otherwise required by law or ordinance. For example, resolutions altering the adopted budget require a two-thirds vote of the entire membership of the council.

Report of Committees: These documents, generally known as R.C.s, are reports created by committees and then referred to the common council to give recommendations on matters initially referred to them. They often include a recommendation for action or to adopt an ordinance/resolution.

When an R.C. comes to council, the report should simply be received. However, additional action will generally be needed on the matters referred to the committee. Proper motions related to an R.C. include the following: "I move to receive the R.C. and adopt the ordinance." "I move to receive the R.C. and file the ordinance." "I move to receive the R.C. and approve the licenses." "I move to receive the R.C. and deny the license." Filing an item is to reject it.

These motions require a second, are debatable but not amendable, and require a majority vote.

Report of Officers: These documents, generally known as R.O.s, are reports or recommendations submitted by boards, commissions, or department heads.

The proper motion for acting on an R.O. is: "I move to receive the R.O. and adopt the recommendation" or "I move to receive the R.O. and file the recommendation."

These motions require a second, are debatable but not amendable, and require a majority vote.

Communications: Communications are letters received by the mayor, alderpersons or the city clerk that are submitted to the common council for consideration and placed on an agenda. Not all letters and petitions are placed on an agenda. In fact, most such letters should first be directed to staff members before being submitted to council, as action can often be taken more quickly and efficiently that way. The mayor, in consultation with the city clerk, determines which matters to place on an agenda.

Once submitted to council, communications may be referred to a committee, commission, or board. Often, they may also be immediately acted upon during a council meeting. All communications must be submitted to the city clerk before the deadline for the council agenda.

A proper motion for acting on a communication is: "I move that the communication be received and filed," or "I move that the communication be referred to committee."

This motion requires a second, is debatable, but not amendable, and requires a majority vote.

Other documents: Often, staff members will prepare attachments, exhibits, or other documents to assist alderpersons in preparing for committee or council meetings. These are for information only, and not meant for action.

The most common such document is called an "IFC" (Item for Consideration). This standardized document includes information about the fiscal impact of a proposed document, gives some background on the proposal, provides staff input and recommendations, references current law

that may impact the proposal, and gives a recommended action.

IFCs are available with the other documents on the agenda item in "BoardDocs" (the city's online system for organizing meeting agendas, minutes, and documents.) While an IFC is not something that is approved, received, filed, or debated, it generally contains important information that will assist the common council in making policy decisions.

All documents being provided to council members, or to members of a commission, committee, or board, must be provided to the city clerk so they can be attached in BoardDocs and tracked for open records compliance purposes. Similarly, any documents referred to in a resolution or report must also be provided to the city clerk so they can be attached in BoardDocs and tracked. Normally, these documents must be provided prior to the agenda deadline.

2. Most Common Types of Action

The following are the four most common types of actions the common council takes during a meeting:

Passage - this is favorable action taken by the common council.

Referral - this action sends a document to a committee, commission or board for deliberation and a recommendation.

Filing - this action dispenses of a document immediately or refers out of committee.

Lying Over - this results when certain documents cannot be passed on the first reading without suspension.

3. Calling the Vote

Voice Vote - all actions other than those requiring a roll call vote may be adopted or passed by voice vote.

Roll Call Vote - a roll call vote is required on the adoption of all ordinances, resolutions, report of committees, report of officers and other documents assessing or levying taxes, appropriating or disbursing funds, actions creating a liability or charge against the city or discharging or commuting a claim or demand against the city. A roll call vote is required on confirmation of appointments. It is also required whenever the common council or a committee votes to go into and come out of closed sessions.

A roll call vote may be called for by the mayor at his discretion or upon the request of any member of the common council.

An appropriate request for a roll call by a member of the common council is: "Your Honor/Mayor, I request a roll call vote."

This is not a motion and therefore does not require a second, debate or vote.

4. Most Commonly Used Motions

MOTION	REQUIRES SECOND	DEBATABLE	AMENDABLE	VOTE REQUIRED
Main Motion	Yes	Yes	Yes	Majority
Motion to Reconsider	Yes	Yes	No	Majority
Motion to Rescind	Yes	Yes	Yes	Majority (with notice)
Motion to Amend	Yes	Yes	No	Majority
Motion to Substitute	Yes	Yes	Yes	Majority
Motion to Amend the Amendment	Yes	Yes	No	Majority
Motion to Refer to Committee	Yes	Yes	Yes	Majority
Motion to Hold	Yes	Yes	Yes	Majority
Motion to Call the Question	Yes	No	No	2/3
Motion to Suspend the Rules	Yes	No	No	* 3/4
Motion to Divide the Question	Yes	No	No	Majority
Motion to Open the Floor	Yes	Yes	Yes	Majority
Point of Order	No	No	No	None
Motion to Recess	Yes	No	Yes	Majority
Motion to Adjourn	Yes	No	Yes	Majority

* The motion to suspend the rules, per Sec. 2-168, Sheboygan Municipal Code, requires ¾ vote of the members-elect. In addition, "unless unanimous consent is given, the vote on suspension shall be by call of the roll."

5. Other Common Rules

An alderman may appear and vote at a common council meeting remotely (i.e., by telephone, video conference, etc.), if notice of remote attendance appears on the agenda. A member who is not physically present shall not count towards a quorum. A member may not participate or vote on any matter that requires the visual assessment of a witness's demeanor if the member is unable to make such a visual assessment, nor may a member vote on any matter that requires the visual assessment of physical evidence or exhibits that have not been previously reviewed by the member. (Sec. 2-138, Sheboygan Municipal Code.)

Alderpersons shall speak only twice on matters being debated or discussed during a common council meeting except upon leave of the common council. (See Sec. 2-184, Sheboygan Municipal Code.)

Privilege of the floor during common council meetings is extended to the mayor, the city clerk, the city attorney, the city administrator, the chief of police or such other police officer in attendance, the finance director/treasurer, members of the department of engineering and public works, the director of planning and development, and members of the media who are confining themselves to their professional duty. No other person is allowed on the council floor except upon the invitation of the mayor or common council.

Only those persons who have privilege of the floor may address the common council. All others may address the common council pursuant to a motion to open the floor.

An appropriate request to allow a person who has privilege of the floor to address the common council is: "Your Honor/Mayor, I request that Mr./Mrs. (state name) address the council." Only the mayor may call the person forward.

An appropriate motion to allow persons who do not have privilege of the floor is: "Your Honor/Mayor, I move to open the floor to (state name)."

Alderpersons may address those persons who have privilege of the floor or to whom the floor has been open with the consent of the mayor. Otherwise, alderpersons may only address the mayor. Thus, when speaking, they should refrain from addressing other alderpersons, staff members, or the audience, and should face the mayor.

An appropriate request to address those persons is: "Your Honor/Mayor, may I address Mr./Ms. (state name)"?

An alderperson may not engage in debate or become confrontational with persons who have privilege of the floor or to whom the floor has been open. At all other times, alderpersons must address the mayor or other presiding officer, not each other or the public.

A motion to amend or a motion to amend the amendment that will totally alter the nature of the original ordinance or resolution is considered out of order as not being "germane." To be germane, an amendment must in some way involve the same question that is raised by the motion to which it is applied. The mayor or presiding officer of the common council shall rule in the first instance as to the admissibility of the amendment in question.

No alderperson may cross the floor or leave the council chamber while the mayor or presiding officer is addressing the common council or submitting a question. (See Sec. 2-180, Sheboygan Municipal Code.)

When an alderperson is called to order, he or she shall sit down and not speak except in explanation until it shall have been determined that the alderperson is in order. (See Sec. 2-183, Sheboygan Municipal Code.)

Any action under consideration by the common council, at the request of three alderpersons, shall be deferred to the next common council meeting to be held no sooner than one week following. The same action may not be deferred a second time or laid over. (See Sec. 2-81,

Sheboygan Municipal Code.)

Whenever any disturbance or disorderly conduct occurs in the council chambers, or rooms or halls adjacent to the council chambers, the mayor or presiding officer has the power, with the aid of the chief of police or police officers in attendance, to cause the chambers, rooms or halls to be cleared of all persons except the alderpersons or officers of the common council. (See Sec. 2-39(a), Sheboygan Municipal Code.)

B. General Rules of Conduct

Alderpersons and members of committees, commissions, and boards shall conduct themselves in a professional and respectful manner while representing the city.

Alderpersons and members of committees, commissions, and boards should wait to be recognized by the mayor or the chairperson before speaking. Upon being recognized, an appropriate preface to your comments is: "Thank you your Honor/Mayor" or "Thank you Mr. Chairman" or "Thank you Madam Chair."

Alderpersons shall not make disparaging statements during common council meetings about each other, elected officials, or others belonging to a different committee, commission, board, or staff.

Alderpersons and members of committees, commissions, and boards must turn off all personal electronic devices, including but not limited to smart phones, tablets, etc., during meetings unless prior permission is obtained from the respective body for extenuating circumstances.

II. COMMISSIONS, COMMITTEES, AND BOARD PROCEEDINGS

The Common Council has three standing committees: the Finance and Personnel Committee; the Public Works Committee; and the Licensing, Hearings, and Public Safety Committee. All committee members are appointed by the mayor and confirmed by the common council.

The Committee of the Whole is comprised of all the alderpersons. The mayor is not a member of the committee. The meetings are called as needed and serve the purpose of deliberation. The Committee of the Whole does not approve or disapprove of any matter before it; it simply makes a recommendation to the common council.

The common council has the power to create special committees on motion or by resolution as the common council deems appropriate.

Any standing committee or special committee may appoint a subcommittee from its membership.

A member of the City Attorney's office will generally be at all standing committee members. Members of any special committees, including the Committee of the Whole, should contact the City Attorney if they believe the presence of legal counsel at such meetings would be helpful.

A. Generally Used Rules of Order and Procedure

Only the items posted on the agenda may be acted on or discussed. Any items posted for discussion only may not be acted on.

Chairpersons of committees are responsible for preparing the agenda for all meetings and arranging for minutes to be taken and forwarded to the city clerk. Members may make a request for an item to be placed on the agenda.

A quorum must be present in order for the meeting to proceed and the chairperson set the tone for the meeting. A quorum for committees, commissions, and boards is a majority of the full membership. Remote attendance is permitted under the same rules as for the common council (see Item I. A. 5, above.)

Members may speak only when recognized by the chairperson. There is no limitation on how many times a member may speak unless the chairperson sets one. Members may not interrupt the chairperson, other members, or the public who are speaking.

Items on the agenda may be pulled forward at the request of a member with the consent of the chairperson.

B. Most Commonly Used Documents

Every committee, commission, and board is unique. Many of them handle documents that are pertinent to them or have been referred to them by the common council.

The following documents are received or acted upon by committees, commissions, and boards, and need to be included with the agenda:

Reports – reports by department heads or other officials are generally informative. The proper motion for reports is to accept and file the report. Reports may also be referred.

Requests – requests are generally made by the public and in some instances city employees. Requests may be granted, denied, held or referred.

Communications – communications vary and they generally are filed. In some instances they may be referred, held or acted upon.

Presentations – presentations are generally for information only; though action may be requested.

IFCs – staff members often prepare an "IFC" (Item for Consideration) for items on a committee agenda. This document includes information about the fiscal impact of a proposed ordinance, resolution, or other document for action; gives some background on the proposal; provides staff input and recommendations; references any current law that impacts the proposal; and gives a recommended action. It is for information, not action, although action may be requested.

III. RULES FOR THE PUBLIC

All personal electronic devices that make noise, including but not limited to smart phones, tablets, etc., or anything else that makes noise, should be turned off while Council is in session so as not to cause a disturbance or distraction.

A. Public Forum

The common council welcomes community input during its meetings.

The public present at the meeting is required to remain silent during the common council meeting. The mayor sets the tone for the common council meetings and enforces all the rules. The mayor may call anyone out of order. In order to preserve order, the mayor may also have anyone who is out of order escorted out of the council chambers.

In order to speak before the common council at the public forum, the public must first make a request to the city clerk. Such request shall be made no later than noon on the day of the common council meeting. Up to five persons are allowed to speak for up to five minutes during the public forum. If more than five people sign up, preference shall be given to city residents and persons who pay property taxes to the City on real or personal property. Comments shall be limited to discussion of items on the agenda. Any alderman may move to open the floor for one minute additional time. The common council has a full agenda to follow but may grant a person additional time to speak by a majority vote.

Basic Rules

1. Before speaking, clearly state your name and address.
2. Speak clearly, do not swear or use foul language.
3. Address comments to alderpersons, committee, etc.
4. Limit comments to matters on the meeting agenda.
5. No advertising, self-promotion, or electioneering.
6. Do not be argumentative with presenters or department heads or representatives.
7. Do not personally attack or criticize the mayor, alderpersons, city officials, department heads, elected officials or staff.
8. Do not personally attack or criticize members of the public present at the meeting.
9. Do not personally attack any member of the public (whether or not present), board/committee members, employees, and the mayor.
10. Maintain your composure and show respect to the chairperson and respective committee members.

The common council receives citizen input and generally does not respond or debate issues with the public during the meeting. However, during a period of public comment, the open meeting law allows a governmental body to discuss any matter raised by the public. (See Sec. 19.83(2), Wis. Stats.) If there is a need for a response or answer to a question or concern, please make a request during your statement and the appropriate city official or employee will get back to you within a reasonable time.

B. Committees, Commissions and Boards

The various city committees, commissions and boards welcome community input. When communications are received by the city and referred to a committee, commission or board, the respective chairperson may invite individuals to attend the meeting. The opportunity to speak is strictly up to the discretion of the chairperson.

Persons wishing to speak during these meetings should raise their hand and be recognized by the chairperson before speaking. There is no limitation on the amount of time an individual has to speak but the chairperson may limit the time.

Everyone is required to remain quiet during the meeting. The chairperson may rule one out of order and may have one escorted out if necessary.

Basic Rules

1. Before speaking, clearly state your name and address.
2. Speak clearly, do not swear or use foul language.
3. Address comments to alderpersons, committee, etc.
4. Limit comments to matters on the meeting agenda.
5. No advertising, self-promotion, or electioneering.
6. Do not be argumentative with presenters or department heads or representatives.
7. Do not personally attack or criticize the mayor, alderpersons, city officials, department heads, elected officials or staff.
8. Do not personally attack or criticize members of the public present at the meeting.
9. Do not personally attack any member of the public (whether or not present), board/committee members, employees, and the mayor.
10. Maintain your composure and show respect to the mayor and alderpersons.

CITY OF SHEBOYGAN
Monday, May 7, 2018
ALDERPERSON ORIENTATION

Facilitators: Alderperson Todd Wolf and Mary Lynne Donohue, Mayor Mike Vandersteen, City Administrator Darrell Hofland, City Attorney Chuck Adams, City Clerk Meredith DeBruin, Director of Human Resources and Labor Relations Sandy Rohrick, Budget Analyst Carrie Arenz

I. City Government Functions and Overview

a. ***Basic structure*** – Departments and services provided - Mike and Darrell
b. ***Basic budget categories and budget process overview*** - Darrell
c. ***Strategic Plan*** – Process and implementation – Darrell
d. ***Citizen Engagement Program*** - Darrell
e. ***Citizen and business communications*** – City newsletters, social media, citizen surveys, departmental newsletters, annual reports – Mike and Darrell
f. ***Personnel policies for elected officials*** – Sandy

Materials provided: 2019 Budget Schedule, 2018 Budget in Brief, Budgetary Basis, Table of Organization, Personnel Schedule Summary, 2017 – 2021 Strategic Plan, 2017 – Quarter Four Action Items and Critical Measurements, 2019 – 2023 Capital Improvements Program Schedule, 2018 Community Survey Executive Summary, 2018 Performance Scorecard, 2017 Property Tax Summary information, Sheboygan Insider Newsletter.*

II. Common Council

a. ***How business is transacted*** – Commonly used documents, referral process, types of actions in Council, common parliamentary procedures – Meredith and Chuck
b. ***Reviewing an agenda*** – Mary Lynne, Todd, Mike, Chuck
c. ***Basic protocol, general rules of conduct*** – Proper dress, using the microphone, etc. – Mary Lynne, Todd, Mike
d. ***Basic open records / open meetings primer*** – Chuck
e. ***Becoming an Alderperson*** – Managing processes, responding to constituent calls and email, etc. – Mary Lynne, Todd, Meredith, Mike, Chuck

Materials provided: Handbook for Wisconsin Municipal Officials, Generally Used Rules of Order, Procedure and Conduct, Common Council agenda example.

**Denotes document previously provided to Alderpersons.*

Hearing No. 1 - 18 - 19. May 7, 2018.

Pursuant to a notice published and personal notices sent by the City Clerk, there is a hearing scheduled for this evening to amend the City of Sheboygan Future Land Use Map of the City's Comprehensive Plan in order to change the Land Use Classification of the property located at 3226-3302 Superior Avenue from Multi-Family Residential to Community Mixed-Use.

Property located at 3226-3302 Superior Avenue:

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Any interested persons may be heard.

Publish - April 20 and 27, 2018.
(Classified)

NOTICE OF PUBLIC HEARING ON AMENDMENT TO THE CITY OF SHEBOYGAN FUTURE LAND USE MAP OF THE CITY'S COMPREHENSIVE PLAN

Notice is hereby given that a public hearing will be held at 6:00 P.M., May 7, 2018, in the Council Chambers of the City Hall, Sheboygan, Wisconsin, to give persons an opportunity to be heard relative to the proposed amendment to the City of Sheboygan Future Land Use Map of the City's Comprehensive Plan. The purpose of the amendment is to change the Land Use Classification of the following described property from Multi-Family Residential to Community Mixed-Use.

Property located at 3226-3302 Superior Avenue:

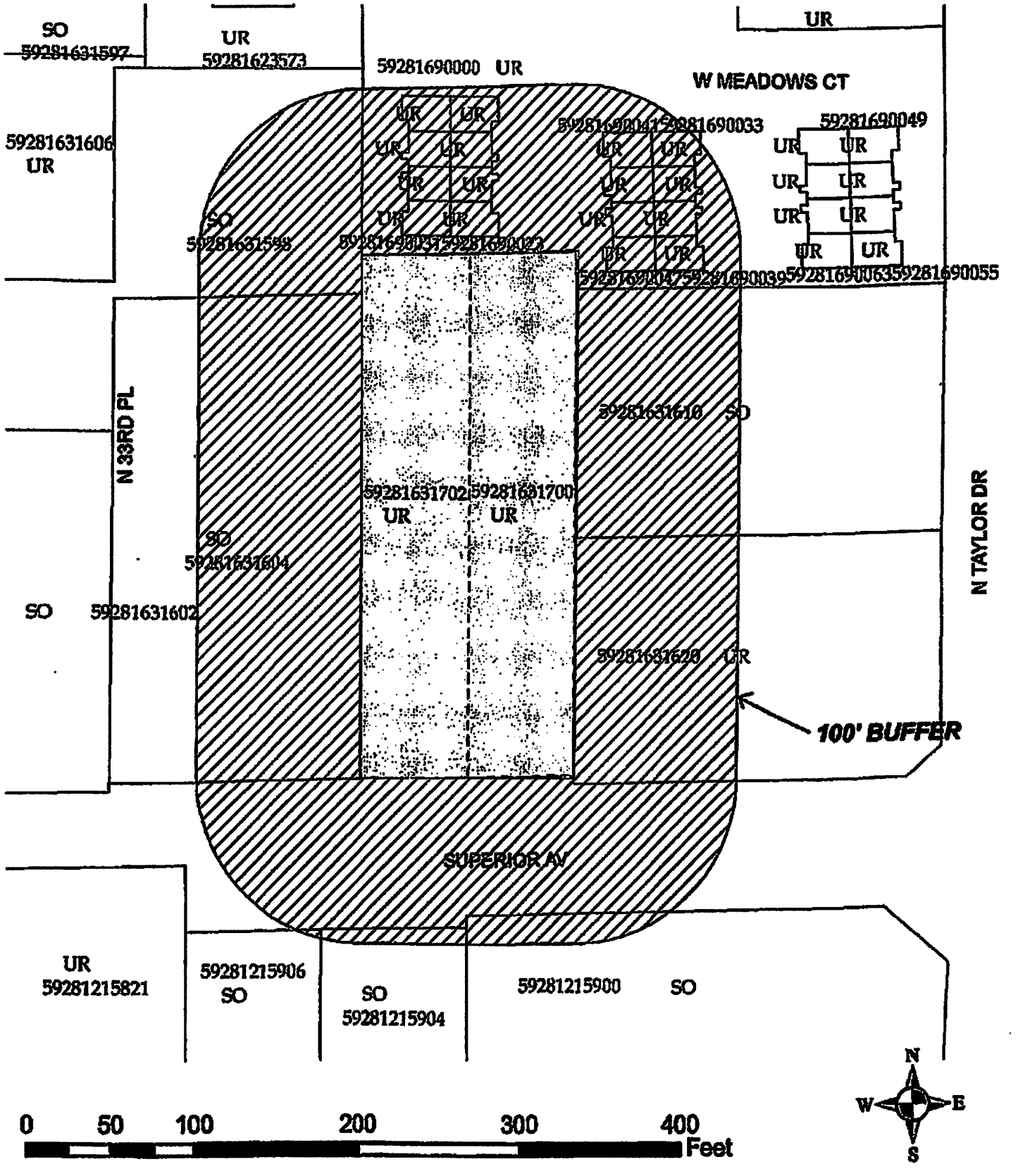
Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

MEREDITH DEBRUIN
City Clerk

PROPOSED COMPREHENSIVE PLAN AMENDMENT FROM MULTI-FAMILY RESIDENTIAL TO COMMUNITY MIXED-USE

SECTION 16, T. 15 N, R. 23 E

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.



CITY OF SHEBOYGAN
828 CENTER AVE.
SHEBOYGAN, WI 53081

April 27, 2018

Dear Property Owner:

I wish to notify you that there will be a public hearing on an amendment to the City's Future Land Use Map of the Sheboygan Comprehensive Plan at 6:00 P.M., May 7, 2018, in the Council Chambers of the City Hall. The purpose of the amendment is to amend the City of Sheboygan Future Land Use Map of the City's Comprehensive Plan of the following described property from Class Multi-Family Residential to Community Mixed-Use:

Property located at 3226-3302 Superior Avenue:

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

If you have questions, please direct your inquiries to the **DEPARTMENT OF CITY DEVELOPMENT AT 459-3377**.

Sincerely,

MEREDITH DEBRUIN, City Clerk

AW Real Estate LLC
1539 N 33rd Pl
Sheboygan, WI 53081

Child's Play of DePere
3304 Superior Ave
Sheboygan WI 53081

S & J Investors, LLC
1526 N Taylor Dr
Sheboygan, WI 53081

Raeder Rentals, LLC
3202 Superior Ave Apt 101
Sheboygan, WI 53081

Judith Lisowe
3227 W Meadows Ct APT A
Sheboygan, WI 53081

Quyntin D Bette Andrews
3228 W Meadows Ct Apt B
Sheboygan, WI 53081

James P Kongslien
32278 W Meadows Ct Apt C
Sheboygan, WI 53081

Bernice Hubert
3227 W Meadows Ct Apt D
Sheboygan, WI 53081

Adeline Bratz
3233 W Meadows Ct Apt A
Sheboygan, WI 53081

Lynda M Butzen
3233 W Meadows Ct Apt B
Sheboygan, WI 53081

Delores Trester
3233 W Meadows Ct Apt C
Sheboygan, WI 53081

Debra Willadsen
3233 W Meadows Ct Apt D
Sheboygan, WI 53081

Raimund Immig
3215 W Meadows Ct Apt A
Sheboygan, WI 53081

James C and Pamela A Welsch
3215 W Meadows Ct Apt B
Sheboygan, WI 53081

Marilyn Ebbers
3215 W Meadows Ct Apt C
Sheboygan, WI 53081

Gerald W and Judith A Fischer
3215 W Meadows Ct Apt D
Sheboygan, WI 53081

Angelica Espinoza
3219 W Meadows Ct Apt A
Sheboygan, WI 53081

Jerome A Budahn Jr
3219 W Meadows Ct Apt B
Sheboygan, WI 53081

Dale Chapman
3219 W Meadows Ct Apt C
Sheboygan, WI 53081

Alexis J Scott
3219 W Meadows Ct Apt D
Sheboygan, WI 53081

Taylor-Superior LLC
1414 N Taylor Dr
Sheboygan, WI 53081

Lee Rhon LLC
3233 Superior Ave
Sheboygan, WI 53081

Lake Michigan
3303 Superior Ave
Sheboygan, WI 53081

Superior 2 LLC
909 N 8th St
Sheboygan, WI 53081

Hearing No. 2 - 18 - 19. May 7, 2018.

Pursuant to a notice published and personal notices sent by the City Clerk, there is a hearing scheduled for this evening to amend the City of Sheboygan Official Zoning Map to change the Use District Classification of the following described property from Class Urban Residential (UR-12) to Class Suburban Office (SO):

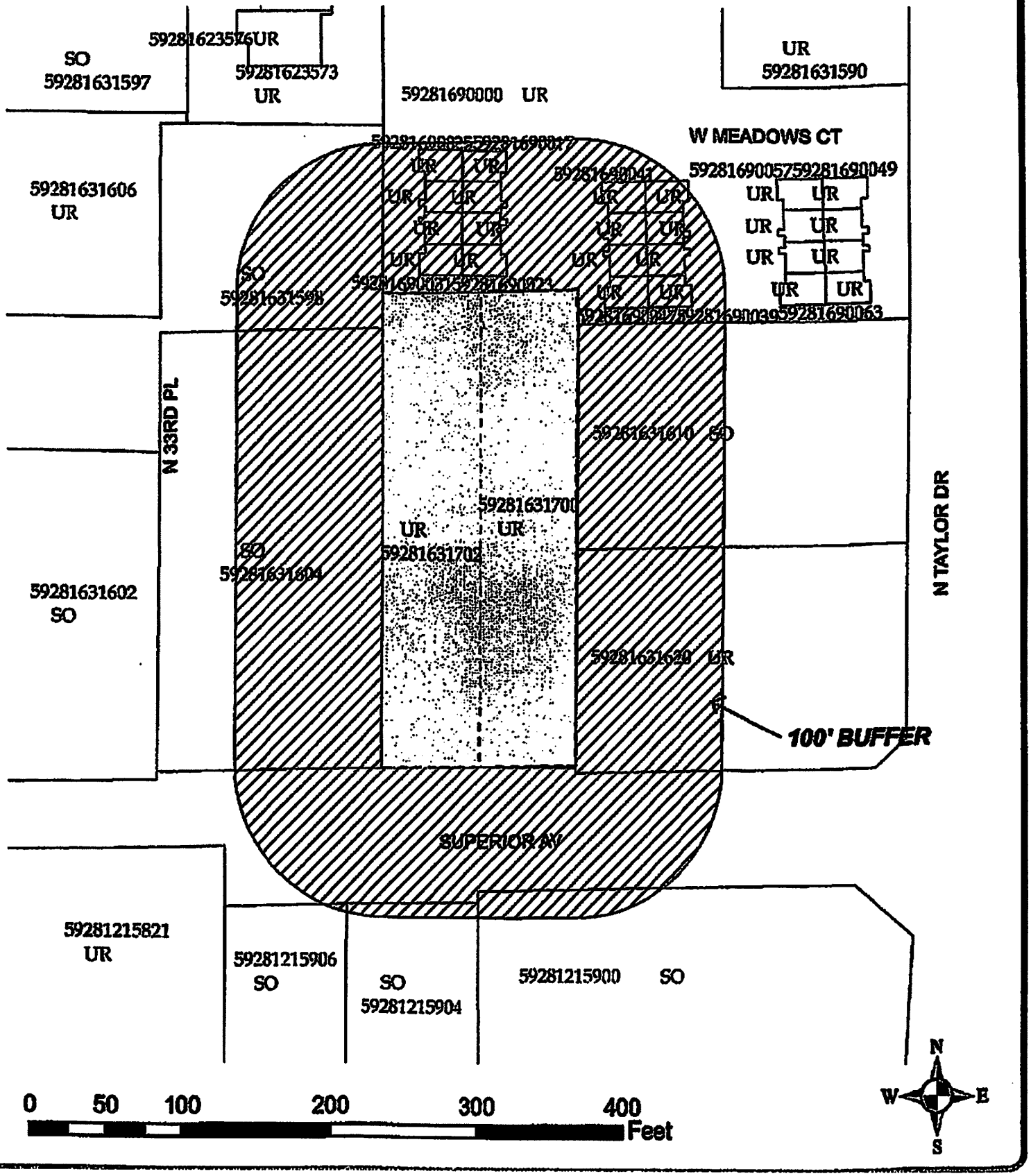
Property located at 3226-3302 Superior Avenue:

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Any interested persons may be heard.

PROPOSED ZONING CHANGE
FROM URBAN RESIDENTIAL (UR) TO SUBURBAN OFFICE (SO)
SECTION 16, T. 15 N, R. 23 E

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.



CITY OF SHEBOYGAN
828 CENTER AVE.
SHEBOYGAN, WI 53081

April 27, 2018

Dear Property Owner:

I wish to notify you that there will be a public hearing on an amendment to the to the City of Sheboygan's Office Zoning Map at 6:00 P.M., May 7, 2018, in the Council Chambers of the City Hall. The purpose of the amendment is to change the Use District Classification of the following described property from Class Urban Residential (UR-12) to Class Suburban Office (SO):

Property located at 3226-3302 Superior Avenue.

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

If you have questions, please direct your inquiries to the **DEPARTMENT OF CITY DEVELOPMENT AT 459-3377**.

Sincerely,

MEREDITH DEBRUIN, City Clerk

AW Real Estate LLC
1539 N 33rd Pl
Sheboygan, WI 53081

Child's Play of DePere
3304 Superior Ave
Sheboygan WI 53081

S & J Investors, LLC
1526 N Taylor Dr
Sheboygan, WI 53081

Raeder Rentals, LLC
3202 Superior Ave Apt 101
Sheboygan, WI 53081

Judith Lisowe
3227 W Meadows Ct APT A
Sheboygan, WI 53081

Quyntin D Bette Andrews
3228 W Meadows Ct Apt B
Sheboygan, WI 53081

James P Kongslien
32278 W Meadows Ct Apt C
Sheboygan, WI 53081

Bernice Hubert
3227 W Meadows Ct Apt D
Sheboygan, WI 53081

Adeline Bratz
3233 W Meadows Ct Apt A
Sheboygan, WI 53081

Lynda M Butzen
3233 W Meadows Ct Apt B
Sheboygan, WI 53081

Delores Trester
3233 W Meadows Ct Apt C
Sheboygan, WI 53081

Debra Willadsen
3233 W Meadows Ct Apt D
Sheboygan, WI 53081

Raimund Immig
3215 W Meadows Ct Apt A
Sheboygan, WI 53081

James C and Pamela A Welsch
3215 W Meadows Ct Apt B
Sheboygan, WI 53081

Marilyn Ebbers
3215 W Meadows Ct Apt C
Sheboygan, WI 53081

Gerald W and Judith A Fischer
3215 W Meadows Ct Apt D
Sheboygan, WI 53081

Angelica Espinoza
3219 W Meadows Ct Apt A
Sheboygan, WI 53081

Jerome A Budahn Jr
3219 W Meadows Ct Apt B
Sheboygan, WI 53081

Dale Chapman
3219 W Meadows Ct Apt C
Sheboygan, WI 53081

Alexis J Scott
3219 W Meadows Ct Apt D
Sheboygan, WI 53081

Taylor-Superior LLC
1414 N Taylor Dr
Sheboygan, WI 53081

Lee Rhon LLC
3233 Superior Ave
Sheboygan, WI 53081

Lake Michigan
3303 Superior Ave
Sheboygan, WI 53081

Superior 2 LLC
909 N 8th St
Sheboygan, WI 53081

Publish - April 20 and 27, 2018.
(Classified)

NOTICE OF PUBLIC HEARING ON AMENDMENT TO THE SHEBOYGAN ZONING ORDINANCE

Notice is hereby given that a public hearing will be held at 6:00 P.M., May 7, 2018, in the Council Chambers of the City Hall, Sheboygan, Wisconsin, to give persons an opportunity to be heard relative to the proposed amendment to the City of Sheboygan's Official Zoning Map. The purpose of the amendment is to change the Use District Classification of the following described property from Class Urban Residential (UR-12) to Class Suburban Office (SO):

Property located at 3226-3302 Superior Avenue:

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

MEREDITH DEBRUIN
City Clerk

II

R. O. No. _____ - 18 - 19. By BOARD OF WATER COMMISSIONERS. May 7, 2018.

To the Honorable, the Mayor and Common Council:

We are, hereby, submitting a copy of the 2017 Annual Audited Financial Statements, including Independent Auditor's Report, on the Sheboygan Water Utility, and the 2017 Annual Report to the Public Service Commission (PSC) of Wisconsin.

Concur.

BOARD OF WATER COMMISSIONERS

Gerald Van De Kreeke, President

Mark J. Smith, Secretary

Raymond W. Haen, Member

SHEBOYGAN WATER UTILITY

An Enterprise Fund of the
City of Sheboygan, Wisconsin

FINANCIAL STATEMENTS

Including Independent Auditors' Report

As of and for the Years Ended December 31, 2017 and 2016

SHEBOYGAN WATER UTILITY

An Enterprise Fund of the City of Sheboygan, Wisconsin

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As of and for the years ended December 31, 2017 and 2016

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INDEPENDENT AUDITORS' REPORT

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BAKER TILLY

INDEPENDENT AUDITORS' REPORT

To the Utility Commission
Sheboygan Water Utility
Sheboygan, Wisconsin

We have audited the accompanying financial statements of Sheboygan Water Utility, an enterprise fund of the City of Sheboygan, Wisconsin, as of and for the years ended December 31, 2017 and 2016, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Sheboygan Water Utility's preparation and fair presentation of the financial statements 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 Sheboygan Water Utility's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sheboygan Water Utility as of December 31, 2017 and 2016, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As discussed in Note 1, the financial statements present only the Sheboygan Water Utility enterprise fund and do not purport to, and do not, present fairly the financial position of the City of Sheboygan, Wisconsin, as of December 31, 2017 and 2016 and the respective changes in financial position, or cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information as listed in the table of contents be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, 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 financial statements, and other knowledge we obtained during our audit of the 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.

Baker Tilly Virchow Krause, LLP

Milwaukee, Wisconsin
March 9, 2018

MANAGEMENT'S DISCUSSION AND ANALYSIS

SHEBOYGAN WATER UTILITY

UNAUDITED MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and for the Years Ended December 31, 2017 and 2016

The purpose of this section is to provide users with an objective, easy to read overview of the financial activities of the Sheboygan Water Utility for the years ended December 31, 2017 and 2016. This section should be read in conjunction with the financial statements and the accompanying notes that follow.

FINANCIAL HIGHLIGHTS

- The utility's operating income decreased from $3,286,535 in 2016 to $3,160,055 in 2017.
- The utility's total cash position increased from $6,917,605 in 2016 to $7,738,950 in 2017.
- The utility's unrestricted cash and investment position increased from $5,957,663 in 2016 to $6,791,575 in 2017.
- The utility's total net position increased by $1,994,000 in 2017 to $42,093,392, from $40,099,392 in 2016.
- The utility's total liabilities decreased by $669,983 in 2017 to $13,456,635, from $14,126,618 in 2016.

FINANCIAL STATEMENTS

The financial statements report information of the utility using accounting methods similar to those used by private sector companies. The statements offer both short and long term information regarding the activities of the utility. The Statements of Net Position include the utility's assets (investments), deferred outflows of resources, liabilities (obligations to creditors) and deferred inflow of resources. These statements provide information to assess the liquidity and financial flexibility of the utility.

The Statements of Revenues, Expenses and Changes in Net Position will measure the success of the utility's operations for the past year. All of the current year's revenues and expenses are included in this statement and will show if the utility has recovered all of its costs through user fees.

Cash receipts, cash payments, net changes in cash resulting from investing and financing activities are shown in the Statements of Cash Flows. This will also answer questions regarding where did the cash come from, what was the cash used for and what was the change in cash balance.

FINANCIAL ANALYSIS OF THE UTILITY

The Statements of Net Position and Statements of Revenues, Expenses and Changes in Net Position will assist in answering the question of how the past year's activities have affected the financial position of the utility. The Statements of Net Position will show the difference between assets, deferred outflows of resources liabilities and deferred inflows of resources. Over a period of time this can assist in determining if the financial position is improving or deteriorating.

During 2017, the Statement of Net Position showed that net position increased $1,994,000, an increase of 4.97%. The increase was due to additional cash and investments oh hand, as well as an investment in plant in service. Total assets increased $1,546,954 or 2.89%. The utility saw a 1.58% increase in net capital assets of $705,728. Capital additions were financed with operating income, WDNR Safe Drinking Water Loans, and revenue bonds. Restricted net position increased slightly to $365,973 due to the reduction of principal and interest due on the revenue bonds.

During 2016, the Statement of Net Position showed that net position increased $2,156,107, an increase of 5.6%. Total assets increased $2,059,715 or 4.00%. The utility saw a 3.94% increase in capital assets of $1,683,703. Capital additions were financed with operating income, WDNR Safe Drinking Water Loans, and revenue bonds. Restricted net position decreased $260,607 due to the principal and interest due on the revenue bonds and reduction of pension assets.

STATEMENTS OF NET POSITION
As of December 31, 2017, 2016 and 2015

	2017	2016	2015
Unrestricted current and other assets	$ 8,991,558	$ 8,137,765	$ 7,459,063
Restricted assets	947,375	959,942	1,262,632
Capital assets	45,133,602	44,427,874	42,744,171
Total Assets	55,072,535	53,525,581	51,465,866
Deferred outflows related to pensions	815,185	1,123,908	329,135
Current liabilities payable from unrestricted assets	1,696,854	1,848,346	1,998,272
Liabilities payable from restricted assets	937,333	905,601	847,632
Non-current liabilities	10,822,448	11,372,671	11,005,812
Total Liabilities	13,456,635	14,126,618	13,851,716
Deferred inflows related to pensions	337,693	423,479	-
Net investment in capital assets	34,704,251	33,610,877	32,221,768
Restricted net position	365,973	362,790	623,397
Unrestricted net position	7,023,168	6,125,725	5,098,120
Total Net Position	$ 42,093,392	$ 40,099,392	$ 37,943,285

FINANCIAL ANALYSIS OF THE UTILITY (cont.)

The following Statements of Revenues, Expenditures and Changes in Net Position helps to further explain the nature of the increase in net position during 2017 and 2016.

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Year Ended December 31, 2017, 2016 and 2015

	2017	2016	2015
Operating revenues	$ 8,645,887	$ 8,639,818	$ 8,144,392
Non-operating revenues	217,567	21,736	9,128
Total Revenues	8,863,454	8,661,554	8,153,520
Operating expenses	5,485,832	5,353,283	5,335,608
Non-operating expenses	496,559	263,837	360,263
Total Expenses	5,982,391	5,617,120	5,695,871
Income before transfers	2,881,063	3,044,434	2,457,649
Capital contributions	250,000	238,799	696,387
Interfund transfers (tax equivalent)	(1,137,063)	(1,127,126)	(1,086,286)
Change in Net Position	1,994,000	2,156,107	2,067,750
Beginning Net Position	40,099,392	37,943,285	35,309,782
Cumulative effect of a change in accounting principle	-	-	565,753
Ending Total Net Position	$ 42,093,392	$ 40,099,392	$ 37,943,285

2017
The Statement of Revenues, Expenses and Changes in Net Position shows operating revenues have remained relatively flat from 2016, with an increase of just $6,069 in 2017. There was no change in rates and usage remained steady. Operating and maintenance expenses increased by $132,549, mainly due to an increase in depreciation expense. In 2017, non-operating revenues and expenses increased by $195,831 and $232,722, respectively, due to the addition of the Lead Water Service Lateral Replacement Program.

2016
The Statement of Revenues, Expenses and Changes in Net Position reflects an increase of 6.1% in operating revenues of $495,426 from 2015. Operating and maintenance expenses decreased by $116,234, while depreciation expense increased by $133,909, for a slight overall increase of $17,675. Net non-operating expenses decreased in 2016 by $109,034. This was due to a decrease in interest expense on the revenue bonds and interest charged to construction.

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS (See Note 4)

At the end of 2017 the water utility had $64.68 million in invested property, plant and equipment in service, an increase of $3,158,615 over 2016. Large projects included a new driveway, security upgrades, and a new phone system at the Park Avenue plant; and bulk tanks and analyzers at the treatment plant. The utility also installed 4' of 4" water main; 215.6' of 6" water main at various locations; 1043.2' of 8" water main at various locations; 3420.7' of 12" water main at various locations; and 2420.5' of 16" water main at various locations. The largest water main projects in 2017 were located at S. Business Drive – railroad crossing; Broadway Avenue from S. 7th to S. 13th Streets; North Avenue from Calumet Drive to N. 25th Street; Michigan Avenue from N. 3rd to N. 4th Streets; and N. 15th Street at Pershing and Columbus Avenues. In addition, 32 hydrants were installed at these and other various locations in the City.

At the end of 2016 the water utility had $61.65 million in invested property, plant and equipment in service, an increase of $5,665,926 over 2015. Large projects included the completion of the UV disinfection system and building, SCADA upgrade at the Georgia Avenue pump station, and roof replacements at the clearwell building, the low lift building and at the filter plant. The utility also installed 80.7' of 6" water main at various locations; 344.2' of 8" water main at various locations; 5423.6' of 12" water main at various locations; and 721.8' of 16" water main at various locations; and 2609.7' of 20" water main at various locations. The largest water main projects in 2016 were located at S. Business Drive – south of Riverdale Avenue to north of Stahl Road; the UW Sheboygan campus; and Pennsylvania Avenue between 5th and 7th Streets.

DEBT (See Note 5)

On December 31, 2017, the Sheboygan Water Utility had outstanding revenue bond debt of $10,919,655. This includes 2004 revenue bonds issued for a Safe Drinking Water Loan, balance of $1,176,568, to be retired in 2023; on April 15, 2007, a $4 million revenue bond was issued with a 5.00% interest rate, balance of $2,525,000 to be retired 2027; on May 1, 2013, a $3 million revenue bond was issued with a 3.5% interest rate, and a balance of $2,550,000 to be retired on 2033; on May 1, 2015, a Safe Drinking Water Loan was issued with a balance of $2,793,087 and interest rate of 1.65%, to be retired 2035; and on April 20, 2016, refunding revenue bonds were issued with an interest rate of 2% and balance of $1,875,000, to be retired 2025. These bond proceeds funded the construction of the two reservoirs at Erie Avenue and I-43, and the booster pump station completed in 2008. The 2013 revenue bond funded a backwash storage reservoir at Park Avenue, and funded various projects into 2015. The Safe Drinking Water Loan issued on May 1, 2015 funded a UV disinfection system at the treatment plant. The revenue bond issued on April 20, 2016 refunded the 2005 revenue bond issue. The remaining balance on the $302,000 debt for the Unfunded Retirement obligation is $200,615.

On December 31, 2016, the Sheboygan Water Utility had outstanding revenue bond debt of $11,316,604. This includes 2004 revenue bonds issued for Safe Drinking Water Loan balance of $1,354,709, to be retired in 2023. On April 15, 2007, a $4 million revenue bond was also issued with a 5.00% interest rate, balance of $2,725,000. On May 1, 2013, a $3 million revenue bond was issued with a 3.5% interest rate, and a balance of $2,675,000. Also included are 2015 revenue bonds issued for Safe Drinking Water Loan balance of $2,446,895 to be retired in 2035 for the UV disinfection project that was completed in 2016. These bond proceeds funded the construction of the two new reservoirs at Erie Avenue and I-43, and the new booster pump station completed in 2008. The 2013 revenue bond funded a new backwash storage reservoir at Park Avenue, and funded various projects into 2015. The revenue bond of $4,900,000 that was issued on September 1, 2005, balance of $2,135,000, was refunded on April 20, 2016 with 2016 revenue bonds in the amount of $2,115,000, with an interest rate of 2% and a maturity date of April 2025. The remaining balance on the $302,000 debt for the Unfunded Retirement obligation is $214,978.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Sheboygan Water Utility applied for a rate increase with the PSC in September 2017, providing a 4.9% Rate of Return. The increase is part of a phased plan to pay for increased operating costs, water main projects, and infrastructure upgrades. The increase will be effective in late spring 2018.

The Utility will issue $4,705,000 in Revenue Bonds on March 1, 2018 to provide for the public purpose of paying the cost of extensions, additions, and improvements to the municipal water utility, including financing an elevated tank and refunding the 2019 through 2027 maturities of the Water Utility Revenue Bonds, Series 2007, dated April 15, 2007.

CONTACTING THE UTILITY FINANCIAL MANAGEMENT

This financial report is designed to provide a general easy to read overview of the finances of the Sheboygan Water Utility and to provide an overview of plans for the future. If you have any questions about this report or would like to obtain additional information, please feel free to contact the Board of Water Commissioners at 72 Park Avenue Sheboygan, WI 53081-2958 or telephone (920) 459-3800.

FINANCIAL STATEMENTS

SHEBOYGAN WATER UTILITY

STATEMENTS OF NET POSITION
As of December 31, 2017 and 2016

ASSETS	2017	2016
CURRENT ASSETS		
Cash and investments	$ 6,791,575	$ 5,957,663
Restricted Assets		
Redemption account	415,732	414,549
Customer accounts receivable	1,081,583	1,257,911
Other accounts receivable	19,041	10,686
Due from municipality	435,327	155,595
Materials and supplies	266,045	280,117
Prepayments	34,804	19,595
Total Current Assets	9,044,107	8,096,116
NONCURRENT ASSETS		
Restricted Assets		
Reserve account	531,643	545,393
Other Assets		
Special assessments receivable	363,183	456,198
Capital Assets		
Plant in service	64,873,557	61,654,712
Accumulated depreciation	(20,001,257)	(18,600,208)
Construction work in progress	261,302	1,373,370
Total Noncurrent Assets	46,028,428	45,429,465
Total Assets	55,072,535	53,525,581
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pension	815,185	1,123,908

LIABILITIES	2017	2016
CURRENT LIABILITIES		
Accounts payable	$ 391,182	$ 575,111
Accrued wages	5,593	4,958
Accrued taxes	1,166,477	1,151,800
Accrued interest	6,035	5,957
Accrued vacation leave	112,342	96,157
Current portion of accrued sick leave	53,448	55,406
Current portion of general obligation debt	15,225	14,363
Current Liabilities Payable from Restricted Assets		
Current portion of revenue bonds	887,574	853,842
Accrued interest	49,759	51,759
Total Current Liabilities	2,687,635	2,809,353
NONCURRENT LIABILITIES		
General obligation debt	185,390	200,615
Revenue bonds	10,032,081	10,462,762
Unamortized debt premium	41,339	45,786
Accrued sick leave	403,375	407,795
Net pension liability	106,815	200,307
Total Noncurrent Liabilities	10,769,000	11,317,265
Total Liabilities	13,456,635	14,126,618
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pension	337,693	423,479
NET POSITION		
Net investment in capital assets	34,704,251	33,610,877
Restricted for:		
Debt service	365,973	362,790
Unrestricted	7,023,168	6,125,725
TOTAL NET POSITION	$ 42,093,392	$ 40,099,392

See accompanying notes to the financial statements.

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SHEBOYGAN WATER UTILITY

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Years Ended December 31, 2017 and 2016

	2017	2016
OPERATING REVENUES		
Sales of water	$ 8,484,209	$ 8,487,863
Other	161,678	151,955
Total Operating Revenues	8,645,887	8,639,818
OPERATING EXPENSES		
Operation and maintenance	4,025,705	3,987,584
Depreciation	1,460,127	1,365,699
Total Operating Expenses	5,485,832	5,353,283
OPERATING INCOME	3,160,055	3,286,535
NONOPERATING REVENUES (EXPENSES)		
Investment income	19,531	15,286
Grant revenue	198,036	6,450
Grant expense	(199,008)	-
Interest expense	(304,812)	(333,032)
Interest charged to construction	2,814	64,850
Amortization of premium	4,447	4,345
Total Nonoperating Revenues (Expenses)	(278,992)	(242,101)
Income Before Contributions and Transfers	2,881,063	3,044,434
CAPITAL CONTRIBUTIONS	250,000	238,799
TRANSFERS - TAX EQUIVALENT	(1,137,063)	(1,127,126)
CHANGE IN NET POSITION	1,994,000	2,156,107
NET POSITION - Beginning of Year	40,099,392	37,943,285
NET POSITION - END OF YEAR	$ 42,093,392	$ 40,099,392

See accompanying notes to the financial statements.

SHEBOYGAN WATER UTILITY

STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2017 and 2016

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Received from customers	$ 8,620,715	$ 8,475,938
Paid to suppliers for goods and services	(2,175,740)	(2,365,545)
Paid to employees for operating payroll	(1,473,976)	(1,479,811)
Net Cash Flows From Operating Activities	4,970,999	4,630,582
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Paid to municipality for tax equivalent	(1,122,386)	(1,086,481)
Customer owned laterals financed by Utility	(140,377)	(119,293)
Collection of assessments for customer owned laterals	233,392	83,400
Debt retired on pension liability	(14,363)	(13,515)
Interest paid on pension liability	(7,603)	(7,385)
Nonoperating grant revenue	198,036	-
Nonoperating grant expense	(199,008)	-
Net Cash Flows From Noncapital Financing Activities	(1,052,309)	(1,143,274)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(2,420,796)	(3,084,909)
Premium received from debt issue	-	37,232
Debt retired	(860,717)	(2,939,230)
Interest paid	(299,131)	(334,800)
Proceeds from debt issue	463,768	3,168,537
Net Cash Flows From Capital and Related Financing Activities	(3,116,876)	(3,153,170)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	19,531	15,286
Net Change in Cash and Cash Equivalents	821,345	349,424
CASH AND CASH EQUIVALENTS - Beginning of Year	6,917,605	6,568,181
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 7,738,950	$ 6,917,605
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Amortization of premium	$ 4,447	$ 4,345
Capital contributions	$ 250,000	$ 238,799
Interest charged to construction	$ 2,814	$ 64,850
Construction related accounts payable	$ 61,009	$ -

	2017	2016
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income	$ 3,160,055	$ 3,286,535
Nonoperating revenue (expense)	-	6,450
Noncash items in operating income		
Depreciation	1,460,127	1,365,699
Depreciation charged to clearing and other utilities	119,740	123,717
Changes in assets, deferred outflows, liabilities, and deferred inflows		
Customer accounts receivable	176,328	(221,344)
Other accounts receivable	(8,355)	(10,686)
Due from municipality	(279,732)	(15,317)
Materials and supplies	14,072	(17,715)
Prepayments	(15,209)	6,112
Pension related deferrals and liabilities	129,445	97,268
Accounts payable	204,086	18,390
Accrued vacation and sick leave	10,442	(8,527)
NET CASH FLOWS FROM OPERATING ACTIVITIES	$ 4,970,999	$ 4,630,582
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENTS OF NET POSITION ACCOUNTS		
Cash and investments	$ 6,791,575	$ 5,957,663
Redemption account	415,732	414,549
Reserve account	531,643	545,393
CASH AND CASH EQUIVALENTS	$ 7,738,950	$ 6,917,605

See accompanying notes to the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Sheboygan Water Utility (utility) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to enterprise funds of governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The significant accounting principles and policies utilized by the utility are described below.

Reporting Entity

The utility is a separate enterprise fund of the City of Sheboygan (municipality). The utility is managed by a utility commission. The utility provides water service to properties within the municipality. The utility also provides wholesale service to the City of Sheboygan Falls and Village of Kohler.

The utility operates under service rules and rates established by the Public Service Commission of Wisconsin (PSCW). The accounting records of the utility are maintained in accordance with Uniform System of Account prescribed by the PSCW.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The utility is presented as an enterprise fund of the municipality. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business or where the governing body has decided that the determination of revenues earned, costs incurred, and net income is necessary for management accountability.

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position

Deposits and Investments

For purposes of the statement of cash flows, cash, and cash equivalents have original maturities of three months or less from the date of acquisition.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION (cont.)

Deposits and Investments (cont.)

Investment of utility funds is restricted by state statutes. Investments are limited to:

- Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
- Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, local professional baseball park district, local professional football stadium district, local cultural arts district the University of Wisconsin Hospitals and Clinics Authority, or the Wisconsin Aerospace Authority.
- Bonds or securities issued or guaranteed by the federal government.
- The local government investment pool.
- Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- Securities of an open end management investment company or investment trust, subject to various conditions and investment options.
- Repurchase agreements with public depositories, with certain conditions.

The utility has adopted an investment policy. The utility, as part of the municipality, is covered under an investment policy adopted by the City of Sheboygan. Please refer to the City of Sheboygan's financial statements for information regarding the adopted investment policy. This policy does not address custodial credit risk associated with the City of Sheboygan's or the utility's deposits or investments.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on methods and inputs as outlined in Note 2. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Market values may have changed significantly after year end.

Receivables/Payables

Transactions between the utility and other funds of the municipality that are representative of lending/borrowing arrangements outstanding at year end are referred to as advances to/from other funds. All other outstanding balances between the utility and other funds of the municipality are reported as due to/from other funds.

The utility has the right under Wisconsin statutes to place delinquent water bills on the tax roll for collection. As such, no allowance for uncollectible customer accounts is considered necessary.

Materials and Supplies

Materials and supplies are generally used for construction, operation, and maintenance work, not for resale. They are valued at the lower of cost or market utilizing the average cost method and charged to construction or expense when used.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION (cont.)

Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

Special Assessments Receivable

This account represents the balances of special assessments levied against property owners for infrastructure improvements. The balances are receivable over various time periods with interest accrued annually. Infrastructure improvements are primarily customer owned lateral that have been installed and financed by the utility.

Capital Assets

Capital assets are generally defined by the utility as assets with an initial, individual cost of more than $1,000 and an estimated useful life in excess of one year.

Capital assets of the utility are recorded at cost or the estimated acquisition value at the time of contribution to the utility. Major outlays for utility plant are capitalized as projects are constructed. Interest incurred during the construction phase is reflected in the capitalized value of the capital assets constructed, net of interest earned on the invested proceeds over the same period. Capital assets in service are depreciated or amortized using the straight-line method over the following useful lives:

	Years
Water Plant	
Source of supply	50
Pumping	28-42
Water treatment	30-40
Transmission and distribution	45-100
General	4-45

Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms, investments are reported at fair value.

Deferred Outflow of Resources

A deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense) until that future time.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION (cont.)

Accrued Vacation and Sick Leave

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements. Vested vacation and sick leave pay is accrued when earned in the financial statements. The liability is liquidated from general operating revenues of the utility.

Long-Term Obligations

Long-term debt and other obligations are reported as utility liabilities. Bond premiums and discounts, are amortized over the life of the bonds using the straight-line method. Gains or losses on prior refundings are amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter. The balance at year end for premiums and discounts is shown as an increase or decrease in the liability section of the statement of net position. The balance at year end for the loss on refunding is shown as a deferred outflow in the statement of net position.

Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

REVENUES AND EXPENSES

The utility distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the utility's principal ongoing operations. The principal operating revenues of the utility are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Charges for Services

Billings are rendered and recorded monthly based on metered usage. The utility does not accrue revenues beyond billing dates.

Current water rates were approved by the PSCW effective January 1, 2016.

Capital Contributions

Cash and capital assets are contributed to the utility from customers, the municipality, or external parties. The value of property contributed to the utility is reported as revenue on the statements of revenues, expenses, and changes in net position.

Interfund Transfers

Transfers include the payment in lieu of taxes to the municipality.

EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT PERIOD FINANCIAL STATEMENTS

GASB has approved GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, Statement No. 83, *Certain Asset Retirement Obligations*, Statement No. 84, *Fiduciary Activities*, Statement No. 85, *Omnibus*, Statement No. 86, *Certain Debt Extinguishment Issues*, and Statement No. 87, *Leases*. When they become effective, application of these standards may restate portions of these financial statements.

COMPARATIVE DATA

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

NOTE 2 - DEPOSITS AND INVESTMENTS

	Carrying Value as of December 31, 2017	Carrying Value as of December 31, 2016	Risks
Deposits	$ 6,424,903	$ 5,606,830	Custodial Credit
Certificates of Deposits	1,313,297	1,310,025	Custodial Credit
Petty Cash	750	750	
Totals	$ 7,738,950	$ 6,917,605	

Deposits in each local and area bank are insured by the FDIC in the amount of $250,000 for time and savings accounts (including NOW accounts) and $250,000 for demand deposit accounts (interest bearing and noninterest bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of $250,000 for the combined amount of all deposit accounts.

Bank accounts are also insured by the State Deposit Guarantee Fund (SDGF) in the amount of $400,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities.

In addition, the utility has collateral or depository insurance agreements in the amount of $8,234,279 and $6,579,891 at December 31, 2017 and 2016 respectively.

Custodial Credit Risk

Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the utility's deposits may not be returned to the utility.

The utility does not have any deposits exposed to custodial credit risk.

NOTE 3 - RESTRICTED ASSETS

Restricted Accounts

Certain proceeds of the utility's debt, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited. The following accounts are reported as restricted assets:

Redemption - Used to segregate resources accumulated for debt service payments over the next twelve months.

Reserve - Used to report resources set aside to make up potential future deficiencies in the redemption account.

NOTE 3 - RESTRICTED ASSETS (cont.)

Restricted Net Position

The following calculation supports the amount of water restricted net position:

	2017	2016
Restricted Assets		
Redemption account	$ 415,732	$ 414,549
Reserve account	531,643	545,393
Total Restricted Assets	947,375	959,942
Less: Restricted Assets Not Funded by Revenues		
Reserve from borrowing	(531,643)	(545,393)
Current Liabilities Payable From Restricted Assets	(49,759)	(51,759)
Total Restricted Net Position as Calculated	$ 365,973	$ 362,790

The purpose of the restricted net position is as follows:

	2017	2016
Debt Service	$ 365,973	$ 362,790

NOTE 4 - CHANGES IN CAPITAL ASSETS

Water Utility

A summary of changes in water capital assets for 2017 follows:

	Balance 1/1/17	Increases	Decreases	Balance 12/31/17
Capital assets, not being depreciated				
Land and land rights	$ 133,672	$ 60,230	$ -	$ 193,902
Capital assets being depreciated				
Source of supply	627,615	-	-	627,615
Pumping	5,237,271	439,713	3,082	5,673,902
Water treatment	13,081,307	862,902	905,193	13,039,016
Transmission and distribution	40,133,118	2,744,385	60,487	42,817,016
General	2,441,729	104,177	23,800	2,522,106
Total Capital Assets Being Depreciated	61,521,040	4,151,177	992,562	64,679,655
Total Capital Assets	61,654,712	4,211,407	992,562	64,873,557
Less: Accumulated depreciation				
Source of supply	(421,889)	(10,669)	-	(432,558)
Pumping	(2,855,371)	(207,161)	3,082	(3,059,450)
Water treatment	(3,861,766)	(352,092)	43,037	(4,170,821)
Transmission and distribution	(9,708,637)	(860,530)	108,900	(10,460,267)
General	(1,752,545)	(149,416)	23,800	(1,878,161)
Total Accumulated Depreciation	(18,600,208)	(1,579,868)	178,819	(20,001,257)
Construction in progress	1,373,370	2,169,328	3,281,396	261,302
Net Capital Assets	$ 44,427,874			$ 45,133,602

NOTE 4 - CHANGES IN CAPITAL ASSETS (cont.)

Water Utility (cont.)

A summary of changes in water capital assets for 2016 follows:

	Balance 1/1/16	Increases	Decreases	Balance 12/31/16
Capital assets, not being depreciated				
Land and land rights	$ 133,671	$ -	$ -	$ 133,671
Capital assets being depreciated				
Source of supply	627,614	-	-	627,614
Pumping	5,213,228	31,387	7,345	5,237,270
Water treatment	9,712,037	3,380,776	11,506	13,081,307
Transmission and distribution	37,956,905	2,259,904	83,690	40,133,119
General	2,345,331	177,593	81,193	2,441,731
Total Capital Assets Being Depreciated	55,855,115	5,849,660	183,734	61,521,041
Total Capital Assets	55,988,786	5,849,660	183,734	61,654,712
Less: Accumulated depreciation				
Source of supply	(411,219)	(10,670)	-	(421,889)
Pumping	(2,661,778)	(200,938)	7,345	(2,855,371)
Water treatment	(3,548,456)	(322,911)	9,601	(3,861,766)
Transmission and distribution	(9,113,337)	(775,117)	85,595	(9,802,859)
General	(1,559,736)	(179,780)	81,193	(1,658,323)
Total Accumulated Depreciation	(17,294,526)	(1,489,416)	183,734	(18,600,208)
Construction in progress	4,049,911	3,506,951	6,183,492	1,373,370
Net Capital Assets	$ 42,744,171			$ 44,427,874

NOTE 5 - LONG-TERM OBLIGATIONS

Revenue Bonds - Water

The following bonds have been issued:

Date	Purpose	Final Maturity	Interest Rate	Original Amount	Outstanding Amount 12/31/17	
3/10/04	Plant Expansion	5/1/23	2.75%	$ 3,152,000	$ 1,176,568	
4/4/07	Plant Expansion	5/1/27	4.00-5.00	4,000,000	2,525,000	
4/3/13	Plant Expansion	5/1/33	2.00-3.50	3,000,000	2,550,000	
5/13/15	UV Disinfecting Project	5/1/35	1.65	2,990,520	2,793,087	(1)
4/20/16	Revenue Refunding	4/20/25	1.00-2.00	2,115,000	1,875,000	
					$ 10,919,655	

(1) - During 2015 the utility was authorized to issue $3,122,030 of water system Safe Drinking Water Loan revenue bonds. The original amount reported above has been issued as of December 31, 2017. The repayment schedule is for the amount issued.

Revenue bonds debt service requirements to maturity follows:

Year Ending December 31	Principal	Interest	Total
2018	$ 887,574	$ 282,669	$ 1,170,243
2019	914,828	260,998	1,175,826
2020	922,256	237,562	1,159,818
2021	939,864	213,243	1,153,107
2022	957,656	188,138	1,145,794
2023-2027	3,854,154	568,360	4,422,514
2028-2032	1,718,860	188,200	1,907,060
2033-2035	724,463	16,575	741,038
Totals	$ 10,919,655	$ 1,955,745	$ 12,875,400

All utility revenues net of specified operating expenses are pledged as security of the above revenue bonds until the bonds are defeased. Principal and interest paid for 2017 and 2016 were $1,159,925 and $1,139,561, respectively. Total customer net revenues as defined for the same periods were $4,837,749 and $4,673,970. Annual principal and interest payments are expected to require 16% of net revenues on average.

NOTE 5 - LONG-TERM OBLIGATIONS (cont.)

General Obligation Debt - Water

The following general obligation bonds have been issued:

Date	Purpose	Final Maturity	Interest Rate	Original Amount	Outstanding Amount 12/31/17
1/30/08	Unfunded retirement obligation	3/15/27	2%	$ 302,304	$ 200,615

General obligation bonds debt service requirements to maturity follows:

Year Ending December 31	Principal	Interest	Total
2018	$ 15,225	$ 7,623	$ 22,848
2019	16,138	7,601	23,739
2020	17,079	7,193	24,272
2021	18,131	6,696	24,827
2022	19,219	7,046	26,265
2023-2027	114,823	19,243	134,066
Totals	$ 200,615	$ 55,402	$ 256,017

Long-Term Obligations Summary - Water

Long-term obligation activity for the year ended December 31, 2017 is as follows:

	1/1/17 Balance	Additions	Reductions	12/31/17 Balance	Due Within One Year
Revenue bonds	$ 11,316,604	$ 463,768	$ 860,717	$ 10,919,655	$ 887,574
General obligation debt	214,979	-	14,364	200,615	15,225
Accrued sick leave	463,201	49,028	55,406	456,823	53,448
Unamortized premium	45,786	-	4,447	41,339	-
Net pension liability	200,307	-	93,492	106,815	-
Totals	$ 12,240,877	$ 512,796	$ 1,028,426	$ 11,725,247	$ 956,247

NOTE 5 - LONG-TERM OBLIGATIONS (cont.)

Long-Term Obligations Summary - Water (cont.)

Long-term obligation activity for the year ended December 31, 2016 is as follows:

	1/1/16 Balance	Additions	Reductions	12/31/16 Balance	Due Within One Year
Revenue bonds	$ 11,087,297	$ 3,168,537	$ 2,939,230	$ 11,316,604	$ 853,842
General obligation debt	228,493	-	13,515	214,978	14,363
Accrued sick leave	476,828	7,615	21,242	463,201	55,406
Unamortized premium	12,899	37,232	4,345	45,786	-
Net pension liability (asset)	(268,255)	468,562	-	200,307	-
Totals	$ 11,537,262	$ 3,681,946	$ 2,978,332	$ 12,240,876	$ 923,611

Bond Covenant Disclosures

The following information is provided in compliance with the resolution creating the water revenue bonds:

Insurance

The utility is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets, errors and omissions, workers compensation, and health care of its employees. These risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded coverage in any of the last three years. There were no significant reductions in coverage compared to the prior year.

NOTE 5 - LONG-TERM OBLIGATIONS (cont.)

Bond Covenant Disclosures (cont.)

The utility is covered under the following insurance policies at December 31, 2017:

Type	Coverage	Expiration
Automotive Liability		
General Liability	$ 4,000,000	7/1/2018
Automotive Liability	4,000,000	7/1/2018
Contractors Equipment	366,790	7/1/2018
Crime - Theft/Forgery		
Position Bond* (Employee Dishonesty	$ 250,000	7/1/2018
Forgery/Alteration	250,000	7/1/2018
Extra Expense	10,000,000	7/1/2018
Employee Benefits	4,000,000	7/1/2018
Public Officials Liability	4,000,000	7/1/2018
Theft of Money and Securities	50,000	7/1/2018
Property		
Buildings	$ 41,890,209	7/1/2018
Flood	10,000,000	7/1/2018
Earthquake	10,000,000	7/1/2018

NOTE 5 - LONG-TERM OBLIGATIONS (cont.)

Bond Covenant Disclosures (cont.)

Debt Coverage

Under terms of the resolutions providing for the issue of revenue bonds, revenues less operating expenses excluding depreciation (defined net earnings) must exceed 1.2 times the highest annual debt service of the bonds. The coverage only includes revenue debt and does not include general obligation or other debt. The coverage requirement was met in 2017 and 2016 as follows:

	2017	2016
Operating revenues	$ 8,645,887	$ 8,639,818
Investment income	19,531	15,286
Miscellaneous nonoperating income	198,036	6,450
Less: Operation and maintenance expenses	(4,025,705)	(3,987,584)
Net Defined Earnings	$ 4,837,749	$ 4,673,970
Minimum Required Earnings per Resolution:		
Annual debt service - principal	$ 860,717	$ 853,842
Highest annual debt service	299,209	295,103
Subtotal	1,159,926	1,148,945
Coverage factor	1.20	1.20
Minimum Required Earnings	$ 1,391,911	$ 1,378,734
Actual Debt Coverage	4.17	4.07

Number of Customers and Billed Volumes - Water

The utility has the following number of customers and billed volumes for 2017 and 2016:

	Customers		Sales (000 gals)	
	2017	2016	2017	2016
Residential	16,913	16,961	746,063	767,879
Multifamily residential	283	285	109,900	110,333
Commercial	1,297	1,320	260,051	255,149
Industrial	164	163	2,449,822	2,385,961
Public authority	117	128	47,180	51,013
Whole Sale	2	2	675,195	720,898
Totals	18,776	18,859	4,288,211	4,291,233

Utility Budget

The 2017 and 2016 utility budgets were prepared and approved as required by the bond resolutions.

NOTE 6 - NET POSITION

GASB No. 34 requires the classification of net position into three components - net investment in capital assets, restricted, and unrestricted. These classifications are defined as follows:

Net investment in capital assets - This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

Restricted - This component of net position consists of constraints placed on net position use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position - This component of net position consists of net positions that do not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the utility's policy to use restricted resources first, then unrestricted resources as they are needed.

The following calculation supports the water net investment in capital assets:

	2017	2016
Construction work in progress	$ 261,302	$ 1,373,370
Plant in service	64,873,557	61,654,712
Accumulated depreciation	(20,001,257)	(18,600,208)
Sub-Totals	45,133,602	44,427,874
Less: Capital related debt		
Current portion of capital related long-term debt	887,574	853,842
Long-term portion of capital related long-term debt	10,032,081	10,462,762
Unamortized debt premium	41,339	45,786
Sub-Totals	10,960,994	11,362,390
Add: Unspent debt proceeds		
Reserve from borrowing	531,643	545,393
Total Net Investment in Capital Assets	$ 34,704,251	$ 33,610,877

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM

General Information About the Pension Plan

Plan description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be bound at http: //etf.wi.gov/publications/cafr.htm.

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

The WRS also provides death and disability benefits for employees.

Post-retirement adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM (cont.)

Year	Core Fund Adjustment	Variable Fund Adjustment
2007	3.0%	10%
2008	6.6	0
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Starting January 1, 2016, the Executives and Elected Officials category merged into the General Employee category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

The WRS recognized $124,934 and $134,299 in contributions from the utility during the current and prior reporting periods, respectively.

Contribution rates as of December 31, 2017 and December 31, 2016 are:

	2017		2016	
	Employee	Employer	Employee	Employer
General (including Executives and Elected Officials)	6.8%	6.8%	6.6%	6.6%
Protective with Social Security	6.8%	10.6%	6.6%	9.4%
Protective without Social Security	6.8%	14.9%	6.6%	13.2%

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2017, the utility reported a liability of $106,815 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015 rolled forward to December 31, 2016. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The utility's proportion of the net pension liability was based on the utility's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2016, the Utility's proportion was 0.00012953%, which was an increase of 0.00000621% from its proportion measured as of December 31, 2015.

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM (cont.)

At December 31, 2016, the utility reported a liability of $200,307 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014 rolled forward to December 31, 2015. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The utility's proportion of the net pension liability was based on the utility's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2015, the Utility's proportion was 0.00012332%, which was a decrease of 0.00001403% from its proportion measured as of December 31, 2014.

For the year ended December 31, 2017 and 2016 the utility recognized pension expense of $114,320 and $109,940.

At December 31, 2017, the utility reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 40,729	$ (335,924)
Changes in assumption	111,679	-
Net differences between project and actual earnings on pension plan	531,692	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,607	(1,769)
Employer contributions subsequent to the measurement date	127,478	-
Total	$ 815,185	$ (337,693)

At December 31, 2016, the utility reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 33,886	$ (421,544)
Changes in assumption	140,144	-
Net differences between project and actual earnings on pension plan	820,116	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	4,828	(1,935)
Employer contributions subsequent to the measurement date	124,934	-
Total	$1,123,908	$ (423,479)

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM (cont.)

Deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date reported in the tables above will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31	Deferred Outflow of Resources	Deferred Inflows of Resources	Deferred Outflow of Resources	Deferred Inflows of Resources
	2016		2017	
2016	$ 259,545	$ (102,483)	$ -	$ -
2017	259,545	(102,483)	250,405	(107,798)
2018	259,545	(102,483)	250,405	(107,798)
2019	215,856	(102,482)	204,467	(107,798)
2020	4,483	(13,548)	(17,756)	(14,297)
2021	-	-	186	(2)
Total	$ 998,974	$ (423,479)	$ 687,707	$ (337,693)

Actuarial assumptions. The total pension liability in the actuarial valuation used in the current and prior year was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	2017	2016
Actuarial valuation date	December 31, 2015	December 31, 2014
Measurement date of net pension liability (asset)	December 31, 2016	December 31, 2015
Actuarial cost method	Entry age	Entry age
Asset valuation method	Fair market value	Fair market value
Long-term expected rate of return	7.2%	7.2%
Discount rate	7.2%	7.2%
Salary increases		
Inflation	3.2%	3.2%
Seniority/Merit	0.2% - 5.6%	0.2% - 5.6%
Mortality	Wisconsin 2012 Mortality Table	Wisconsin 2012 Mortality Table
Post-retirement adjustments	2.1%	2.1%

** No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions used in the December 31, 2015 actuarial valuation are based upon an experience study conducted in 2015 using experience from 2012 – 2014. The total pension liability for December 31, 2016 is based upon a roll-forward of the liability calculated from the December 31, 2015 actuarial valuation.

Actuarial assumptions used in the December 31, 2014 actuarial valuation are based upon an experience study conducted in 2012 using experience from 2009 – 2011. The total pension liability for December 31, 2015 is based upon a roll-forward of the liability calculated from the December 31, 2014 actuarial valuation.

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM (cont.)

Long-term expected return on plan assets. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of December 31, 2017 are summarized in the following table:

Core Fund Asset Class	Current Asset Allocation %	Destination Target Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Global Equities	50%	45%	8.3%	5.4%
Fixed Income	24.5	37	4.24	1.4
Inflation Sensitive Assets	15.5	20	4.3	1.5
Real Estate	8	7	6.5	3.6
Private Equity/Debt	7	7	9.4	6.5
Multi-Asset	4	4	6.6	3.7
Total Core Fund	110	120	7.4	4.5
Variable Fund Asset Class				
U.S Equities	70	70	7.6	4.7
International Equities	30	30	8.5	5.6
Total Variable Fund	100	100	7.9	5.0

New England Pension Consultants Long-Term U.S. CPI (Inflation) Forecast: 2.75%.
Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations.

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM (cont.)

The target allocation and best estimates of arithmetic real rates of return for each major asset class as of December 31, 2016 are summarized in the following table:

Core Fund Asset Class	Current Asset Allocation %	Destination Target Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
U.S. Equities	27%	23%	7.6%	4.7%
International Equities	24.5	22	8.5	5.6
Fixed Income	27.5	37	4.4	1.6
Inflation Sensitive Assets	10	20	4.2	1.4
Real Estate	7	7	6.5	3.6
Private Equity/Debt	7	7	9.4	6.5
Multi-Asset	4	4	6.7	3.8
Total Core Fund	107	120	7.4	4.5
Variable Fund Asset Class				
U.S Equities	70	70	7.6	4.7
International Equities	30	30	8.5	5.6
Total Variable Fund	100	100	7.9	5.0

New England Pension Consultants Long-Term U.S. CPI (Inflation) Forecast: 2.75%.
Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations.

Single discount rate. A single discount rate of 7.20% was used to measure the total pension liability as of December 31, 2017 and December 31, 2016. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long-term bond rate of 3.78% in 2017 and 3.56% in 2016. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 7 - EMPLOYEES RETIREMENT SYSTEM (cont.)

Sensitivity of the utility's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the utility's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.20 percent, as well as what the utility's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

The sensitivity analysis as of December 31, 2017 follows:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase to Discount Rate (8.20%)
Utility's proportionate share of the net position liability (asset)	$ 1,405,222	$ 106,815	$ (893,017)

The sensitivity analysis as of December 31, 2016 follows:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase to Discount Rate (8.20%)
Utility's proportionate share of the net position liability (asset)	$ 1,404,960	$ 200,307	$ (740,548)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at http://etf.wi.gov/Publications/cafr.htm.

NOTE 8 - COMMITMENTS AND CONTINGENCIES

Claims and Judgments

From time to time, the utility is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the utility's legal counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the utility's financial position or results of operations.

Grants

The utility has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

NOTE 9 - RISK MANAGEMENT

The utility is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets, errors, and omissions, workers compensation, and health care of its employees. These risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial liability in any of the past three years. There were no significant reductions in coverage compared to the prior year.

NOTE 10 - SIGNIFICANT CUSTOMERS

Water Utility

The utility has one significant customer who was responsible for 25% and 25% of operating revenues in 2017 and 2016, respectively.

NOTE 11 - SUBSEQUENT EVENTS

The utility evaluated subsequent events through the date that the financial statements were available to be issued, for events requiring recording or disclosure in the financial statements.

On March 1, 2018, the utility issued $4,825,000 of Water Utility Revenue Bonds. The proceeds from the Bonds wil be used for the public purpose of paying the cost of extensions, additions and improvements to the municipal water utility, including financing an elevated tank and refunding the 2019 through 2027 maturities of the Water Utility Revenue Bonds, Series 2007.

The utility applied for a rate increase with the PSC in September 2017, providing a 4.9% rate of return. The increase is part of a phased plan to pay for increased operating costs, water main projects, and infrastructure upgrades. The increase will be effective in late spring 2018 and is estimated to increase revenues by $416,500.

REQUIRED SUPPLEMENTARY INFORMATION

SHEBOYGAN WATER UTILITY

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) - WISCONSIN RETIREMENT SYSTEM
For the Year Ended December 31, 2017

WRS Fiscal Year End Date	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/14	0.00010929%	$ (268,255)	$ 1,844,785	14.54%	102.74%
12/31/15	0.00012332%	200,307	1,974,984	10.14%	98.20%
12/31/16	0.00012953%	106,815	1,892,944	5.64%	99.12%

SCHEDULE OF EMPLOYER CONTRIBUTIONS - WISCONSIN RETIREMENT SYSTEM
For the Year Ended December 31, 2017

Utility Fiscal Year End Date	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/15	$ 134,299	$ 134,299	$ -	$ 1,973,928	6.80%
12/31/16	124,934	124,934	-	1,892,944	6.60%
12/31/17	127,478	127,478	-	1,874,682	6.80%

See independent auditors' report and accompanying notes to the required supplementary information.

WISCONSIN RETIREMENT SYSTEM

The amounts presented in relation to the schedule of employer's proportionate share of the net pension liability and the schedule of employer contributions represents the specific data of the Utility. The information provided was derived using a combination of the employer's contribution data along with the data provided by the Wisconsin Retirement System in relation to the City of Sheboygan as a whole.

The utility is required to present the last ten fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

Changes in benefit terms. There were no changes of benefit terms for any participating employer in the Wisconsin Retirement System.

Changes in Assumptions. There were no changes in assumptions.

Class AB

WATER, ELECTRIC, OR JOINT UTILITY ANNUAL REPORT

OF

SHEBOYGAN WATER UTILITY

72 PARK AVE
SHEBOYGAN, WI 53081-2958

For the Year Ended: DECEMBER 31, 2017

TO

PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than $25 nor more than $5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

I ***Lisa M. Gottsacker, CPA, Utility Accountant*** of ***SHEBOYGAN WATER UTILITY***, certify that I am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

Date Signed: ***4/2/2018***

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Identification and Ownership - Contacts

Utility employee in charge of correspondence concerning this report

Name: MS. LISA M. GOTTSACKER, CPA
Title: UTILITY ACCOUNTANT
Mailing Address: 72 PARK AVENUE
SHEBOYGAN, WI 53081
Phone: (920) 459-3804
Email Address: lgottsacker@sheboyganwater.org

Accounting firm or consultant preparing this report (if applicable)

Name:
Title:
Mailing Address:
Phone:
Email Address:

Name and title of utility General Manager (or equivalent)

Name: MR. JOE TRUEBLOOD
Title: SUPERINTENDENT
Mailing Address: 72 PARK AVENUE
SHEBOYGAN, WI 53081
Phone: (920) 459-3805
Email Address: joetrueblood@sheboyganwater.org

President, chairman, or head of utility commission/board or committee

Name: MR. GERALD R. VAN DE KREEKE, CPA
Title: PRESIDENT
Mailing Address: 1530 SOUTH 12TH STREET
SHEBOYGAN, WI 53081
Phone: (920) 458-4351
Email Address: gvandekreeke@vdks.com

Identification and Ownership - Governing Authority and Audit Information

Utility Governing Authority

Select the governing authority for this utility.

_x_Reports to utility board/commission

___Reports directly to city/village council

Audit Information

Are utility records audited by individulas or firms other than utility employees? _x_Yes __No

Date of most recent audit report: 03/09/2018

Period covered by most recent audit: 01/01/2017 - 12/31/2017

Individual or firm, if other than utility employee, auditing utility records

Name: MR. JOHN KNEPEL, CPA

Title: PARTNER

Organization Name: BAKER TILLY VIRCHOW KRAUSE, LLP

USPS Address: 777 EAST WISCONSIN AVENUE

City State Zip MILWAUKEE, WI 53202-5313

Telephone: (414) 777-5359

Email Address: john.knepel@bakertilly.com

Identification and Ownership - Contract Operations

Do you have any contracts?

Are any the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? **NO**

Income Statement

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			1
Operating Revenues (400)	8,645,886	8,646,268	2
Operating Expenses:			3
Operation and Maintenance Expense (401-402)	3,907,181	3,869,226	4
Depreciation Expense (403)	1,387,913	1,293,053	5
Amortization Expense (404-407)	0	0	6
Taxes (408)	1,255,588	1,245,483	7
Total Operating Expenses	**6,550,682**	**6,407,762**	8
Net Operating Income	**2,095,204**	**2,238,506**	9
Income from Utility Plant Leased to Others (412-413)			10
Utility Operating Income	**2,095,204**	**2,238,506**	11
OTHER INCOME			12
Income from Merchandising, Jobbing and Contract Work (415-416)	(972)	0	13
Income from Nonutility Operations (417)			14
Nonoperating Rental Income (418)			15
Interest and Dividend Income (419)	19,531	16,840	16
Miscellaneous Nonoperating Income (421)	250,000	238,799	17
Total Other Income	**268,559**	**255,639**	18
Total Income	**2,363,763**	**2,494,145**	19
MISCELLANEOUS INCOME DEDUCTIONS			20
Miscellaneous Amortization (425)	(25,134)	(25,134)	21
Other Income Deductions (426)	77,375	74,198	22
Total Miscellaneous Income Deductions	**52,241**	**49,064**	23
Income Before Interest Charges	**2,311,522**	**2,445,081**	24
INTEREST CHARGES			25
Interest on Long-Term Debt (427)	297,197	325,412	26
Amortization of Debt Discount and Expense (428)			27
Amortization of Premium on Debt--Cr. (429)	4,447	4,345	28
Interest on Debt to Municipality (430)	7,615	7,621	29
Other Interest Expense (431)	0	0	30
Interest Charged to Construction--Cr. (432)	2,813	64,850	31
Total Interest Charges	**297,552**	**263,838**	32
Net Income	**2,013,970**	**2,181,243**	33
EARNED SURPLUS			34
Unappropriated Earned Surplus (Beginning of Year) (216)	38,282,805	36,069,925	35
Balance Transferred from Income (433)	2,013,970	2,181,243	36
Miscellaneous Credits to Surplus (434)	21,632	31,637	37
Miscellaneous Debits to Surplus--Debit (435)	16,469		38
Appropriations of Surplus--Debit (436)			39
Appropriations of Income to Municipal Funds--Debit (439)			40
Total Unappropriated Earned Surplus End of Year (216)	**40,301,938**	**38,282,805**	41

Income Statement Account Details

- Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
- Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME	0	0	0	1
Operating Revenues (400)	0	0	0	2
Derived	8,645,886		8,645,886	3
Total (Acct. 400)	8,645,886	0	8,645,886	4
Operation and Maintenance Expense (401-402)	0	0	0	5
Derived	3,907,181		3,907,181	6
Total (Acct. 401-402)	3,907,181	0	3,907,181	7
Depreciation Expense (403)	0	0	0	8
Derived	1,387,913		1,387,913	9
Total (Acct. 403)	1,387,913	0	1,387,913	10
Amortization Expense (404-407)	0	0	0	11
Derived	0		0	12
Total (Acct. 404-407)	0	0	0	13
Taxes (408)	0	0	0	14
Derived	1,255,588		1,255,588	15
Total (Acct. 408)	1,255,588	0	1,255,588	16
TOTAL UTILITY OPERATING INCOME	2,095,204	0	2,095,204	17
OTHER INCOME	0	0	0	18
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	0	19
Derived	(972)	0	(972)	20
Total (Acct. 415-416)	(972)	0	(972)	21
Interest and Dividend Income (419)	0	0	0	22
INTEREST AND DIVIDENDS	19,531		19,531	23
Total (Acct. 419)	19,531	0	19,531	24
Miscellaneous Nonoperating Income (421)	0	0	0	25
Contributed Plant - Water		250,000	250,000	26
Impact Fees - Water			0	27
Total (Acct. 421)	0	250,000	250,000	28
TOTAL OTHER INCOME	18,559	250,000	268,559	29
MISCELLANEOUS INCOME DEDUCTIONS	0	0	0	30
Miscellaneous Amortization (425)	0	0	0	31
Regulatory Liability (253) Amortization	(25,134)		(25,134)	32
Total (Acct. 425)	(25,134)	0	(25,134)	33
Other Income Deductions (426)	0	0	0	34
Depreciation Expense on Contributed Plant - Water		77,375	77,375	35
Total (Acct. 426)	0	77,375	77,375	36
TOTAL MISCELLANEOUS INCOME DEDUCTIONS	(25,134)	77,375	52,241	37
INTEREST CHARGES	0	0	0	38
Interest on Long-Term Debt (427)	0	0	0	39
Derived	297,197		297,197	40

Income Statement Account Details

- Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
- Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
Total (Acct. 427)	297,197	0	297,197	41
Amortization of Premium on Debt--Cr. (429)	0	0	0	42
Bonds	4,447		4,447	43
Total (Acct. 429)	4,447	0	4,447	44
Interest on Debt to Municipality (430)	0	0	0	45
Derived	7,615		7,615	46
Total (Acct. 430)	7,615	0	7,615	47
Other Interest Expense (431)	0	0	0	48
Derived	0		0	49
Total (Acct. 431)	0	0	0	50
Interest Charged to Construction--Cr. (432)	0	0	0	51
Capitalized Interest	2,813		2,813	52
Total (Acct. 432)	2,813	0	2,813	53
TOTAL INTEREST CHARGES	297,552	0	297,552	54
NET INCOME	1,841,345	172,625	2,013,970	55
EARNED SURPLUS	0	0	0	56
Unappropriated Earned Surplus (Beginning of Year) (216)	0	0	0	57
Derived	33,416,285	4,866,520	38,282,805	58
Total (Acct. 216)	33,416,285	4,866,520	38,282,805	59
Balance Transferred from Income (433)	0	0	0	60
Derived	1,841,345	172,625	2,013,970	61
Total (Acct. 433)	1,841,345	172,625	2,013,970	62
Miscellaneous Credits to Surplus (434)	0	0	0	63
Detail Appropriations to (from) Account 216	21,632		21,632	64
Total (Acct. 434)	21,632	0	21,632	65
Miscellaneous Debits to Surplus--Debit (435)	0	0	0	66
Detail Appropriations to (from) Account 216		16,469	16,469	67
Total (Acct. 435)	0	16,469	16,469	68
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR)	35,279,262	5,022,676	40,301,938	69

Income Statement Account Details

- Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
- Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Income Statement Account Details (Page F-02)

Amount of Miscellaneous Debits to Surplus (Acct 435) exceeds $10,000, please explain fully.

The adjustment to surplus relates to the reclassification of plant depreciation to contributed depreciation.

Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)

Particulars (a)	Water (b)	Electric (c)	Gas (d)	Sewer (e)	Total (f)	
Revenues						1
Revenues (account 415)	198,036				**198,036**	2
Cost and Expenses of Merchandising, Jobbing and Contract Work (416)						3
Cost of merchandise sold	199,008				**199,008**	4
Payroll					**0**	5
Materials					**0**	6
Taxes					**0**	7
Total costs and expenses	**199,008**	**0**	**0**	**0**	**199,008**	8
Net Income (or loss)	**(972)**	**0**	**0**	**0**	**(972)**	9

Revenues Subject to Wisconsin Remainder Assessment

- Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
- If the sewer department is not regulated by the PSC, do not report sewer department in data column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Gas Utility (d)	Sewer Utility (Regulated Only (e)	Total (f)	
Total operating revenues	8,645,886				**8,645,886**	1
Less: interdepartmental sales	0				**0**	2
Less: interdepartmental rents	0				**0**	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)					**0**	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained	2,129				**2,129**	5
Revenues subject to Wisconsin Remainder Assessment	**8,643,757**	**0**	**0**	**0**	**8,643,757**	6

Distribution of Total Payroll

- Amounts charged to Utility Financed and to Contributed Plant accounts should be combined and reported in plant or accumulated depreciation accounts.
- Amount originally charged to clearing accounts as shown in column (b) should be shown as finally distributed in column (c).
- The amount for clearing accounts in column (c) is entered as a negative for account "Clearing Accounts" and the distributions to accounts on all other lines in column (c) will be positive with the total of column (c) being zero.
- Provide additional information in the schedule footnotes when necessary.

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	1,473,977		**1,473,977**	1
Electric operating expenses			**0**	2
Gas operating expenses			**0**	3
Heating operating expenses			**0**	4
Sewer operating expenses			**0**	5
Merchandising and jobbing			**0**	6
Other nonutility expenses			**0**	7
Water utility plant accounts	215,686		**215,686**	8
Electric utility plant accounts			**0**	9
Gas utility plant accounts			**0**	10
Heating utility plant accounts			**0**	11
Sewer utility plant accounts			**0**	12
Accum. prov. for depreciation of water plant			**0**	13
Accum. prov. for depreciation of electric plant			**0**	14
Accum. prov. for depreciation of gas plant			**0**	15
Accum. prov. for depreciation of heating plant			**0**	16
Accum. prov. for depreciation of sewer plant			**0**	17
Clearing accounts			**0**	18
All other accounts			**0**	19
Total Payroll	**1,689,663**	**0**	**1,689,663**	20

Full-Time Employees (FTE)

- Use FTE numbers where FTE stands for Full-Time Employees or Full-Time Equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest hundredth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.
- Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .35 for electric, .30 for water and .20 for sewer.

	Industry (a)	FTE (b)	
1	Water	29.0 *	
2	Electric		
3	Gas		
4	Sewer		

Full-Time Employees (FTE)

- Use FTE numbers where FTE stands for Full-Time Employees or Full-Time Equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest hundredth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.
- Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .35 for electric, .30 for water and .20 for sewer.

Full-Time Employees (FTE) (Page F-06)

General Footnote

Sheboygan Water Utility has two FTE vacancies at year end 2017. One Utility Support Specialist and one Engineer.

Balance Sheet

Assets and Othe Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
ASSESTS AND OTHER DEBITS			1
UTILITY PLANT			2
Utility Plant (101)	65,134,859	63,028,083	3
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (111)	20,001,258	18,600,209	4
Utility Plant Acquisition Adjustments (117-118)	0	0	5
Other Utility Plant Adjustments (119)	0	0	6
Net Utility Plant	**45,133,601**	**44,427,874**	7
OTHER PROPERTY AND INVESTMENTS			8
Nonutility Property (121)	0	0	9
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	10
Investment in Municipality (123)	0	0	11
Other Investments (124)	0	0	12
Sinking Funds (125)	531,643	545,393	13
Depreciation Fund (126)	0	0	14
Other Special Funds (128)	0	0	15
Total Other Property and Investments	**531,643**	**545,393**	16
CURRENT AND ACCRUED ASSETS			17
Cash (131)	0	0	18
Special Deposits (134)	0	0	19
Working Funds (135)	0	0	20
Temporary Cash Investments (136)	7,207,307	6,372,212	21
Notes Receivable (141)	0	0	22
Customer Accounts Receivable (142)	1,163,404	1,321,861	23
Other Accounts Receivable (143)	19,041	10,686	24
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	25
Receivables from Municipality (145)	716,689	547,842	26
Plant Materials and Operating Supplies (154)	266,045	280,117	27
Merchandise (155)	0	0	28
Other Materials and Supplies (156)	0	0	29
Stores Expense (163)	0	0	30
Prepayments (165)	34,805	19,595	31
Interest and Dividends Receivable (171)	0	0	32
Accrued Utility Revenues (173)	0	0	33
Miscellaneous Current and Accrued Assets (174)	0	0	34
Total Current and Accrued Assets	**9,407,291**	**8,552,313**	35
DEFERRED DEBITS			36
Unamortized Debt Discount and Expense (181)	0	0	37
Extraordinary Property Losses (182)	0	0	38
Preliminary Survey and Investigation Charges (183)	0	0	39
Clearing Accounts (184)	0	0	40
Temporary Facilities (185)	0	0	41
Miscellaneous Deferred Debits (186)	815,185	1,123,908	42
Total Deferred Debits	**815,185**	**1,123,908**	43
TOTAL ASSETS AND OTHER DEBITS	**55,887,720**	**54,649,488**	44

Balance Sheet

Liabilities and Othe Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
LIABILITIES AND OTHER CREDITS			1
PROPRIETARY CAPITAL			2
Capital Paid in by Municipality (200)	1,640,701	1,640,701	3
Appropriated Earned Surplus (215)	0	0	4
Unappropriated Earned Surplus (216)	40,301,938	38,282,805	5
Total Proprietary Capital	**41,942,639**	**39,923,506**	6
LONG-TERM DEBT			7
Bonds (221)	10,919,655	11,316,604	8
Advances from Municipality (223)	200,615	214,978	9
Other Long-Term Debt (224)	0	0	10
Total Long-Term Debt	**11,120,270**	**11,531,582**	11
CURRENT AND ACCRUED LIABILITIES			12
Notes Payable (231)	0	0	13
Accounts Payable (232)	390,987	575,111	14
Payables to Municipality (233)	0	0	15
Customer Deposits (235)	0	0	16
Taxes Accrued (236)	1,166,476	1,151,799	17
Interest Accrued (237)	55,794	57,715	18
Tax Collections Payable (241)	0	0	19
Miscellaneous Current and Accrued Liabilities (242)	0	0	20
Total Current and Accrued Liabilities	**1,613,257**	**1,784,625**	21
DEFERRED CREDITS			22
Unamortized Premium on Debt (251)	41,339	45,786	23
Customer Advances for Construction (252)	0	0	24
Other Deferred Credits (253)	595,262	799,674	25
Total Deferred Credits	**636,601**	**845,460**	26
OPERATING RESERVES			27
Property Insurance Reserve (261)	0	0	28
Injuries and Damages Reserve (262)	0	0	29
Pensions and Benefits Reserve (263)	0	0	30
Miscellaneous Operating Reserves (265)	574,953	564,316	31
Total Operating Reserves	**574,953**	**564,316**	32
TOTAL LIABILITIES AND OTHER CREDITS	**55,887,720**	**54,649,489**	33

Net Utility Plant

- Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Electric (c)	Gas (d)	Sewer (e)	
First of Year					1
Total Utility Plant - First of Year	63,028,083	0	0	0	2
	63,028,083	**0**	**0**	**0**	3
Plant Accounts					4
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	58,477,616				5
Utility Plant in Service - Contributed Plant (101.2)	6,395,941				6
Utility Plant Purchased or Sold (102)					7
Utility Plant Leased to Others (104)					8
Property Held for Future Use (105)					9
Completed Construction not Classified (106)					10
Construction Work in Progress (107)	261,302				11
Total Utility Plant	**65,134,859**	**0**	**0**	**0**	12
Accumulated Provision for Depreciation and Amortization					13
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (111.1)	18,555,260				14
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	1,445,998				15
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					16
Accumulated Provision for Depreciation of Property Held for Future Use (113)					17
Accumulated Provision for Amortization of Utility Plant in Service (114)					18
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					19
Accumulated Provision for Amortization of Property Held for Future Use (116)					20
Total Accumulated Provision	**20,001,258**	**0**	**0**	**0**	21
Accumulated Provision for Depreciation and Amortization					22
Utility Plant Acquisition Adjustments (117)					23
Accumulated Provision for Amortization of Utility Plant Acquisition Adjustments (118)					24
Other Utility Plant Adjustments (119)					25
Total Other Utility Plant Accounts	**0**	**0**	**0**	**0**	26
Net Utility Plant	**45,133,601**	**0**	**0**	**0**	27

Accumulated Provision for Depreciation of Utility Plant on Utility Plant Financed by Utility Operations or by the Municipality (Acct. 111.1)

Depreciation Accruals (Credits) during the year (111.1):

- Report the amounts charged in the operating sections to Depreciation Expense (403).
- If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
- Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water Column. If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
- Report all other accruals charged to other accounts, such as to clearing accounts.

Description (a)	Water (b)	Electric (c)	Gas (d)	Sewer (e)	Total (f)	
Balance First of Year (111.1)	17,248,055	0	0	0	**17,248,055**	1
Credits during year						2
Charged Depreciation Expense (403)	1,387,913				**1,387,913**	3
Depreciation Expense on Meters Charged to Sewer	86,587				**86,587**	4
Salvage	0				**0**	5
Depreciation Expense Charged to Clearing Accounts	16,734				**16,734**	6
Total credits	**1,491,234**	**0**	**0**	**0**	**1,491,234**	7
Debits during year						8
Book Cost of Plant Retired	178,820				**178,820**	9
Cost of Removal	0				**0**	10
Depreciation Adjustments to Plant	5,209				**5,209**	11
Total debits	**184,029**	**0**	**0**	**0**	**184,029**	12
Balance end of year (111.1)	**18,555,260**	**0**	**0**	**0**	**18,555,260**	13

Accumulated Provision for Depreciation of Utility Plant on Contributed Plant in Service (Acct. 111.2)

Depreciation Accruals (Credits) during the year (111.2):

- Report the amounts charged in the operating sections to Other Income Deductions (426).
- If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
- Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water Column. If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
- Report all other accruals charged to other accounts, such as to clearing accounts.

Description (a)	Water (b)	Electric (c)	Gas (d)	Sewer (e)	Total (f)	
Balance First of Year (111.2)	1,352,154	0	0	0	1,352,154	1
Credits during year						2
Charged Other Income Deductions (426)	77,375				77,375	3
Depreciation Expense on Meters Charged to Sewer	0				0	4
Salvage	0				0	5
Adjustment to Contributed Depreciation Plant	16,469				16,469	6
Total credits	**93,844**	**0**	**0**	**0**	**93,844**	7
Debits during year						8
Book Cost of Plant Retired	0				0	9
Cost of Removal	0				0	10
Total debits	**0**	**0**	**0**	**0**	**0**	11
Balance end of year (111.2)	**1,445,998**	**0**	**0**	**0**	**1,445,998**	12

Net Nonutility Property (Accts. 121 & 122)

- Report separately each item of property with a book cost of $5,000 or more included in account 121.
- Other items may be grouped by classes of property.
- Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Total Nonutility Property (121)	0	0	0	0	2
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	4

Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)

Description (a)	Amount (b)		
Balance first of year	0		1
Additions			2
Provision for uncollectibles during year	0	*	3
Collection of accounts previously written off: Utility Customers	0		4
Collection of accounts previously written off: Others	0		5
Total Additions	**0**		6
Accounts Written Off			7
Accounts written off during the year: Utility Customers	0		8
Accounts written off during the year: Others	0		9
Total Accounts Written Off	**0**		10
Balance End of Year	**0**		11

Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)

Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144) (Page F-12)

General Footnote

The Sheboygan Water Utility uses the tax roll process, adding delinquent amounts to the tax roll, therefore no provision is made for uncollectible accounts.

Materials and Supplies

Account (a)	Generation (b)	Transmission (d)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							1
Fuel (151)					**0**	**0**	2
Fuel stock expenses (152)					**0**	**0**	3
Plant mat. & oper. sup. (154)					**0**	**0**	4
Total Electric Utility	**0**	**0**	**0**	**0**	**0**	**0**	5

Account	Total End of Year	Amount Prior Year	
Electric utility total	**0**	**0**	1
Water utility (154)	266,045	**280,117**	2
Sewer utility (154)			3
Heating utility (154)			4
Gas utility (154)			5
Merchandise (155)			6
Other materials & supplies (156)			7
Stores expense (163)			8
Total Material and Supplies	**266,045**	**280,117**	9

Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year: Amount (b)	Written Off During Year: Account Charged or Credited (c)	Balance End of Year (d)	
Unamortized debt discount & expense (181)				1
None				2
Total	**0**		**0**	3
Unamortized premium on debt (251)				4
Bond Premium	4,447	8	41,339	5
None				6
Total	**4,447**		**41,339**	7

Capital Paid in by Municipality (Acct. 200)

Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

	Description (a)	Amount (b)	
Balance first of year		1,640,701	1
Balance end of year		**1,640,701**	2

Bonds (Acct. 221)

- Report information required for each separate issue of bonds.
- If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
- Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.
- Enter interest rates in decimal form. For example, enter 6.75% as 0.0675

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
2004 SAFE DRINKING WATER LOAN	03/10/2004	05/01/2023	2.75%	1,176,568	1
2007 WATER UTILITY REVENUE BONDS	04/15/2007	05/01/2027	5.00%	2,525,000	2
2013 WATER UTILITY REVENUE BONDS	04/03/2013	05/01/2033	3.50%	2,550,000	3
2015 SAFE DRINKING WATER LOAN	05/13/2015	05/01/2035	1.65%	2,793,087	4
2016 WATER UTILITY REVENUE BONDS	04/20/2016	04/20/2025	2.00%	1,875,000	5
Total				**10,919,655**	6

Notes Payable & Miscellaneous Long-Term Debt

- Report each class of debt included in Accounts 223, 224 and 231.
- Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
- If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
- Enter interest rates in decimal form. For example, enter 6.75% as 0.0675

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances from Municipality (223)					1
UNFUNDED PENSION	03/15/2008	03/15/2027	2.00%	200,615	2
Total for Account 223				**200,615**	3

Taxes Accrued (Acct. 236)

Description (a)	Amount (b)	
Balance first of year	1,151,799	1
Charged water department expense	1,255,588	2
Charged electric department expense		3
Charged gas department expense		4
Charged sewer department expense	29,414	5
Total accruals and other credits	**1,285,002**	6
County, state and local taxes	1,151,800	7
Social Security taxes	108,785	8
PSC Remainder Assessment	9,740	9
Gross Receipts Tax		10
Total payments and other debits	**1,270,325**	11
Balance end of year	**1,166,476**	12

Interest Accrued (Acct. 237)

- Report below interest accrued on each utility obligation.
- Report customer deposits under account 235.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)	0	0	0	**0**	1
2004 SAFE DRINKING WATER LOAN $3,152,000	6,209	33,989	34,805	**5,393**	2
2007 WATER UTILITY REVENUE BONDS $4,000,000	19,523	111,810	113,144	**18,189**	3
2013 WATER UTILITY REVENUE BOND	12,588	73,858	74,275	**12,171**	4
2015 SAFE DRINKING WATER LOAN $3,122,030	6,727	44,515	43,560	**7,682**	5
2016 WATER UTILITY REVENUE BONDS $2,115,000	5,771	33,025	33,425	**5,371**	6
Subtotal Bonds (221)	**50,818**	**297,197**	**299,209**	**48,806**	7
Advances from Municipality (223)	0	0	0	**0**	8
UNFUNDED PENSION	6,897	7,615	7,524	**6,988**	9
Subtotal Advances from Municipality (223)	**6,897**	**7,615**	**7,524**	**6,988**	10
Other Long-Term Debt (224)	0	0	0	**0**	11
None				**0**	12
Subtotal Other Long-Term Debt (224)	**0**	**0**	**0**	**0**	13
Notes Payable (231)	0	0	0	**0**	14
None				**0**	15
Subtotal Notes Payable (231)	**0**	**0**	**0**	**0**	16
Customer Deposits (235)	0	0	0	**0**	17
None				**0**	18
Subtotal Customer Deposits (235)	**0**	**0**	**0**	**0**	19
Total	**57,715**	**304,812**	**306,733**	**55,794**	20

Balance Sheet Detail - Other Accounts

Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Description (a)	Balance End of Year (b)	
Sinking Funds (125)	0	1
Bond Reserve Fund	531,643	2
Total (Acct. 125)	**531,643**	3
Cash and Working Funds (131)	0	4
Cash		5
Total (Acct. 131)	**0**	6
Temporary Cash Investments (136)	0	7
Temporary Cash Investments	7,207,307	8
Total (Acct. 136)	**7,207,307**	9
Customer Accounts Receivable (142)	0	10
Water	1,163,404	11
Total (Acct. 142)	**1,163,404**	12
Other Accounts Receivable (143)	0	13
Sewer (Non-regulated)		14
Merchandising, jobbing and contract work		15
Grant Receivable - Restricted	19,041 *	16
Total (Acct. 143)	**19,041**	17
Receivables from Municipality (145)	0	18
Receivables for water main, laterals, and PFP	716,689 *	19
Total (Acct. 145)	**716,689**	20
Prepayments (165)	0	21
Prepayments	34,805	22
Total (Acct. 165)	**34,805**	23
Miscellaneous Deferred Debits (186)	0	24
Deferred Outflows of Resources - Pensions	815,185	25
Total (Acct. 186)	**815,185**	26
Accounts Payable (232)	0	27
Accounts Payable	390,987	28
Total (Acct. 232)	**390,987**	29
Other Deferred Credits (253)	0	30
Regulatory Liability	150,754	31
Deferred Inflow - Pension	337,693	32

Balance Sheet Detail - Other Accounts

Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Net Pension Liability	106,815	33
Total (Acct. 253)	**595,262**	34
Miscellaneous Operating Reserves (265)	0	35
Accrued Vacation & Sick Leave	574,953	36
Total (Acct. 265)	**574,953**	37

Balance Sheet Detail - Other Accounts

Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Balance Sheet Detail - Other Accounts (Page F-22)

Explain amounts in Accounts 143, 145 and/or 233 in excess of $10,000. Provide a short list or detailed description, but do not use terms such as other revenues, general, miscellaneous, or repeat the account title.

Acct #143 pertains to accounts receivable for grant reimbursements from the DNR Safe Drinking Water Loan Program principal forgiveness for replacing lead water service laterals in the City of Sheboygan.

Acct #145 pertains to receivables from the municipality for water main assessments, water lateral assessments, contributions for construction of water main, shared locating services, and charges for billing and collecting sewer and garbage payments.

Return on Rate Base Computation

- The data used in calculating rate base are averages.
- Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
- For municipal utilities, do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.
- For private utilities, do not include property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Gas (d)	Sewer (e)	Total (f)	
Add Average						1
Utility Plant in Service (101.1)	57,243,194				**57,243,194**	2
Materials and Supplies	273,081				**273,081**	3
Less Average						4
Reserve for Depreciation (111.1)	17,901,657				**17,901,657**	5
Customer Advances for Construction	250,000				**250,000**	6
Regulatory Liability	163,321				**163,321**	7
Average Net Rate Base	**39,201,297**	**0**	**0**	**0**	**39,201,297**	8
Net Operating Income	2,095,204				**2,095,204**	9
Net Operating Income as a percent of Average Net Rate Base	**5.34%**	**N/A**	**N/A**	**N/A**	**5.34%**	10

Regulatory Liability - Pre-2003 Historical Accumulated Depreciation on Contributed Utility Plant (253)

Description (a)	Water (b)	Electric (c)	Gas (d)	Sewer (e)	Total (f)	
Balance First of Year	175,888	0	0	0	**175,888**	1
Credits During Year					**0**	2
None					**0**	3
Charges (Deductions)					**0**	4
Miscellaneous Amortization (425)	25,134				**25,134**	5
Balance End of Year	**150,754**	**0**	**0**	**0**	**150,754**	6

Important Changes During the Year

Report changes of any of the following types:

1. Acquisitions

2. Leaseholder changes

3. Extensions of service

4. Estimated changes in revenues due to rate changes
The utility applied for a rate increase with the PSC in September 2017, providing a 4.9% rate of return. The increase is part of a phased plan to pay for increased operating costs, water main projects, and infrastructure upgrades. The increase will be effective in late spring 2018 and is estimated to increase revenues by $416,500.

5. Obligations incurred or assumed, excluding commercial paper
Revenue bonds will be issued March 1, 2018 in the amount of $4,705,000 for the public purpose of paying the cost of extensions, additions, and improvements to the municipal water utility, including financing an elevated tank and refunding the 2019 through 2027 maturities of the Water Utility Revenue Bonds, Series 2007, dated April 15, 2007.

6. Formal proceedings with the Public Service Commission

7. Any additional matters

Water Operating Revenues & Expenses

Description (a)	This Year (b)	Last Year (c)	
Operating Revenues - Sales of Water			1
Sales of Water (460-467)	8,484,209	8,487,863	2
Total Sales of Water	**8,484,209**	**8,487,863**	3
Other Operating Revenues			4
Forfeited Discounts (470)	56,491	90,022	5
Rents from Water Property (472)	22,138	21,493	6
Interdepartmental Rents (473)	0	0	7
Other Water Revenues (474)	83,048	46,890	8
Total Other Operating Revenues	**161,677**	**158,405**	9
Total Operating Revenues	**8,645,886**	**8,646,268**	10
Operation and Maintenenance Expenses			11
Source of Supply Expense (600-617)	5,408	14,404	12
Pumping Expenses (620-633)	702,918	684,860	13
Water Treatment Expenses (640-652)	1,066,514	1,066,966	14
Transmission and Distribution Expenses (660-678)	938,632	785,555	15
Customer Accounts Expenses (901-906)	211,525	194,091	16
Sales Expenses (910)	0	0	17
Administrative and General Expenses (920-932)	982,184	1,123,350	18
Total Operation and Maintenenance Expenses	**3,907,181**	**3,869,226**	19
Other Operating Expenses			20
Depreciation Expense (403)	1,387,913	1,293,053	21
Amortization Expense (404-407)	0	0	22
Taxes (408)	1,255,588	1,245,483	23
Total Other Operating Expenses	**2,643,501**	**2,538,536**	24
Total Operating Expenses	**6,550,682**	**6,407,762**	25
NET OPERATING INCOME	**2,095,204**	**2,238,506**	26

Water Operating Revenues - Sales of Water

- Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
- Report estimated gallons for unmetered sales.
- Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified multifamily residential.
- Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered or measured by tank of pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (Account 461).
- Report average number of individually-metered accounts (meters). The amount reported should be the average meter count. E.g. if a hospital has 5 meters, a total of 5 meters should be reported on this schedule in column b (Average No. of Customers).

Description (a)	Average No. Customer (b)	Thousand of Gallons of Water Sold (c)	Amount (d)	
Unmetered Sales to General Customers (460)				1
Residential (460.1)				2
Commercial (460.2)				3
Industrial (460.3)				4
Public Authority (460.4)				5
Multifamily Residential (460.5)				6
Irrigation (460.6)				7
Total Unmetered Sales to General Customers (460)	**0**	**0**	**0**	8
Metered Sales to General Customers (461)				9
Residential (461.1)	16,913	746,063	2,187,875	10
Commercial (461.2)	1,297	260,051	564,682	11
Industrial (461.3)	164	2,449,822	3,690,929	12
Public Authority (461.4)	117	47,180	104,699	13
Multifamily Residential (461.5)	283	109,900	233,753	14
Irrigation (461.6)				15
Total Metered Sales to General Customers (461)	**18,774**	**3,613,016**	**6,781,938**	16
Private Fire Protection Service (462)	266		92,804	17
Public Fire Protection Service (463)	18,906		814,895	18
Other Water Sales (465)				19
Sales for Resale (466)	2	675,195	794,572	20
Interdepartmental Sales (467)				21
Total Sales of Water	**37,948**	**4,288,211**	**8,484,209**	22

Sales for Resale (Acct. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)	
Kohler Municipal Water Utility	TAYLOR DR & ERIE AVE	279,804	310,761	1
Sheboygan Falls Utilities	TAYLOR DR & HWY 23	395,391	483,811	2
Total		**675,195**	**794,572**	3

Other Operating Revenues (Water)

- Report revenues relating to each account and fully describe each item using other than the account title.
- Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
- For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Description (a)	Amount (b)	
Public Fire Protection Service (463)		1
Amount billed (usually per rate schedule F-1 or Fd-1)	814,895	2
Wholesale fire protection billed		3
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		4
Total Public Fire Protection Service (463)	**814,895**	5
Forfeited Discounts (470)		6
Customer late payment charges	56,491	7
Total Forfeited Discounts (470)	**56,491**	8
Rents from Water Property (472)		9
Rent of tower for cellular antennas	22,138	10
Total Rents from Water Property (472)	**22,138**	11
Interdepartmental Rents (473)		12
None		13
Total Interdepartmental Rents (473)	**0**	14
Other Water Revenues (474)		15
Return on net investment in meters charged to sewer department	32,504 *	16
Misc Service Revenues	50,544	17
Total Other Water Revenues (474)	**83,048**	18

Other Operating Revenues (Water)

- Report revenues relating to each account and fully describe each item using other than the account title.
- Report each item (when individually or when like items are combined) greater than $10,000 (class AB), $5,000 (class C) and $2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
- For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Other Operating Revenues (Water) (Page W-04)

Explain all amounts in Account 474 in excess of $10,000.

Meter charges related to sewer only and sewer deduct customers.

Water Operation & Maintenance Expenses

- Each expense account that has a difference between This Year and Last Year greater than 15 percent and $10,000 (class AB), 25 percent and $5,000 (class C), 30 percent and $2,000 (class D) shall be fully explained in the schedule footnotes.
- Class C and class D report all expenses in Other Expense (column c)

Description (a)	Labor Expense (b)	Other Expense (c)	Total This Year (d)	Last Year (e)	
SOURCE OF SUPPLY EXPENSES					1
Operation Supervision and Engineering (600)		25	25	857	2
Operation Labor and Expenses (601)			0	0	3
Purchased Water (602)			0	0	4
Miscellaneous Expenses (603)			0	0	5
Rents (604)			0	0	6
Maintenance Supervision and Engineering (610)			0	0	7
Maintenance of Structures and Improvements (611)			0	0	8
Maintenance of Collecting and Impounding Reservoirs (612)			0	0	9
Maintenance of Lake, River and Other Intakes (613)		5,383	5,383	13,547	10
Maintenance of Wells and Springs (614)			0	0	11
Maintenance of Supply Mains (616)			0	0	12
Maintenance of Miscellaneous Water Source Plant (617)			0	0	13
Total Source of Supply Expenses	**0**	**5,408**	**5,408**	**14,404**	14
PUMPING EXPENSES					15
Operation Supervision and Engineering (620)	33,377		33,377	30,857	16
Fuel for Power Production (621)			0	0	17
Power Production Labor and Expenses (622)			0	0	18
Fuel or Power Purchased for Pumping (623)		471,067	471,067	479,292	19
Pumping Labor and Expenses (624)		217	217	332	20
Expenses Transferred--Credit (625)			0	0	21
Miscellaneous Expenses (626)	4,412	59,020	63,432	53,927	22
Rents (627)			0	0	23
Maintenance Supervision and Engineering (630)	10,352		10,352	9,909	24
Maintenance of Structures and Improvements (631)	92,279	1,602	93,881	87,776	25
Maintenance of Power Production Equipment (632)			0	0	26
Maintenance of Pumping Equipment (633)	13,412	17,180	30,592	22,767	27
Total Pumping Expenses	**153,832**	**549,086**	**702,918**	**684,860**	28
WATER TREATMENT EXPENSES					29
Operation Supervision and Engineering (640)	32,292		32,292	28,265	30
Chemicals (641)		212,750	212,750	227,548	31
Operation Labor and Expenses (642)	462,133	257,092	719,225	673,510	32
Miscellaneous Expenses (643)	2,234	18,695	20,929	27,280	33
Rents (644)			0	0	34
Maintenance Supervision and Engineering (650)			0	0	35
Maintenance of Structures and Improvements (651)	41,257	5,904	47,161	54,856	36
Maintenance of Water Treatment Equipment (652)	22,678	11,479	34,157	55,507 *	37
Total Water Treatment Expenses	**560,594**	**505,920**	**1,066,514**	**1,066,966**	38
TRANSMISSION AND DISTRIBUTION EXPENSES					39
Operation Supervision and Engineering (660)	38,303		38,303	35,173	40
Storage Facilities Expenses (661)	8,619	11,636	20,255	9,489 *	41

Water Operation & Maintenance Expenses

- Each expense account that has a difference between This Year and Last Year greater than 15 percent and $10,000 (class AB), 25 percent and $5,000 (class C), 30 percent and $2,000 (class D) shall be fully explained in the schedule footnotes.
- Class C and class D report all expenses in Other Expense (column c)

Description (a)	Labor Expense (b)	Other Expense (c)	Total This Year (d)	Last Year (e)	
Transmission and Distribution Lines Expenses (662)	77,230	9,940	87,170	98,271	42
Meter Expenses (663)	29,057	1,921	30,978	39,126	43
Customer Installations Expenses (664)		116,281	116,281	109,483	44
Miscellaneous Expenses (665)	71,988	36,821	108,809	108,331	45
Rents (666)			0	0	46
Maintenance Supervision and Engineering (670)			0	0	47
Maintenance of Structures and Improvements (671)	78,518	1,858	80,376	83,753	48
Maintenance of Distribution Reservoirs and Standpipes (672)	1,324	250,253	251,577	51,557 *	49
Maintenance of Transmission and Distribution Mains (673)	81,264	77,968	159,232	174,918	50
Maintenance of Services (675)	327	1,456	1,783	970	51
Maintenance of Meters (676)	7,925	1,374	9,299	10,484	52
Maintenance of Hydrants (677)	7,252	27,317	34,569	64,000 *	53
Maintenance of Miscellaneous Plant (678)			0	0	54
Total Transmission and Distribution Expenses	**401,807**	**536,825**	**938,632**	**785,555**	55
CUSTOMER ACCOUNTS EXPENSES					56
Supervision (901)	31,413		31,413	25,858	57
Meter Reading Expenses (902)	26,826	4,833	31,659	35,021	58
Customer Records and Collection Expenses (903)	101,785	44,387	146,172	131,665	59
Uncollectible Accounts (904)		2,129	2,129	1,424	60
Miscellaneous Customer Accounts Expenses (905)			0	0	61
Customer Service and Informational Expenses (906)		152	152	123	62
Total Customer Accounts Expenses	**160,024**	**51,501**	**211,525**	**194,091**	63
SALES EXPENSES					64
Sales Expenses (910)			0	0	65
Total Sales Expenses	**0**	**0**	**0**	**0**	66
ADMINISTRATIVE AND GENERAL EXPENSES					67
Administrative and General Salaries (920)	193,425		193,425	195,178	68
Office Supplies and Expenses (921)		19,823	19,823	21,407	69
Administrative Expenses Transferred--Credit (922)			0	0	70
Outside Services Employed (923)		45,761	45,761	94,130 *	71
Property Insurance (924)		36,514	36,514	40,082	72
Injuries and Damages (925)		62,014	62,014	82,965 *	73
Employee Pensions and Benefits (926)		546,356	546,356	629,943	74
Regulatory Commission Expenses (928)		22,484	22,484	2,986 *	75
Duplicate Charges--Credit (929)			0	0	76
Miscellaneous General Expenses (930)	3,397	32,434	35,831	40,601	77
Rents (931)			0	0	78
Maintenance of General Plant (932)	898	19,078	19,976	16,058	79
Total Administrative and General Expenses	**197,720**	**784,464**	**982,184**	**1,123,350**	80
TOTAL OPERATION AND MAINTENANCE EXPENSES	**1,473,977**	**2,433,204**	**3,907,181**	**3,869,226**	81

Water Operation & Maintenance Expenses

- Each expense account that has a difference between This Year and Last Year greater than 15 percent and $10,000 (class AB), 25 percent and $5,000 (class C), 30 percent and $2,000 (class D) shall be fully explained in the schedule footnotes.
- Class C and class D report all expenses in Other Expense (column c)

Water Operation & Maintenance Expenses (Page W-05)

Explain all This Year amounts that are more than 15% and $10,000 higher or lower than the Last Year amount.

Acct #652 - Decrease in 2017 costs due to more maintenance of actuators and analyzers at the treatment plant in 2016.
Acct #661 - Increase in 2017 costs due to addition of aggregate storage for stone, gravel, and traffic signs.
Acct #672 - Increase in 2017 costs due to repair and maintenance of the Taylor Hill reservoir.
Acct #677 - Decrease in 2017 costs due to the addition of automatic hydrant flushing equipment requiring less staff labor.
Acct #923 - Decrease in 2017 costs due to higher legal costs in 2016 relating to revenue bonds.
Acct #925 - Decrease in 2017 costs due to a change in insurance providers for cost savings.
Acct #928 - Increase in 2017 costs due to submission of a rate case to the PSC.

Taxes (Acct. 408 - Water)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	This Year (b)	Last Year (c)	
Property Tax Equivalent	1,166,477	1,151,800	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department	29,414	24,674	2
Net Property Tax Equivalent	**1,137,063**	**1,127,126**	3
Social Security	108,785	109,909	4
PSC Remainder Assessment	9,740	8,448	5
Total Tax Expense	**1,255,588**	**1,245,483**	6

Water Property Tax Equivalent - Detail

- No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
- Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
- The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
- The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
- An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
- **Property Tax Equivalent - Total**
  If the municipality has authorized a lower tax equivalent amount, the authorization description and date of the authorization must be reported in the schedule footnotes. If the municipality has NOT authorized a lower amount, leave the cell blank.

COUNTY: SHEBOYGAN(1)

SUMMARY OF TAX RATES		
1. State Tax Rate	mills	0.000000
2. County Tax Rate	mills	5.467980
3. Local Tax Rate	mills	9.727760
4. School Tax Rate	mills	10.824550
5. Vocational School Tax Rate	mills	0.854008
6. Other Tax Rate - Local	mills	0.000000
7. Other Tax Rate - Non-Local	mills	0.000000
8. Total Tax Rate	mills	**26.874298**
9. Less: State Credit	mills	2.078727
11. Net Tax Rate	mills	**24.795571**

PROPERTY TAX EQUIVALENT CALCULATION		
12. Local Tax Rate	mills	**9.727760**
13. Combined School Tax Rate	mills	**11.678558**
14. Other Tax Rate - Local	mills	**0.000000**
15. Total Local & School Tax Rate	mills	**21.406318**
16. Total Tax Rate	mills	**26.874298**
17. Ratio of Local and School Tax to Total	dec.	**0.796535**
18. Total Tax Net of State Credit	mills	**24.795571**
19. Net Local and School Tax Rate	mills	**19.750539**
20. Utility Plant, Jan 1	$	63,028,083
21. Materials & Supplies	$	280,117
22. Subtotal	$	**63,308,200**
23. Less: Plant Outside Limits	$	1,920,682
24. Taxable Assets	$	**61,387,518**
25. Assessment Ratio	dec.	0.962093
26. Assessed Value	$	**59,060,501**
27. Net Local and School Tax Rate	mills	**19.750539**
28. Tax Equiv. Computed for Current Year	$	**1,166,477**

PROPERTY TAX EQUIVALENT - TOTAL

PROPERTY TAX EQUIVALENT CALCULATION		
1. Utility Plant, Jan 1	$	63,028,083
2. Materials & Supplies	$	280,117
3. Subtotal	$	**63,308,200**
4. Less: Plant Outside Limits	$	1,920,682
5. Taxable Assets	$	**61,387,518**
6. Assessed Value	$	**59,060,501**
7. Tax Equiv. Computed for Current Year	$	**1,166,477**
8. Tax Equivalent per 1994 PSC Report	$	560,533
9. Amount of Lower Tax Equiv. as Authorized by Municipality for Current Year (see notes)	$	
10. Tax Equivalent for Current Year (see notes)	$	**1,166,477**

Water Utility Plant in Service - Plant Financed by Utility or Municipality

- All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (e), Adjustments.
- Explain fully as a footnote the nature of all entries reported in Column (e), Adjustments.
- For each account over $100,000 (class AB) or $50,000 (class C) or $10,000 (class D), explain in the footnotes section the dollar additions and retirements. If applicable, the footnotes should cite construction authorization, complete with PSC docket number.
- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (d)	Adjustments Increase or (Decrease) (e)	Balance End of Year (f)	
INTANGIBLE PLANT						1
Organization (301)	0				0	2
Franchises and Consents (302)	0				0	3
Miscellaneous Intangible Plant (303)	0				0	4
Total Intangible Plant	**0**	**0**	**0**	**0**	**0**	5
SOURCE OF SUPPLY PLANT						6
Land and Land Rights (310)	0				0	7
Structures and Improvements (311)	0				0	8
Collecting and Impounding Reservoirs (312)	0				0	9
Lake, River and Other Intakes (313)	627,615				627,615	10
Wells and Springs (314)	0				0	11
Supply Mains (316)	0				0	12
Other Water Source Plant (317)	0				0	13
Total Source of Supply Plant	**627,615**	**0**	**0**	**0**	**627,615**	14
PUMPING PLANT						15
Land and Land Rights (320)	2,475				2,475	16
Structures and Improvements (321)	2,425,529	111,055			2,536,584 *	17
Other Power Production Equipment (323)	108,644		3,082	313,743	419,305 *	18
Electric Pumping Equipment (325)	2,049,145	14,915			2,064,060	19
Diesel Pumping Equipment (326)	0				0	20
Other Pumping Equipment (328)	653,951				653,951	21
Total Pumping Plant	**5,239,744**	**125,970**	**3,082**	**313,743**	**5,676,375**	22
WATER TREATMENT PLANT						23
Land and Land Rights (330)	13,330				13,330	24
Structures and Improvements (331)	5,077,569	312,897		(389,056)	5,001,410 *	25
Sand or Other Media Filtration Equipment (332)	5,801,792	4,833	43,036		5,763,589	26
Membrane Filtration Equipment (333)	0				0	27
Other Water Treatment Equipment (334)	2,107,725	45,172	48,414	(424,687)	1,679,796 *	28
Total Water Treatment Plant	**13,000,416**	**362,902**	**91,450**	**(813,743)**	**12,458,125**	29
TRANSMISSION AND DISTRIBUTION PLANT						30
Land and Land Rights (340)	117,865	60,230			178,095	31
Structures and Improvements (341)	751,689				751,689	32
Distribution Reservoirs and Standpipes (342)	5,037,016	798			5,037,814	33
Transmission and Distribution Mains (343)	23,861,192	1,910,121	15,699		25,755,614	34
Services (345)	0				0	35
Meters (346)	3,035,795	514,942	37,781		3,512,956	36
Hydrants (348)	1,895,710	68,523	7,008		1,957,225	37

Water Utility Plant in Service - Plant Financed by Utility or Municipality

- All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (e), Adjustments.
- Explain fully as a footnote the nature of all entries reported in Column (e), Adjustments.
- For each account over $100,000 (class AB) or $50,000 (class C) or $10,000 (class D), explain in the footnotes section the dollar additions and retirements. If applicable, the footnotes should cite construction authorization, complete with PSC docket number.
- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (d)	Adjustments Increase or (Decrease) (e)	Balance End of Year (f)	
Other Transmission and Distribution Plant (349)	0				0	38
Total Transmission and Distribution Plant	**34,699,267**	**2,554,614**	**60,488**	**0**	**37,193,393**	39
GENERAL PLANT						40
Land and Land Rights (389)	0				0	41
Structures and Improvements (390)	578,764	15,700			594,464	42
Office Furniture and Equipment (391)	68,411	2,760	13,000		58,171	43
Computer Equipment (391.1)	248,602	7,389	3,323		252,668	44
Transportation Equipment (392)	471,328				471,328	45
Stores Equipment (393)	0				0	46
Tools, Shop and Garage Equipment (394)	173,006	9,100	1,672		180,434	47
Laboratory Equipment (395)	17,146	8,626			25,772	48
Power Operated Equipment (396)	418,351	27,091			445,442	49
Communication Equipment (397)	32,794	33,512	5,805		60,501	50
SCADA Equipment (397.1)	433,328				433,328	51
Miscellaneous Equipment (398)	0				0	52
Total General Plant	**2,441,730**	**104,178**	**23,800**	**0**	**2,522,108**	53
Total utility plant in service directly assignable	**56,008,772**	**3,147,664**	**178,820**	**(500,000)**	**58,477,616**	54
Common Utility Plant Allocated to Water Department	0				0	55
TOTAL UTILITY PLANT IN SERVICE	**56,008,772**	**3,147,664**	**178,820**	**(500,000)**	**58,477,616**	56

Water Utility Plant in Service - Plant Financed by Utility or Municipality

- All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (e), Adjustments.
- Explain fully as a footnote the nature of all entries reported in Column (e), Adjustments.
- For each account over $100,000 (class AB) or $50,000 (class C) or $10,000 (class D), explain in the footnotes section the dollar additions and retirements. If applicable, the footnotes should cite construction authorization, complete with PSC docket number.
- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Water Utility Plant in Service - Plant Financed by Utility or Municipality (Page W-08)

Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed $100,000, please explain. If applicable, provide construction authorization

Acct #321 - Additions include upgrades to security, grading and paving driveway at Park Ave, and keyless entry system to plant.
Acct #331 - Additions include completion of the UV disinfection system.

Adjustments for one or more accounts are nonzero, please explain.

Acct #323 - Reclassification of UV disinfection power production equipment previously included in Acct #331 and #334.
Acct #331 - Reclassification of UV disinfection power production equipment to Acct #323 and contributed asset to Acct #331.001.
Acct #334 - Reclassification of UV disinfection power production equipment to Acct #323 and contributed asset to Acct #332.001.

Water Utility Plant in Service - Plant Financed by Contributions

- All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (e), Adjustments.
- Explain fully as a footnote the nature of all entries reported in Column (e), Adjustments.
- For each account over $100,000 (class AB) or $50,000 (class C) or $10,000 (class D), explain in the footnotes section the dollar additions and retirements. If applicable, the footnotes should cite construction authorization, complete with PSC docket number.
- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (d)	Adjustments Increase or (Decrease) (e)	Balance End of Year (f)	
INTANGIBLE PLANT						1
Organization (301)	0				0	2
Franchises and Consents (302)	0				0	3
Miscellaneous Intangible Plant (303)	0				0	4
Total Intangible Plant	**0**	**0**	**0**	**0**	**0**	5
SOURCE OF SUPPLY PLANT						6
Land and Land Rights (310)	0				0	7
Structures and Improvements (311)	0				0	8
Collecting and Impounding Reservoirs (312)	0				0	9
Lake, River and Other Intakes (313)	0				0	10
Wells and Springs (314)	0				0	11
Supply Mains (316)	0				0	12
Other Water Source Plant (317)	0				0	13
Total Source of Supply Plant	**0**	**0**	**0**	**0**	**0**	14
PUMPING PLANT						15
Land and Land Rights (320)	0				0	16
Structures and Improvements (321)	0				0	17
Other Power Production Equipment (323)	0				0	18
Electric Pumping Equipment (325)	0				0	19
Diesel Pumping Equipment (326)	0				0	20
Other Pumping Equipment (328)	0				0	21
Total Pumping Plant	**0**	**0**	**0**	**0**	**0**	22
WATER TREATMENT PLANT						23
Land and Land Rights (330)	0				0	24
Structures and Improvements (331)	0			298,865	**298,865** *	25
Sand or Other Media Filtration Equipment (332)	94,222			201,135	**295,357** *	26
Membrane Filtration Equipment (333)	0				0	27
Other Water Treatment Equipment (334)	0				0	28
Total Water Treatment Plant	**94,222**	**0**	**0**	**500,000**	**594,222**	29
TRANSMISSION AND DISTRIBUTION PLANT						30
Land and Land Rights (340)	0				0	31
Structures and Improvements (341)	0				0	32
Distribution Reservoirs and Standpipes (342)	0				0	33
Transmission and Distribution Mains (343)	5,154,183	250,000			**5,404,183**	34
Services (345)	0				0	35
Meters (346)	0				0	36
Hydrants (348)	397,536				**397,536**	37

Water Utility Plant in Service - Plant Financed by Contributions

- All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (e), Adjustments.
- Explain fully as a footnote the nature of all entries reported in Column (e), Adjustments.
- For each account over $100,000 (class AB) or $50,000 (class C) or $10,000 (class D), explain in the footnotes section the dollar additions and retirements. If applicable, the footnotes should cite construction authorization, complete with PSC docket number.
- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (d)	Adjustments Increase or (Decrease) (e)	Balance End of Year (f)	
Other Transmission and Distribution Plant (349)	0				0	38
Total Transmission and Distribution Plant	**5,551,719**	**250,000**	**0**	**0**	**5,801,719**	39
GENERAL PLANT						40
Land and Land Rights (389)	0				0	41
Structures and Improvements (390)	0				0	42
Office Furniture and Equipment (391)	0				0	43
Computer Equipment (391.1)	0				0	44
Transportation Equipment (392)	0				0	45
Stores Equipment (393)	0				0	46
Tools, Shop and Garage Equipment (394)	0				0	47
Laboratory Equipment (395)	0				0	48
Power Operated Equipment (396)	0				0	49
Communication Equipment (397)	0				0	50
SCADA Equipment (397.1)	0				0	51
Miscellaneous Equipment (398)	0				0	52
Total General Plant	**0**	**0**	**0**	**0**	**0**	53
Total utility plant in service directly assignable	**5,645,941**	**250,000**	**0**	**500,000**	**6,395,941**	54
Common Utility Plant Allocated to Water Department	0				0	55
TOTAL UTILITY PLANT IN SERVICE	**5,645,941**	**250,000**	**0**	**500,000**	**6,395,941**	56

Water Utility Plant in Service - Plant Financed by Contributions

- All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (e), Adjustments.
- Explain fully as a footnote the nature of all entries reported in Column (e), Adjustments.
- For each account over $100,000 (class AB) or $50,000 (class C) or $10,000 (class D), explain in the footnotes section the dollar additions and retirements. If applicable, the footnotes should cite construction authorization, complete with PSC docket number.
- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Water Utility Plant in Service - Plant Financed by Contributions (Page W-09)

Adjustments for one or more accounts are nonzero, please explain.

Acct #331.001 - Reclassification of contributed UV disinfection building from Acct #331.
Acct #332.001 - Reclassification of contributed UV disinfection equipment from Acct #334.

Water Accumulated Provision for Depreciation - Plant Financed by Utility or Municipality

- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
- If more than one depreciation rate is used, report the average rate in column (c).
- Enter depreciation rates in decimal form. For example, enter 6.75% as 0.0675

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	Book Cost of Plant Retired (e)	Cost of Removal (f)	Salvage (g)	Adjustments Increase or (Decrease) (h)	Balance End of Year (i)	
SOURCE OF SUPPLY PLANT									1
Structures and Improvements (311)	0							0	2
Collecting and Impounding Reservoirs (312)	0							0	3
Lake, River and Other Intakes (313)	421,889	1.70%	10,669					432,558	4
Wells and Springs (314)	0							0	5
Supply Mains (316)	0							0	6
Other Water Source Plant (317)	0							0	7
Total Source of Supply Plant	**421,889**		**10,669**	**0**	**0**	**0**	**0**	**432,558**	8
PUMPING PLANT									9
Structures and Improvements (321)	712,301	3.20%	79,394					791,695	10
Other Power Production Equipment (323)	105,874	4.40%	2,769	3,082			8,847	114,408 *	11
Electric Pumping Equipment (325)	1,408,905	4.40%	90,491					1,499,396	12
Diesel Pumping Equipment (326)	0							0	13
Other Pumping Equipment (328)	628,290	4.40%	25,661					653,951	14
Total Pumping Plant	**2,855,370**		**198,315**	**3,082**	**0**	**0**	**8,847**	**3,059,450**	15
WATER TREATMENT PLANT									16
Structures and Improvements (331)	1,774,205	3.20%	162,482				(1,218)	1,935,469 *	17
Sand or Other Media Filtration Equipment (332)	2,087,561	3.30%	190,829	43,036				2,235,354	18
Membrane Filtration Equipment (333)	0							0	19
Other Water Treatment Equipment (334)	119,051	6.00%	126,464	48,414			(12,838)	184,263 *	20
Total Water Treatment Plant	**3,980,817**		**479,775**	**91,450**	**0**	**0**	**(14,056)**	**4,355,086**	21
TRANSMISSION AND DISTRIBUTION PLANT									22
Structures and Improvements (341)	488,599	3.20%	24,054					512,653	23
Distribution Reservoirs and Standpipes (342)	1,292,339	1.90%	95,711					1,388,050	24
Transmission and Distribution Mains (343)	4,435,617	1.30%	322,509	15,699				4,742,427	25
Services (345)	0							0	26
Meters (346)	1,610,421	5.50%	180,091	37,781				1,752,731	27

Water Accumulated Provision for Depreciation - Plant Financed by Utility or Municipality

- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
- If more than one depreciation rate is used, report the average rate in column (c).
- Enter depreciation rates in decimal form. For example, enter 6.75% as 0.0675

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	Book Cost of Plant Retired (e)	Cost of Removal (f)	Salvage (g)	Adjustments Increase or (Decrease) (h)	Balance End of Year (i)	
Hydrants (348)	504,678	2.20%	42,382	7,008				**540,052**	28
Other Transmission and Distribution Plant (349)	0							**0**	29
Total Transmission and Distribution Plant	**8,331,654**		**664,747**	**60,488**	**0**	**0**	**0**	**8,935,913**	30
GENERAL PLANT									31
Structures and Improvements (390)	310,004	2.90%	17,377					**327,381**	32
Office Furniture and Equipment (391)	4,928	5.80%	8,072	13,000				**0**	33
Computer Equipment (391.1)	205,799	26.70%	22,679	3,323				**225,155**	34
Transportation Equipment (392)	471,328	13.30%						**471,328**	35
Stores Equipment (393)	0							**0**	36
Tools, Shop and Garage Equipment (394)	173,006	5.80%	9,100	1,672				**180,434**	37
Laboratory Equipment (395)	14,044	5.80%	1,245					**15,289**	38
Power Operated Equipment (396)	87,639	7.50%	32,392					**120,031**	39
Communication Equipment (397)	13,958	15.00%	6,997	5,805				**15,150**	40
SCADA Equipment (397.1)	377,619	9.20%	39,866					**417,485**	41
Miscellaneous Equipment (398)	0							**0**	42
Total General Plant	**1,658,325**		**137,728**	**23,800**	**0**	**0**	**0**	**1,772,253**	43
Total accum. prov. directly assignable	**17,248,055**		**1,491,234**	**178,820**	**0**	**0**	**(5,209)**	**18,555,260**	44
Common Utility Plant Allocated to Water Department	0							**0**	45
TOTAL ACCUM, PROV, FOR DEPRECIATION	**17,248,055**		**1,491,234**	**178,820**	**0**	**0**	**(5,209)**	**18,555,260**	46

Water Accumulated Provision for Depreciation - Plant Financed by Utility or Municipality

- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
- If more than one depreciation rate is used, report the average rate in column (c).
- Enter depreciation rates in decimal form. For example, enter 6.75% as 0.0675

Water Accumulated Provision for Depreciation - Plant Financed by Utility or Municipality (Page W-10)

Adjustments are nonzero for one or more accounts, please explain.

Acct #323 - Reclassification of UV disinfection power production equipment previously included in Acct #331 and #334.
Acct #331 - Reclassification of UV disinfection power production equipment to Acct #323 and contributed asset to Acct #331.001.
Acct #334 - Reclassification of UV disinfection power production equipment to Acct #323 and contributed asset to Acct #332.001.

Water Accumulated Provision for Depreciation - Plant Financed by Contributions

- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
- If more than one depreciation rate is used, report the average rate in column (c).
- Enter depreciation rates in decimal form. For example, enter 6.75% as 0.0675

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	Book Cost of Plant Retired (e)	Cost of Removal (f)	Salvage (g)	Adjustments Increase or (Decrease) (h)	Balance End of Year (i)	
SOURCE OF SUPPLY PLANT									1
Structures and Improvements (311)	0							**0**	2
Collecting and Impounding Reservoirs (312)	0							**0**	3
Lake, River and Other Intakes (313)	0							**0**	4
Wells and Springs (314)	0							**0**	5
Supply Mains (316)	0							**0**	6
Other Water Source Plant (317)	0							**0**	7
Total Source of Supply Plant	**0**		**0**	**0**	**0**	**0**	**0**	**0**	8
PUMPING PLANT									9
Structures and Improvements (321)	0							**0**	10
Other Power Production Equipment (323)	0							**0**	11
Electric Pumping Equipment (325)	0							**0**	12
Diesel Pumping Equipment (326)	0							**0**	13
Other Pumping Equipment (328)	0							**0**	14
Total Pumping Plant	**0**		**0**	**0**	**0**	**0**	**0**	**0**	15
WATER TREATMENT PLANT									16
Structures and Improvements (331)	0	3.20%					4,782	**4,782** *	17
Sand or Other Media Filtration Equipment (332)	94,222	3.30%					11,687	**105,909** *	18
Membrane Filtration Equipment (333)	0							**0**	19
Other Water Treatment Equipment (334)	0							**0**	20
Total Water Treatment Plant	**94,222**		**0**	**0**	**0**	**0**	**16,469**	**110,691**	21
TRANSMISSION AND DISTRIBUTION PLANT									22
Structures and Improvements (341)	0							**0**	23
Distribution Reservoirs and Standpipes (342)	0							**0**	24
Transmission and Distribution Mains (343)	1,070,379	1.30%	68,629					**1,139,008**	25
Services (345)	0							**0**	26
Meters (346)	0							**0**	27

Water Accumulated Provision for Depreciation - Plant Financed by Contributions

- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
- If more than one depreciation rate is used, report the average rate in column (c).
- Enter depreciation rates in decimal form. For example, enter 6.75% as 0.0675

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	Book Cost of Plant Retired (e)	Cost of Removal (f)	Salvage (g)	Adjustments Increase or (Decrease) (h)	Balance End of Year (i)	
Hydrants (348)	187,553	2.00%	8,746					**196,299**	28
Other Transmission and Distribution Plant (349)	0							**0**	29
Total Transmission and Distribution Plant	**1,257,932**		**77,375**	**0**	**0**	**0**	**0**	**1,335,307**	30
GENERAL PLANT									31
Structures and Improvements (390)	0							**0**	32
Office Furniture and Equipment (391)	0							**0**	33
Computer Equipment (391.1)	0							**0**	34
Transportation Equipment (392)	0							**0**	35
Stores Equipment (393)	0							**0**	36
Tools, Shop and Garage Equipment (394)	0							**0**	37
Laboratory Equipment (395)	0							**0**	38
Power Operated Equipment (396)	0							**0**	39
Communication Equipment (397)	0							**0**	40
SCADA Equipment (397.1)	0							**0**	41
Miscellaneous Equipment (398)	0							**0**	42
Total General Plant	**0**		**0**	**0**	**0**	**0**	**0**	**0**	43
Total accum. prov. directly assignable	**1,352,154**		**77,375**	**0**	**0**	**0**	**16,469**	**1,445,998**	44
Common Utility Plant Allocated to Water Department	0							**0**	45
TOTAL ACCUM, PROV, FOR DEPRECIATION	**1,352,154**		**77,375**	**0**	**0**	**0**	**16,469**	**1,445,998**	46

Water Accumulated Provision for Depreciation - Plant Financed by Contributions

- Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
- If more than one depreciation rate is used, report the average rate in column (c).
- Enter depreciation rates in decimal form. For example, enter 6.75% as 0.0675

Water Accumulated Provision for Depreciation - Plant Financed by Contributions (Page W-12)

Adjustments are nonzero for one or more accounts, please explain.

Acct #331.001- Reclassification of contributed UV disinfection building from Acct #331.
Acct #332.001 - Reclassification of contributed UV disinfection equipment from Acct #334.

Age of Water Mains

- If asset management, capital improvement, or other infrastructure-related documents are not available, the utility should consult other potential sources of information: the year the utility was formed, year of initial build-out area, year in which new developments, subdivisions, etc. were added. This information can be used to develop estimated figures.
- If pipe diameter value is between those offered in the column, choose the diameter that is closest to the actual value.
- Report all pipe larger than 72" in diameter in the 72" category.

		Feet of Main											
	Pipe Size (a)	pre-1900 (b)	1901-1920 (c)	1920-1940 (d)	1941-1960 (e)	1961-1970 (f)	1971-1980 (g)	1981-1990 (h)	1991-2000 (i)	2001-2010 (j)	2011-2020 (k)	Total (l)	
1.000						204						**204**	1
1.250			185	203								**388**	2
1.500					140	45						**185**	3
2.000			85									**85**	4
3.000			250									**250**	5
4.000		2,356	16,975	2,689	348	682	1,706				4	**24,760**	6
6.000		57,359	75,160	121,565	80,310	80,197	25,839	4,566	7,252	451	960	**453,659**	7
8.000		10,747	16,128	16,482	8,909	17,290	25,030	34,128	34,059	8,242	5,852	**176,867**	8
10.000		7,576	7,316	6,369	9,941	7,067	532	398				**39,199**	9
12.000		12,020	20,778	19,007	25,150	26,072	26,312	40,773	26,967	20,093	12,022	**229,194**	10
14.000				5,639								**5,639**	11
16.000		6,400	8,852	3,110	6,226	3,579	6,070	5,814	11,190	11,226	14,602	**77,069**	12
18.000		470					2,658					**3,128**	13
20.000			9,058		3,778				2,905	2,512	15,222	**33,475**	14
24.000							8,466		5,468	9,404	4,267	**27,605**	15
30.000				8,971		7,263	1,191			5,582		**23,007**	16
36.000								678				**678**	17
Total		**96,928**	**154,787**	**184,035**	**134,802**	**142,399**	**97,804**	**86,357**	**87,841**	**57,510**	**52,929**	**1,095,392**	18

If utility is unable to provide the detailed information above, utility must provide the following:
All utility main is from this year range
(Example: 1954-1972)

Describe source of information used to develop data:
Electronic database using mapping software and systems.

Sources of Water Supply - Statistics

- For Raw Water Withdrawn, use metered volume of untreated water withdrawn from the source.
- For Finished Water Pumped, use metered volume of treated water entering the distribution network, adjusted for known meter errors.
- If Finished Water is not metered, use Raw Water Withdrawn and subtract estimated water used in treatment.

	Sources of Water Supply (000's gal)						Total Gallons	
	Raw Water Withdrawn		Finished Water Pumped		Purchased Water (Imported)		Entering Distribution	
Month (a)	Ground Water (b)	Surface Water (c)	Ground Water (d)	Surface Water (e)	Ground Water (f)	Surface Water (g)	System (h)	
January		372,544		372,262			**372,262**	1
February		343,190		342,593			**342,593**	2
March		367,630		369,038			**369,038**	3
April		359,342		356,042			**356,042**	4
May		381,731		377,462			**377,462**	5
June		399,352		400,001			**400,001**	6
July		411,082		407,505			**407,505**	7
August		443,244		442,313			**442,313**	8
September		409,868		404,749			**404,749**	9
October		423,103		418,855			**418,855**	10
November		368,945		360,965			**360,965**	11
December		358,385		357,563			**357,563**	12
TOTAL	**0**	**4,638,416**	**0**	**4,609,348**	**0**	**0**	**4,609,348**	13

Water Audit and Other Statistics

- Where possible, report actual metered values. If water uses are not metered, estimate values for each line based on best available information. For assistance, refer to AWWA M36 Manual – Water Audits and Loss Control Programs.
- For unbilled, unmetered gallons (line 16), include water used for system operation and maintenance and water used for non-regulated sewer utility.
- If gallons estimated due to theft, data, and billing errors is unknown, multiply net gallons entering distribution system (line 3) by .0025.

Description (a)	Value (b)
WATER AUDIT STATISTICS	
Finished Water pumped or purchased (000s)	4,609,348
Less: Gallons (000s) sold to wholesale customers (exported water)	675,195
Subtotal: Net gallons (000s) entering distribution system	**3,934,153**
Less: Gallons (000s) sold to retail customers - Billed Authorized Consumption	3,613,016
Gallons (000s) of Non-Revenue Water	**321,137**
Gallons (000s) of unbilled-metered (including customer use to prevent freezing)	0
Gallons (000s) of unbilled-unmetered (including unmetered flushing, fire protection)	10,700
Subtotal: Unbilled Authorized Consumption	**10,700**
Total Water Loss	**310,437**
Gallons (000s) estimated due to theft, data, and billing errors (default)	3500
Gallons (000s) estimated due to customer meter under-registration	2,000
Subtotal Apparent Losses	**5,500**
Gallons (000s) estimated due to reported leakage (mains, services, hydrants, overflows)	2,000
Gallons (000s) estimated due to unreported and background leakage	302,937
Subtotal Real Losses (leakage)	**304,937**
Non-Revenue Water as percentage of net water supplied	8%
Total Water Loss as percentage of net water supplied	8%
OTHER STATISTICS	
Maximum gallons (000s) pumped by all methods in any one day during reporting year	17,148
Date of maximum	07/19/2017
Cause of maximum	
Seasonal demand/usage increase	
Minimum gallons (000s) pumped by all methods in any one day during reporting year	7,205
Date of minimum	12/26/2017
Total KWH used by the utility (including pumping, treatment facilities and other utility operations)	6,401,271
If water is purchased:	
Vendor Name	
Point of Delivery	
Source of purchased water	
Vendor Name (2)	
Point of Delivery (2)	
Source of purchased water (2)	
Vendor Name (3)	
Point of Delivery (3)	
Source of purchased water (3)	
Number of main breaks repaired this year	13
Number of service breaks repaired this year	15

Sources of Water Supply - Well Information

- Enter characteristics for each of the utility's functional wells (regardless of whether it is "in service" or not).
- Do not include abandoned wells on this schedule.
- All abandoned wells should be retired from the plant accounts and no longer listed in the utility's annual report.
- Abandoned wells should be permanently filled and sealed per Wisconsin Administrative codes Chapters NR811 and NR812.

- - - THIS SCHEDULE NOT APPLICABLE TO THIS UTILITY- - -

Sources of Water Supply - Intake Information

	Description (a)	Distance From Shore (feet) (b)	Depth Below Surface (feet) (c)	Diameter (inches) (d)	
LAKE MICHIGAN 1		2,100	30	36	1
LAKE MICHIGAN 2		5,000	46	30	2

Pumping & Power Equipment

	Pump						Pump Motor or Standby Engine			
Identification (a)	Location (b)	Primary Purpose (c)	Primary Destination (d)	Year Installed (e)	Type (f)	Actual Capacity (gpm) (g)	Year Installed (j)	Type (k)	Horse-power (l)	
EE #1	4200 COUNTY RD OK	Booster	Distribution	2008	Centrifugal	350	2008	Electric	20	1
ERIE #1	4024 ERIE AVE	Booster	Distribution	2007	Centrifugal	4,200	2007	Electric	200	2
ERIE #2	4024 ERIE AVE	Booster	Distribution	2007	Centrifugal	4,200	2007	Electric	200	3
ERIE #3	4024 ERIE AVE	Booster	Distribution	2007	Centrifugal	4,200	2007	Electric	200	4
ERIE GENERATOR	4024 ERIE AVE	Standby	Distribution	2007	Other	8,400	2007	Natural Gas	500	5
GEORGIA #1	2935 GEORGIA AVE	Booster	Distribution	1971	Vertical Turbine	1,040	1971	Electric	30	6
GEORGIA #2	2935 GEORGIA AVE	Booster	Distribution	1971	Vertical Turbine	1,040	1971	Electric	30	7
GEORGIA #3	2935 GEORGIA AVE	Booster	Distribution	1971	Vertical Turbine	1,040	1971	Electric	30	8
GEORGIA #4	2935 GEORGIA	Booster	Distribution	2000	Centrifugal	2,600	2008	Electric	125	9
GEORGIA #4 GAS	2935 GEORGIA AVE	Standby	Distribution	2000	Centrifugal	2,600	2000	Natural Gas	100	10
GEORGIA #5	2935 GEORGIA AVE	Booster	Distribution	2008	Centrifugal	5,000	2008	Electric	200	11
GEORGIA GENERATOR	2935 GEORGIA AVE	Standby	Distribution	1971	Other	2,080	1971	Natural Gas	290	12
HIGH LIFT #1	72A PARK AVE HIGH LIFT	Primary	Distribution	1990	Centrifugal	10,069	1990	Electric	700	13
HIGH LIFT #2	72A PARK AVE	Primary	Distribution	1937	Centrifugal	6,380	2005	Electric	400	14
HIGH LIFT #3	72A PARK AVE HIGH LIFT	Primary	Distribution	1951	Centrifugal	6,800	2013	Electric	350	15
HIGH LIFT #3 GAS	72A PARK AVE HIGH LIFT	Standby	Distribution	1951	Centrifugal	6,800	1990	Natural Gas	400	16
HIGH LIFT #4	72A PARK AVE HIGH LIFT	Primary	Distribution	1990	Centrifugal	10,069	2004	Electric	700	17
HIGH LIFT #4 GAS	72A PARK AVE	Standby	Distribution	1990	Centrifugal	10,069	1990	Natural Gas	700	18
HIGH LIFT #5	72A PARK AVE HIGH LIFT	Primary	Distribution	1972	Centrifugal	10,000	2003	Electric	700	19
LOW LIFT #6	72A PARK AVE LOW LIFT	Primary	Treatment	1980	Centrifugal	5,556	1992	Electric	150	20
LOW LIFT #7	72A PARK AVE LOW LIFT	Standby	Treatment	1931	Centrifugal	8,400	1991	Natural Gas	200	21
LOW LIFT #9	72A PARK AVE LOW LIFT	Primary	Treatment	1959	Centrifugal	9,000	2004	Electric	150	22
LOWLIFT #8	72A PARK AVE LOW LIFT	Primary	Treatment	1991	Centrifugal	13,200	1991	Electric	200	23

Pumping & Power Equipment

	Pump						Pump Motor or Standby Engine			
Identification (a)	Location (b)	Primary Purpose (c)	Primary Destination (d)	Year Installed (e)	Type (f)	Actual Capacity (gpm) (g)	Year Installed (j)	Type (k)	Horse-power (l)	
PLANT GENERATOR	72A PARK AVE	Standby	Treatment	1991	Other	9,000	1991	Natural Gas	375	24
WASH PUMP #10	72A PARK AVE WASH PUMP	Primary	Treatment	1959	Centrifugal	5,200	1959	Electric	100	25
WASH PUMP 2 #11	72A PARK AVE WASH PUMP	Standby	Treatment	2013	Centrifugal	8,000	2013	Electric	200	26
WILGUS #1	3169 WILGUS AVE	Booster	Distribution	1986	Centrifugal	250	1986	Electric	7	27
WILGUS #2	3169 WILGUS AVE	Booster	Distribution	1986	Centrifugal	650	2006	Electric	20	28
WILGUS #2 GAS	3169 WILGUS AVE	Standby	Distribution	1986	Centrifugal	650	2011	Natural Gas	30	29
WILGUS #3	3169 WILGUS AVE	Booster	Distribution	1986	Centrifugal	1,500	2011	Electric	60	30

Reservoirs, Standpipes and Elevated Tanks

- Enter elevation difference between highest water level in Standpipe or Elevated Tank, (or Reservoir only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

	Facility Name (a)	Facility ID Site Code (b)	Year Constructed (c)	Type (d)	Primary Material (e)	Elevation Difference in Feet (f)	Total Capacity In Gallons (g)	
	EE TOWER	1	1989	Elevated Tank	Steel	146	500,000	1
	ERIE - NORTH	4	2007	Reservoir	Concrete	60	3,000,000	2
	ERIE - SOUTH	5	2007	Reservoir	Concrete	60	3,000,000	3
	GEORGIA AVE STANDPIPE	2	1959	Standpipe	Steel	104	2,000,000	4
	TAYLOR	3	1933	Elevated Tank	Steel	54	4,000,000	5

Water Treatment Plant

- Provide a generic description for (a). Do not give specific address of location.
- Please select all that apply for (d) and (e). If Other is selected please explain in Notes (h).
- Please identity the point of application for each treatment plant for (g). For example, please list each well or central treatment facility served by this unit.

Unit Description (a)	Year Constructed (b)	Rated Capacity (mgd) (c)	Disinfection (d)	Additional Treatment (e)	Fluoridated (f)	Point of Application (g)	Notes (h)	
EE TOWER	1989	500000	x Utraviole Light x Liquid Chlorine _ Gas Chlorine _ Ozone _ Other _ None	x Flocculation/Sedimentation x Sand Filtraton _ Activated Carbon Filtration _ Membrance Filtration _ Iron Exchange _ Iron/Manganese _ Nutrient Removal _ Radium Removal _ Other	Yes	CENTRAL FACILITIES		1
TAYLOR	1933	4000000	x Utraviole Light x Liquid Chlorine _ Gas Chlorine _ Ozone _ Other _ None	x Flocculation/Sedimentation x Sand Filtraton _ Activated Carbon Filtration _ Membrance Filtration _ Iron Exchange _ Iron/Manganese _ Nutrient Removal _ Radium Removal _ Other	Yes	CENTRAL FACILITIES		2

Water Mains

- Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
- Explain all reported adjustments as a schedule footnote.
- For main additions reported in column (e), as a schedule footnote:
  - Explain how the additions were financed.
  - If assessed against property owners, explain the basis of the assessments.
  - If the assessments are deferred, explain.
- Report all pipe larger than 72" in diameter in the 72" category.

			Number of Feet					
Pipe Material (a)	Main Function (b)	Diameter (inches) (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
Other Metal	Distribution	1	204				204	1
Other Metal	Distribution	1 1/4	388				388	2
Other Metal	Distribution	1 1/2	185				185	3
Other Plastic	Distribution	2	85				85	4
Other Metal	Distribution	3	250				250	5
Other Metal	Distribution	4	24,820	4	64		24,760	6
Other Metal	Distribution	6	456,523	216	3,290		453,449	7
Other Metal	Distribution	8	172,781	1,043	509		173,315	8
Other Metal	Distribution	10	39,575		376		39,199	9
Other Metal	Distribution	12	215,253	3,420			218,673	10
Other Metal	Distribution	14	5,639				5,639	11
Other Metal	Distribution	16	71,858	2,420	42		74,236	12
Other Metal	Distribution	18	3,128				3,128	13
Concrete	Transmission	20	13,291			(9,861)	3,430 *	14
Other Metal	Distribution	20	19,208			9,861	29,069 *	15
Other Metal	Distribution	24	5,389				5,389	16
Other Metal	Transmission	24	22,216				22,216	17
Other Metal	Distribution	30	9,772				9,772	18
Other Metal	Transmission	30	12,605				12,605	19
Other Metal	Transmission	36	678				678	20
Total Within Municipality			**1,073,848**	**7,103**	**4,281**	**0**	**1,076,670**	21
Other Metal	Distribution	6	210				210	22
Other Metal	Distribution	8	3,552				3,552	23
Other Metal	Distribution	12	7,388			3,083	10,471 *	24
Other Metal	Distribution	16	2,833				2,833	25
PVC	Distribution	20				976	976 *	26
Other Metal	Transmission	30	680				680	27
Total Outside Municipality			**14,663**			**4,059**	**18,722**	28
Total Utility			**1,088,511**	**7,103**	**4,281**	**4,059**	**1,095,392**	29

Water Mains

- Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
- Explain all reported adjustments as a schedule footnote.
- For main additions reported in column (e), as a schedule footnote:
  - Explain how the additions were financed.
  - If assessed against property owners, explain the basis of the assessments.
  - If the assessments are deferred, explain.
- Report all pipe larger than 72" in diameter in the 72" category.

Water Mains (Page W-21)

Added During Year total is greater than zero, please explain financing following the criteria listed in the schedule headnotes.

Water mains added during 2017 were financed by regular water revenues; new properties within city limits were assessed on street frontage at the rate stated in municipal code; properties outside city limits were assessed on street frontage at the rate stated in municipal code and deferred to the city for payment.

Adjustments are nonzero for one or more accounts, please explain.

The Sheboygan Water Utility continues to update water main records into an electronic database using mapping software and systems. The use of mapping tools has enabled the Utility to more accurately account for the water main in the system. Adjustments of water main inventory are the result of continued work on this project.

Utility-Owned Water Service Lines

- The utility's service line is the pipe from the main to and through the curb stop.
- Explain all reported adjustments as a schedule footnote.
- Report in column (h) the number of utility-owned service lines included in columns (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
- For service lines added during the year in column (d), as a schedule footnote:
  - Explain how the additions were financed.
  - If assessed against property owners, explain the basis of the assessments.
  - If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of service lines recorded under this method.
  - If any were financed by application of Cz-1, provide the total amount recorded and the number of service lines recorded under this method.
- Report service lines separately by diameter and pipe materials.

Pipe Material (a)	Diameter (inches) (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	NOT in Use at End of Year (h)	
Galvanized	0.500				568	568	2	1
Other Metal	0.500				5,896	5,896		2
Copper	0.500				2	2		3
Lead	0.625				4,726	4,726	82	4
Other Metal	0.625				5	5		5
Unlined Cast Iron (pre-early 1950's)	0.625				1	1		6
Lead	0.750				1	1		7
Other Metal	0.750				8	8		8
Copper	0.750				6,720	6,720		9
Unlined Cast Iron (pre-early 1950's)	0.750				1	1		10
Ductile Iron, Lined (late 1960's to present)	1.000				1	1		11
Lead	1.000				2	2		12
Other Metal	1.000				2	2		13
Copper	1.000		22		910	932		14
Other Plastic	1.000		68		86	154		15
Unlined Cast Iron (pre-early 1950's)	1.000				1	1		16
Copper	1.250				19	19		17
Other Plastic	1.250				1	1		18
Copper	1.500				51	51		19
Unlined Cast Iron (pre-early 1950's)	1.500				3	3		20
Copper	2.000				47	47		21
Other Plastic	2.000				5	5		22
Unlined Cast Iron (pre-early 1950's)	2.000				5	5		23
Ductile Iron, Lined (late 1960's to present)	2.500				1	1		24
Ductile Iron, Lined (late 1960's to present)	3.000				2	2		25
Unlined Cast Iron (pre-early 1950's)	3.000				10	10		26
Ductile Iron, Lined (late 1960's to present)	4.000				45	45		27
Unlined Cast Iron (pre-early 1950's)	4.000				47	47		28
PVC	4.000				6	6		29

Utility-Owned Water Service Lines

- The utility's service line is the pipe from the main to and through the curb stop.
- Explain all reported adjustments as a schedule footnote.
- Report in column (h) the number of utility-owned service lines included in columns (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
- For service lines added during the year in column (d), as a schedule footnote:
  - Explain how the additions were financed.
  - If assessed against property owners, explain the basis of the assessments.
  - If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of service lines recorded under this method.
  - If any were financed by application of Cz-1, provide the total amount recorded and the number of service lines recorded under this method.
- Report service lines separately by diameter and pipe materials.

Ductile Iron, Lined (late 1960's to present)	6.000		72	72		30
Unlined Cast Iron (pre-early 1950's)	6.000		46	46		31
PVC	6.000		28	28		32
Ductile Iron, Lined (late 1960's to present)	8.000		50	50		33
Unlined Cast Iron (pre-early 1950's)	8.000		41	41		34
PVC	8.000		58	58		35
Ductile Iron, Lined (late 1960's to present)	10.000		1	1		36
Unlined Cast Iron (pre-early 1950's)	10.000		2	2		37
PVC	10.000		2	2		38
Ductile Iron, Lined (late 1960's to present)	12.000		2	2		39
Unlined Cast Iron (pre-early 1950's)	12.000		2	2		40
PVC	12.000		2	2		41
Ductile Iron, Lined (late 1960's to present)	24.000		3	3		42
Unlined Cast Iron (pre-early 1950's)	30.000		1	1		43
Utility Total		**90**	**19,482**	**19,572**	**84**	44

Utility-Owned Water Service Lines

- The utility's service line is the pipe from the main to and through the curb stop.
- Explain all reported adjustments as a schedule footnote.
- Report in column (h) the number of utility-owned service lines included in columns (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
- For service lines added during the year in column (d), as a schedule footnote:
  - Explain how the additions were financed.
  - If assessed against property owners, explain the basis of the assessments.
  - If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of service lines recorded under this method.
  - If any were financed by application of Cz-1, provide the total amount recorded and the number of service lines recorded under this method.
- Report service lines separately by diameter and pipe materials.

Utility-Owned Water Service Lines (Page W-22)

Additions are greater than zero AND Additions on both of the Plant in Service schedules (Account 345) are zero, please explain.

The Sheboygan Water Utility does not own any portion of water service lines. Water service lines are owned by property owners. They are not recorded as plant or assets on the utility's financial statements.

Additions are greater than zero, please explain financing by following criteria listed in the schedule headnotes.

The water service lines added in 2017 from the water main to the curb stop were financed by assessment to the property owner. Water service lines added for schools and licensed/certified day care centers were funded by DNR Safe Drinking Water Loan Program Principal Forgiveness.

Adjustments are nonzero for one or more accounts, please explain.

This is the first year the utility is required to include counts of water service lines. There were no beginning of the year balances. Adjustments reflect the counts added in 2017 for the first time.

General Footnote

All water service lines from the water main to the water meter are owned by the property owner. No portion of the water service line is owned by the Sheboygan Water Utility.

Water service lines counted for this report were obtained using utility records, plumber's records, and electronic databases. Because the utility does not own any portion of the water service line, there are a number of them that are unknown at this time. As of the date of this report, water service lines classified as "Other Metal" are unknown and total 5,911. Utility staff continue working to identify all water service line material.

Meters

- Include in Columns (b-f) meters in stock as well as those in service.
- Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
- Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections
- Totals by size in Column (f) should equal same size totals in Column (s).
- Explain all reported adjustments as schedule footnote.
- Do not include station meters in the meter inventory used to complete these tables.

Number of Utility-Owned Meters

Classification of All Meters at End of Year by Customers

Size of Meter	First of Year	Added During Year	Retired During Year	Adjust. Increase or Decrease	End of Year	Tested During Year	Residential	Commercial	Industrial	Public Authority	Multifamily Residential	Irrigation	Wholesale	Inter-Departmental	Utility Use	Deduct Meters	In Stock	Total	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(0)	(p)	(q)	(r)	(s)	
3/4	18,270	236	205	60	18,361	248	16,919	909	61	11	106					12	343	**18,361**	1
1	359	18	9	3	371	9	55	209	26	22	35					10	14	**371**	2
1 1/2	226	23	18	(2)	229	25	5	87	15	31	75					7	9	**229**	3
2	217	58	50	(3)	222	50		74	34	40	54					9	11	**222**	4
3	49	20	0	(2)	67	26		19	9	10	11					1	17	**67**	5
4	14	4	0		18	2		3	8	2	2						3	**18**	6
6	8	8	0		16	8			7				1				8	**16**	* 7
8	3		0		3	3			3									**3**	8
10	2		0		2	2							2					**2**	9
Total	**19,148**	**367**	**282**	**56**	**19,289**	**373**	**16,979**	**1,301**	**163**	**116**	**283**		**3**			**39**	**405**	**19,289**	10

Meters

- Include in Columns (b-f) meters in stock as well as those in service.
- Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
- Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections
- Totals by size in Column (f) should equal same size totals in Column (s).
- Explain all reported adjustments as schedule footnote.
- Do not include station meters in the meter inventory used to complete these tables.

1. Indicate your residential meter replacement schedule:

Meters tested once every 10 years and replaced as needed

X All meters replaced within 20 years of installation

Other schedule as approved by PSC

2. Indicate the method(s) used to read customer meters

X Manually - remote register

Manually - inside the premises

X Radio Frequency - Drive or walk-by technology

Radio Frequency - fixed network or other automatic infrastructure (AMI)

Other

Meters

- Include in Columns (b-f) meters in stock as well as those in service.
- Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
- Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections
- Totals by size in Column (f) should equal same size totals in Column (s).
- Explain all reported adjustments as schedule footnote.
- Do not include station meters in the meter inventory used to complete these tables.

Meters (Page W-23)

Adjustments are nonzero for one or more meter sizes, please explain.

All adjustments are reclassifications made by the Utility to correct previously reported meter counts and/or inventory counts.

General Footnote

Eight of the 6 inch meters were not tested in 2017 because they are new in stock meters and have not yet been installed at any location.

Hydrants and Distribution System Valves

- Distinguish between fire and flushing hydrants by lead size.
  - Fire hydrants normally have a lead size of 6 inches or greater.
  - Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
- Explain all reported adjustments in the schedule footnotes.
- Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire - Outside Municipality	**47**	0	0	0	**47**	1
Fire - Within Municipality	**2,009**	32	26	0	**2,015**	2
Total Fire Hydrants	**2,056**	**32**	**26**	**0**	**2,062**	3
Flushing Hydrants	**0**				**0**	4

NR810.13(2)(a) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of Hydrants operated during year	1,300
Number of Distribution System Valves end of year	3,208
Number of Distribution Valves operated during Year	1,000

List of All Station and Wholesale Meters

- Definition of Station Meter is any meter in service not used to measure customer consumption.
- Definition of Wholesale Meter is any meter used to measure sales to other utilities.
- Retail customer meters should not be included in this inventory.

	Purpose (a)	Meter Size (inches) (b)	Location or Description (c)	Type (d)	Date of Last Meter Test (e)	
	Station Meter	>= 24-inch	High Lift (east)	Magnetic	06/01/2016	1
	Station Meter	>= 24-inch	High Lift (west)	Magnetic	06/01/2016	2
	Station Meter	>= 24-inch	Low Lift (east/west)	Magnetic	06/01/2016	3
	Station Meter	>= 24-inch	Low Lift (south)	Magnetic	06/01/2016	4
	Wholesale Meter	6	Kohler South 3925 Washington	Turbine	10/30/2017	5
	Wholesale Meter	10	Kohler North 3207 Erie Ave	Magnetic	10/30/2017	6
	Wholesale Meter	10	Sheboygan Falls 927 N Taylor	Turbine	10/30/2017	7

Water Conservation Programs

- List all water conservation-related expenditures for the reporting year. Include administrative costs, customer outreach and education, other program costs, and payments for rebates and other customer incentives.
- If the Commission has approved conservation program expenses, these should be charged to Account 186. Otherwise, these expenses are reported in Account 906 on Schedule W-05 (Account 691 for class D utilities).

Item Description (a)	Expenditures (b)	Number of Rebates (c)	Water Savings Gallons (d)	
Administrative and General Expenses				1
Program Administration	0	0	0	2
Customer Outreach & Education	0	0	0	3
Other Program Costs	0	0	0	4
Total Administrative and General Expenses	**0**	**0**	**0**	5
Customer Incentives				6
Residential Toilets	0	0	0	7
Multifamily/Commercial Toilets	0	0	0	8
Faucets	0	0	0	9
Showerheads	0	0	0	10
Clothes Washers	0	0	0	11
Dishwashers	0	0	0	12
Smart Irrigation Controller	0	0	0	13
Commercial Pre-Rinse Spray Valves	0	0	0	14
Cost Sharing Projects (Nonresidential Customers)	0	0	0	15
Customer Water Audits	0	0	0	16
Other Incentives	0	0	0	17
Total Customer Incentives	**0**	**0**	**0**	18
TOTAL CONSERVATION	**0**	**0**	**0**	19

Water Conservation Programs

- List all water conservation-related expenditures for the reporting year. Include administrative costs, customer outreach and education, other program costs, and payments for rebates and other customer incentives.
- If the Commission has approved conservation program expenses, these should be charged to Account 186. Otherwise, these expenses are reported in Account 906 on Schedule W-05 (Account 691 for class D utilities).

Water Conservation Programs (Page W-27)

General Footnote

Sheboygan Water Utility has no active water conservation programs at this time.

Water Customers Served

- List the number of customer accounts in each municipality for which your utility provides retail general service. Do not include wholesale customers or fire protection accounts.
- Per Wisconsin state statute, a city, village, town or sanitary district owning water plant or equipment may serve customers outside its corporate limits, including adjoining municipalities. For purposes of this schedule, customers located "Within Muni Boundary" refers to those located inside the jurisdiction that owns the water utility.

Municipality (a)	Customers End of Year (b)	
Sheboygan (City) **	18,762	1
Sheboygan (Town)	12	2
Total - Sheboygan County	**18,774**	3
Total - Customers Served	**18,774**	4
Total - Outside Muni Boundary	**12**	5
Total - Within Muni Boundary **	**18,762**	6

** = *Within municipal boundary*

Privately-Owned Water Service Lines

- The privately owned service line is the pipe from the curb stop to the meter.
- Explain all reported adjustments in columns(f) as a schedule footnote.
- Report in column (h) the number of privately-owned service lines included in columns (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
- Separate reporting of service lines by diameter and pipe material.

Pipe Material (a)	Diameter (inches) (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	NOT in Use at End of Year (h)	
Galvanized	0.500				754	754	2	1
Other Metal	0.500				5,885	5,885		2
Copper	0.500				2	2		3
Lead	0.625				5,090	5,090	73	4
Other Metal	0.625				5	5		5
Unlined Cast Iron (pre-early 1950's)	0.625				1	1		6
Lead	0.750				1	1		7
Other Metal	0.750				8	8		8
Copper	0.750				6,198	6,198		9
Unlined Cast Iron (pre-early 1950's)	0.750				1	1		10
Lead	1.000				3	3		11
Other Metal	1.000				2	2		12
Copper	1.000		21		835	856		13
Other Plastic	1.000		58		164	222		14
Unlined Cast Iron (pre-early 1950's)	1.000				1	1		15
Copper	1.250				18	18		16
Other Plastic	1.250				1	1		17
Copper	1.500				51	51		18
Unlined Cast Iron (pre-early 1950's)	1.500				3	3		19
Copper	2.000				46	46		20
Other Plastic	2.000				6	6		21
Unlined Cast Iron (pre-early 1950's)	2.000				5	5		22
Ductile Iron, Lined (late 1960's to present)	2.500				1	1		23
Ductile Iron, Lined (late 1960's to present)	3.000				2	2		24
Unlined Cast Iron (pre-early 1950's)	3.000				10	10		25
Ductile Iron, Lined (late 1960's to present)	4.000				45	45		26
Unlined Cast Iron (pre-early 1950's)	4.000				47	47		27
PVC	4.000				6	6		28
Ductile Iron, Lined (late 1960's to present)	6.000				72	72		29

Privately-Owned Water Service Lines

- The privately owned service line is the pipe from the curb stop to the meter.
- Explain all reported adjustments in columns(f) as a schedule footnote.
- Report in column (h) the number of privately-owned service lines included in columns (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
- Separate reporting of service lines by diameter and pipe material.

Unlined Cast Iron (pre-early 1950's)	6.000		46	46		30
PVC	6.000		28	28		31
Ductile Iron, Lined (late 1960's to present)	8.000		50	50		32
Unlined Cast Iron (pre-early 1950's)	8.000		41	41		33
PVC	8.000		50	50		34
Ductile Iron, Lined (late 1960's to present)	10.000		1	1		35
Unlined Cast Iron (pre-early 1950's)	10.000		2	2		36
PVC	10.000		2	2		37
Ductile Iron, Lined (late 1960's to present)	12.000		2	2		38
Unlined Cast Iron (pre-early 1950's)	12.000		2	2		39
PVC	12.000		2	2		40
Ductile Iron, Lined (late 1960's to present)	24.000		3	3		41
Unlined Cast Iron (pre-early 1950's)	30.000		1	1		42
Utility Total		**79**	**19,493**	**19,572**	**75**	43

Privately-Owned Water Service Lines

- The privately owned service line is the pipe from the curb stop to the meter.
- Explain all reported adjustments in columns(f) as a schedule footnote.
- Report in column (h) the number of privately-owned service lines included in columns (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
- Separate reporting of service lines by diameter and pipe material.

Privately-Owned Water Service Lines (Page W-29)

Additions are greater than zero, please explain financing by following criteria listed in the schedule headnotes.

Water service lines added in 2017 from the curb stop to the meter due to leaks or disturbance were funded in part by DNR Safe Drinking Water Loan Program Principal Forgiveness, with the balance paid by property owners. Water service lines replaced as part of a large water main construction project were funded in full by DNR Safe Drinking Water Loan Principal Forgiveness. Water service lines added for schools and licensed/certified day care centers were funded in full through DNR Safe Drinking Water Loan Principal Forgiveness.

Adjustments are nonzero for one or more accounts, please explain.

This is the first year the utility is required to include counts of water service lines. There were no beginning of the year balances. Adjustments reflect the counts added in 2017 for the first time.

General Footnote

All water service lines from the water main to the water meter are owned by the property owner. No portion of the water service line is owned by the Sheboygan Water Utility.

Water service lines counted for this report were obtained using utility records, plumber's records, and electronic databases. Because the utility does not own any portion of the water service line, there are a number of them that are unknown at this time. As of the date of this report, water service lines classified as "Other Metal" are unknown and total 5,900. Utility staff continue working to identify all water service line material.

II

R. O. No. _____ - 18 - 19. By BOARD OF WATER COMMISSIONERS. May 7, 2018.

We, hereby, submit the Board of Water Commissioners' Report on the Water Utility for the first quarter of 2018.

The water pumpage was up 4.55% from the same period in 2017. 1,104,725,000 gallons were pumped in the first quarter 2018, compared to 1,083,893,000 in 2017.

Year to date Operating Revenue at the end of the first quarter 2018 increased by $51,697 compared to year to date 2017. The net income for the Utility, as of the end of March, 2018 is $209,022. Details are shown on the attached Income Statement and Balance Sheet.

Construction-Maintenance:

Construction-maintenance work by the Water Utility during the first quarter of 2018:

Number of feet of 4 inch water main installed	0.0
Number of feet of 6 inch hydrant lead installed	0.0
Number of feet of 6 inch water main installed	0.0
Number of feet of 8 inch water main installed	0.0
Number of feet of 10 inch water main installed	0.0
Number of feet of 12 inch water main installed	0.0
Number of feet of 16 inch water main installed	0.0
Number of feet of 20 inch water main installed	0.0
Number of feet of 24 inch water main installed	0.0
Number of feet of water main abandoned or removed.....	0.0
Number of water main breaks repaired	18
Number of fire hydrants installed, replaced, relocated, removed, flushed, or major repairs made....	0
Number of water main valves installed, repaired, removed, or replaced	0
Number of water service connections installed	5

Details are shown on the attached spreadsheets.

Other Utility Business:

A Moody's rating of Aa2 was assigned to the Utility's new water revenue bonds in 2018. This is the second highest possible rating.

The Utility received four bids for construction of the south water tower. The apparent low bid came in at $1,337,000 from Chicago Bridge & Iron, LLC. Construction is anticipated starting in 2018 with completion in 2019.

Consent

Utility staff provided comments to USEPA on lead and copper rule revisions.

Bids were received from four contractors for water main replacement on S. 13th Street and Henry Street, from Broadway to Mead Avenue. The apparent low bid came in at $968,318.49 from Buteyn-Peterson.

The Utility submitted a proposal for Construction Authorization to WI PSC on a pump installation and other upgrades at its Georgia Avenue pumping station. This station supplies water to the entire south business center and will also supply water to the Southpointe Enterprise Campus.

BOARD OF WATER COMMISSIONERS

Gerald Van De Kreeke, President

Mark J. Smith, Secretary

Raymond W. Haen, Member

Attachments - Balance Sheet
Income Statement
Distribution System Quarterly Report
High Lift Delivery Operations Quarterly Report

City of Sheboygan
spirit on the lake Water Utility

Sheboygan Water Utility
Quarterly Financial Statement March 31, 2018
Balance Sheet Including Net Income

Account #		Debit Balance	Credit Balance
	Utility Plant in Service	65,223,749	
107	Construction Work in Progress	320,103	
111	Accumulated Provision for Depreciation of Utility Plant		20,393,803
125	Bond Redemption Fund	715,248	
129	Appropriated Funds Invested for Plant Expansion & Payables		
126	Depreciation Fund		
128	Other Special Funds - Net Pension Asset		
128	Other Special Funds - Health Ins		
130	Other Special Funds - Deferred Outflow Pension	815,185	
135	Working Funds	750	
136	Temporary Cash Investments	11,677,760	
142	Customer Accounts Recievable	1,036,842	
143	Grant Receivable	2,500	
145	Receivables from Municipality	458,395	
154	Materials and Supplies	261,379	
163	Stores Expense		
165	Prepayments	30,298	
171	Interest and Dividends Receivable		
181	Misc Deferred Debits		
184	Transportation Expense		
200	Capital Paid in by Municipality		1,640,701
216	Unappropriated Earned Surplus		40,301,937
221	Long Term Debt Bonds		15,424,655
223	Advances from Municipality		185,391
232	Accounts Payable		
235	Customer Deposits		2,000
236	Taxes Accrued		874,857
237	Interest Payable on Bonds		85,331
242	Misc. Current & Accrued Liab		12,042
251	Bond Premium		324,081
253	Misc Deferred Credits		144,472
263	Other Special Funds Employee Pensions		
265	Accrued Employee Benefits		499,411
425	Amoritization of Pre 2003 Depreciation		
280	Net Pension Liability		106,815
285	Deferred Inflow - Pension		337,693
	Utility Net Income		209,022
		80,542,210	80,542,210

City of Sheboygan
spirit on the lake Water Utility

Sheboygan Water Utility
Sheboygan, Wisconsin
Income Statement - March 31, 2018

Account #		1-Jan-18 to 31-Mar-18	1-Jan-17 to 31-Mar-17	Increase or (Decrease)
	Utility Operating Income			
400	Sales Revenue	1,741,518	1,698,115	43,403
474	Other Water Revenue	53,618	9,275	44,343
	Total Operating Revenue	**1,795,136**	**1,707,390**	**87,746**
401	Operating Expenses	632,552	645,874	(13,322)
402	Maintenance Expenses	157,340	114,430	42,910
403	Depreciation Expenses	363,206	360,221	2,985
403	Taxes	278,467	274,993	3,474
	Total Operating Expenses	**1,431,565**	**1,395,516**	**36,048**
	Utility Operating Income	**363,571**	**311,873**	**51,697**
	Other Income & Expense			
415	Non-operating Grant Revenue	16,458	11,775	4,683
416	Non-operating Grant Expense	(15,483)	(11,775)	(3,708)
419	Interest Earned on Investments	3,515	2,605	909
421	Contributions	-	-	-
425	Misc Amortization	6,283	6,283	-
427	Bond Interest Expense	(91,733)	(71,559)	(20,174)
428	Other Expense	(76,087)	-	(76,087)
429	Bond Premium	2,498	1,112	1,386
	Net Income	**209,022**	**250,315**	**(41,293)**

Distribution System -- 1st Quarter - January, February, & March 2018

Street Valves and Hydrant Valves Installed (including water main projects and others)

Location	Installed	Size	By	Type

Total Valves Installed = 0

Street Valves and Hydrant Valves Removed

Location	Installed	Removed	Type

Total Valves Removed = 0

Street Valves and Hydrant Valves Abandoned

Location	Installed	Abandoned

Total Valves Abandoned = 0

Street Valves and Hydrant Valves Maintained

Location	Maintained	Size

Total Valves Maintained = 0

Hydrants Installed (including water main projects and others)

Location	Installed	Tr Size	Valve	By

Total Hydrants Installed = 0

Hydrants Removed (including water main projects and others)

Location	Installed	Removed	Hyd Valve?

Total Hydrants Removed = 0

Hydrants Abandoned (including water main projects and others)

Location	Installed	Abandoned	Tr Size	Hyd Valve?

Total Hydrants Abandoned = 0

Hydrants Maintained/Moved (including water main projects and others)

Location	Installed	Maintained

Total Hydrants Maintained/Moved = 0

Water Main Breaks

Location	Date	Main Size (")
1504 Humboldt Ave, on 6" main in Humboldt Ave	1/1/2018	6"
1326 Humboldt Ave, on 6" main in 14th St	1/1/2018	6"
2602 Henry St	1/3/2018	6"
N. 23rd St ~200' north of Kohler Memorial Dr	1/4/2018	12"
2814 S. 14th St	1/5/2018	6"
1612 N 25th St	1/6/2018	6"
2412 Indiana Ave	1/9/2018	6"
Washington Ave at Hickory Circle	1/13/2018	4"
528 N 27th St	1/14/2018	6"
N. 13th St and Grand Ave	1/15/2018	6"
1850 N 25th St	1/17/2018	6"
3423 Elm Circle	1/25/2018	4"
S. 23rd St ~100' north of Broadway Ave	1/31/2018	6"
Saemann Ave 22' east of N. 27th St	2/2/2018	6"
Intersection of North Ave and N 30th St	2/9/2018	6"
1638 Ohio Ave	2/15/2018	6"
2000 blk of North Ave	2/19/2018	12"
S. 24th St at Union Ave	3/19/2018	12"

Total Water Main Breaks = 18

SUMMARY

Number of feet of 4 inch water main installed	0	water main
Number of feet of 6 inch hydrant lead installed	0	
Number of feet of 6 inch water main installed	0	
Number of feet of 8 inch water main installed	0	
Number of feet of 10 inch water main installed	0	
Number of feet of 12 inch water main installed	0	
Number of feet of 16 inch water main installed	0	
Number of feet of 24 inch water main installed	0	
Number of feet of water main abandoned or removed	0	
Number of water main breaks repaired	18	
Number of hydrants installed	0	hydrants
Number of hydrants removed or abandoned	0	
Number of hydrants maintained or moved	0	
Number of street valves installed	0	valves
Number of hydrant valves installed	0	
Number of street valves removed or abandoned	0	
Number of hydrant valves removed or abandoned	0	
Number of valves maintained	0	
Number of water connections installed	5	

HIGH LIFT DELIVERY QUARTERLY REPORT 2018

I. FIRST QUARTER	Jan - Feb - Mar	GALLONS	COST $	$/MG
	2017	1,083,893,000	$191,834.81	$176.99
	2018	1,104,725,000	$204,415.71	$185.04
	Percent Difference	1.92%	6.56%	4.55%

II. SECOND QUARTER	Apr - May - Jun	GALLONS	COST $	$/MG
	2017	1,133,505,000	$182,633.21	$161.12
	2018	0	$0.00	#DIV/0!
	Percent Difference	-100.00%	-100.00%	#DIV/0!

III. THIRD QUARTER	Jul - Aug - Sep	GALLONS	COST $	$/MG
	2017	1,254,667,000	$198,483.42	$158.61
	2018	0	$0.00	#DIV/0!
	Percent Difference	-100.00%	-100.00%	#DIV/0!

IV. FOURTH QUARTER	Oct - Nov - Dec	GALLONS	COST $	$/MG
	2017	1,137,383,000	$184,673.28	$162.37
	2018	0	$0.00	#DIV/0!
	Percent Difference	-100.00%	-100.00%	#DIV/0!

YEAR TO DATE : 2018		GALLONS	COST $	$/MG
ELECTRICITY CHEMICALS NATURAL GAS	2017	4,609,348,000	$755,624.72	$163.93
	2018	1,104,725,000	$204,415.71	$185.04
	Percent Difference	-76.03%	-72.95%	12.87%

YEAR TO DATE : 2018		GALLONS	COST $
SLUDGE DISPOSAL	2017	3,756,829	$25,185.90
	2018	1,247,669	$6,440.39
	Percent Difference	-66.79%	-74.43%
STORM WATER CHARGES	2018	NA	$0.00

HIGH LIFT SYSTEM DELIVERY :			
	Maximum Pumpage Day	14,988,000	January 31, 2018
	Minimum Pumpage Day	8,758,000	January 1, 2018

	MG	$	$/MG
2017	4,609,348,000	$755,624.72	$163.93
2018	1,104,725,000	$204,415.71	$185.04

NOTE: Monthly sludge disposal costs do not reflect the current actual monthly sludge discharge total to date.
Spring/Fall basin sludge volumes and disposal costs are contract work
Sludge disposal costs are not included in $/MG.

II

R. O. No. _____ - 18 - 19. By MEAD PUBLIC LIBRARY DIRECTOR. May 7, 2018.

The Mead Public Library Board of Trustees to whom was referred R. O. No. 338-17-18 by the Mead Public Library Director submitting Capital Improvement Projects (CIP) for the years 2019-2023; recommends filing the document.

Consent.

_____
MEAD PUBLIC LIBRARY DIRECTOR

II

4.2

R. O. No. 338 - 17 - 18. By MEAD PUBLIC LIBRARY DIRECTOR. April 16, 2018.

Submitting Capital Improvement Projects (CIP) for the years 2019-2023.

Library Board Trustees accept+file

GARRETT ERICKSON, LIBRARY DIRECTOR

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Parks and Forestry	$0	$0	$0	$0	$0	$0
Impact Fees / Room Tax	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$0	$0	$0	$0	$0	$0
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$106,770	$106,770	$66,278	$66,278	$0	$346,096
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$106,770	$106,770	$66,278	$66,278	$0	$346,096
Mead Library						
Carpet Replacement	$40,492	$0	$0	$0	$0	$40,492
HVAC Control Replacement	$66,278	$0	$0	$0	$0	$66,278
Carpet Replacement	$0	$40,492	$0	$0	$0	$40,492
HVAC Control Replacement	$0	$66,278	$0	$0	$0	$66,278
HVAC Control Replacement	$0	$0	$66,278	$0	$0	$66,278
Carpet Replacement	$0	$0	$0	$66,278	$0	$66,278
Total - Mead Library	$106,770	$106,770	$66,278	$66,278	$0	$346,096

CAPITAL IMPROVEMENTS REQUESTS
2019

Project Title:	HVAC Control Replacement
Department:	Mead Public Library
Budgetary Fund:	Capital Improvements Fund

JUSTIFICATION

The replacement of existing Johnson pneumatic HVAC controls is needed. Current controls in each room are based on the 1950's compressed air technology, lacking the ability to monitor and report issues from the central controller. Existing controllers are proprietary and require an annual maintenance agreement with Johnson Controls, eliminating the ability to obtain competitive bids in an effort to reduce annual maintenance costs. Upgrading to the digital control system will improve efficiency and realize savings of $5,239 annually on the library's energy costs. Phase one of four.

Discussion of Operating Cost Impact:

Improved energy efficiency generating annual savings of $5,239.
Obtaining the ability to secure competitive bids for annual maintenance agreements realizing additional cost savings unavailable with current proprietary technology.

Item Replace: Model Johnson Controls Make/Model _____ Age 44 years

Disposition	(Check one box)
Trade-In	☐
Sale/Auction	☐
Transfer	☐
Salvage	✔

DEPARTMENT OPERATING COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Personal Services						0
Supplies						0
Services						0
Utilities						0
Other						0
Total	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

DEPARTMENT REVENUE SUMMARY

	2019	2020	2021	2022	2023	TOTAL
G O Debt	66,278					66,278
Grant - County						0
County - Grant						0
_____						0
_____						0
Total	$ 66,278	$ 0	$ 0	$ 0	$ 0	$ $ 66,278

DEPARTMENT COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Planning						0
Land Acquisition						0
Purchase						0
Construction						0
Other	66,278					66,278
Total	$ 66,278	$ 0	$ 0	$ 0	$ 0	$ 66,278

CAPITAL IMPROVEMENTS REQUESTS
2020

Project Title:	HVAC Control Replacement
Department:	Mead Public Library
Budgetary Fund:	Capital Improvements Fund

JUSTIFICATION

The replacement of existing Johnson pneumatic HVAC controls is needed. Current controls in each room are based on the 1950's compressed air technology, lacking the ability to monitor and report issues from the central controller. Existing controllers are proprietary and require an annual maintenance agreement with Johnson Controls, eliminating the ability to obtain competitive bids in an effort to reduce annual maintenance costs. Upgrading to the digital control system will improve efficiency and realize savings of $5,239 annually on the library's energy costs. Phase two of four.

Discussion of Operating Cost Impact:

Improved energy efficiency generating annual savings of $5,239.
Obtaining the ability to secure competitive bids for annual maintenance agreements realizing additional cost savings unavailable with current proprietary technology.

Item Replace: Model Johnson Controls Make/Model _____ Age 44 years

Disposition	(Check one box)
Trade-In	☐
Sale/Auction	☐
Transfer	☐
Salvage	✔

DEPARTMENT OPERATING COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Personal Services						0
Supplies						0
Services						0
Utilities						0
Other						0
Total	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

DEPARTMENT REVENUE SUMMARY

	2019	2020	2021	2022	2023	TOTAL
G O Debt	-	66,278				66,278
Grant - County						0
County - Grant						0
----------						0
----------						0
Total	$ 0	$ 66,278	$ 0	$ 0	$ 0	$ $ 66,278

DEPARTMENT COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Planning						0
Land Acquisition						0
Purchase						0
Construction						0
Other		66,278				66,278
Total	$ 0	$ 66,278	$ 0	$ 0	$ 0	$ 66,278

CAPITAL IMPROVEMENTS REQUESTS
2021

Project Title:	HVAC Control Replacement
Department:	Mead Public Library
Budgetary Fund:	Capital Improvements Fund

JUSTIFICATION

The replacement of existing Johnson pneumatic HVAC controls is needed. Current controls in each room are based on the 1950's compressed air technology, lacking the ability to monitor and report issues from the central controller. Existing controllers are proprietary and require an annual maintenance agreement with Johnson Controls, eliminating the ability to obtain competitive bids in an effort to reduce annual maintenance costs. Upgrading to the digital control system will improve efficiency and realize savings of $5,239 annually on the library's energy costs. Phase three of four.

Discussion of Operating Cost Impact:

Improved energy efficiency generating annual savings of $5,239.
Obtaining the ability to secure competitive bids for annual maintenance agreements realizing additional cost savings unavailable with current proprietary technology.

Item Replace: Model Johnson Controls Make/Model _____ Age 44 years

Disposition	**(Check one box)**
Trade-In	☐
Sale/Auction	☐
Transfer	☐
Salvage	✔

DEPARTMENT OPERATING COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Personal Services						0
Supplies						0
Services						0
Utilities						0
Other						0
Total	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

DEPARTMENT REVENUE SUMMARY

	2019	2020	2021	2022	2023	TOTAL
G O Debt	-		66,278			66,278
Grant - County						0
County - Grant						0
_____						0
_____						0
Total	$ 0	$ 0	$ 66,278	$ 0	$ 0	$ $ 66,278

DEPARTMENT COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Planning						0
Land Acquisition						0
Purchase						0
Construction						0
Other			66,278			66,278
Total	$ 0	$ 0	$ 66,278	$ 0	$ 0	$ 66,278

CAPITAL IMPROVEMENTS REQUESTS
2022

Project Title:	HVAC Control Replacement
Department:	Mead Public Library
Budgetary Fund:	Capital Improvements Fund

JUSTIFICATION

The replacement of existing Johnson pneumatic HVAC controls is needed. Current controls in each room are based on the 1950's compressed air technology, lacking the ability to monitor and report issues from the central controller. Existing controllers are proprietary and require an annual maintenance agreement with Johnson Controls, eliminating the ability to obtain competitive bids in an effort to reduce annual maintenance costs. Upgrading to the digital control system will improve efficiency and realize savings of $5,239 annually on the library's energy costs. Phase four of four.

Discussion of Operating Cost Impact:

Improved energy efficiency generating annual savings of $5,239.
Obtaining the ability to secure competitive bids for annual maintenance agreements realizing additional cost savings unavailable with current proprietary technology.

Item Replace: Model Johnson Controls Make/Model _____ Age 44 years

Disposition	(Check one box)
Trade-In	☐
Sale/Auction	☐
Transfer	☐
Salvage	✔

DEPARTMENT OPERATING COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Personal Services						0
Supplies						0
Services						0
Utilities						0
Other						0
Total	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

DEPARTMENT REVENUE SUMMARY

	2019	2020	2021	2022	2023	TOTAL
G O Debt	-			66,278		66,278
Grant - County						0
County - Grant						0
----------						0
----------						0
Total	$ 0	$ 0	$ 0	$ 66,278	$ 0	$ $ 66,278

DEPARTMENT COST ANALYSIS

	2019	2020	2021	2022	2023	TOTAL
Planning						0
Land Acquisition						0
Purchase						0
Construction						0
Other				66,278		66,278
Total	$ 0	$ 0	$ 0	$ 66,278	$ 0	$ 66,278

Mead Public Library
2019 – 2023 CIP
HVAC Controls Project

Justification:

To replace current Johnson pneumatic HVAC controls with (non-proprietary) digital controls. The current controls located in each room of the library are based on 1950s (compressed air) technology that does not have the capacity to monitor and report issues to the central controller. With a digital control system, troubleshooting and adjusting of individual zone temperatures are handled by a server connected to the various HVAC central devices.

Currently, each of the library's existing controllers requires annual maintenance and since the controllers are propreitary through Johnson Controls, the library does not have the ability to contract with competing vendors to reduce our annual service contract fee.

Digital control systems are much more efficient than pneumatic systems, with a typical energy savings of 5-25% (Source: US Department of Energy, http://www.eere.energy.gov). Library administration also expects to reduce annual maintenance agreement costs once this service can be put out for bid.

If funded, the library administration would explore energy grant rebates, such as Focus on Energy.

In recent years, the city has funded multiple upgrades to Mead Public Library's aging HVAC system and, if approved, the controls replacement project would complete the entire update of the library's HVAC system:

- In 2018, the two chiller cooling towers will be replaced due to corrosion (budgeted amount $100,000)
- In 2017, aging Kewaunee boilers were replaced with new high efficiency boilers (budgeted amount $280,000)
- In 2015, the chiller system was replaced with a redundant, modular chiller system, along with corresponding controls (budgeted amount $280,000)
- In 2011, variable frequency drives/motors and controls were added to the air handling system. A lower capacity boiler was also installed for use in the spring and fall (budgeted amount $138,000).

Discussion of Operating Cost Impact:

According to US Department of Energy estimates (http://www.eere.energy.gov), digital control systems are 5-25% or $.10-$1.00 per square foot more energy efficient compared to pneumatic controls. On the conservative end, that would be a savings of $5,239 per year in energy costs.

Library administration also expects to reduce annual maintenance agreement costs once this service can be put out for bid. Current cost of Johnson Control maintenance contract is $3,450 per year.

II

3.5

UPDATED
R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting various license applications.

_____
City Clerk

TEMPORARY CLASS "B" LICENSE

No.	Name	Address
1382	St Spyridon Greek Church	1425 S. 10th Street - Three day event to be held at Deland Park (entire park) 715 Broughton Drive to include beer and wine.
3140	Sailing Education Assoc of Sheb	630 Riverfront Drive - One day event to be held at the City Green from N. 7th to N. 8th Street between the Concrete wall South of Encore.
1627	Sheboygan County Historical Society	3110 Erie Avenue - one day event to be held 05/19/18 to include beer and wine.

SPECIAL "B" LICENSE (Already Issued)

No.	Name	Address
3323	Breath of Life Tabernacle Inc.	1019 Erie Avenue - One day event to be held 04/28/18 at 1210 Michigan Avenue to include beer and wine.

CARNIVAL

No.	Name	Address
1382	St Spyridon Greek Church	1425 S. 10th Street - Three day event to be held at Deland Park (entire park) 715 Broughton Drive

Consent

Commercial Operator License (New) (December 31, 2018)

No.	Name	Address
3320	Jeremy G's Trees LLC	N6848 Meadowlark Road, Sheb Falls
3327	Jason Sertich Lawn Care	W3259 Cty Rd V, Sheboygan Falls

Circus License Application

No.	Name	Address
3203	Carden International Circus	3901 W. State Hwy O, Springfield, MO - One day event to be held May 30, 2018 at Sheboygan Blue Line Ice Center - 1202 S. Wildwood Avenue.

I

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Resubmitting R. O. No. 299-17-18 by City Plan Commission and Gen. Ord. No. 39-17-18 by Alderpersons Draughon and Rindfleisch that was duly passed on March 19, 2018 for an Ordinance amending the City of Sheboygan Future Land Use Map of the Sheboygan Comprehensive Plan to change the Land Use Classification of property located at 3226-3302 Superior Avenue from Class Multi-Family Residential to Class Community Mixed-Use Classification.

Concur

_____

CITY CLERK

X

Gen. Ord. No. _____ - 18 - 19. By Alderpersons Savaglio. May 7, 2018.

AN ORDINANCE amending the City of Sheboygan Future Land Use Map of the Sheboygan Comprehensive Plan to change the Land Use Classification of property located at 3226-3302 Superior Avenue from Class Multi-Family Residential to Class Community Mixed-Use Classification.

THE COMMON COUNCIL OF THE CITY OF SHEBOYGAN DO ORDAIN AS FOLLOWS:

Section 1. Section 2 of the Sheboygan Comprehensive Plan establishing future land use classifications is hereby amended by changing the Future Land Use Maps thereof and Use Classifications of the following described lands from Multi-Family Residential to Community Mixed-Use.

Property located at 3226-3302 Superior Avenue.

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Section 2. All ordinances or parts thereof in conflict with the provisions of this ordinance are hereby repealed to the extent of such conflict, and this ordinance shall be in effect from and after its passage and publication.

_____

I HEREBY CERTIFY that the foregoing Ordinance was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

XI

4.1/8.1

R. O. No. 299 - 17 - 18. By CITY PLAN COMMISSION. March 5, 2018.

Your Commission to whom was referred Gen. Ord. No. 39-17-18 by Alderpersons Draughon and Rindfleisch for an Ordinance amending the City of Sheboygan Future Land Use Map of the Sheboygan Comprehensive Plan to change the Land Use Classification of property located at 3226-3302 Superior Avenue from Class Multi-Family Residential to Class Community Mixed-Use Classification; wishes to report this matter was discussed at the regular meeting of the City Plan Commission, February 27, 2018, and after due consideration, recommends approval of the General Ordinance.

CITY PLAN COMMISSION

Lay Over
until March 19, 2018.
Belanger/Draughon
Ord. Pass

X

7.1

Gen. Ord. No. 39 - 17 - 18. By Alderpersons Draughon and Rindfleisch. February 19, 2018.

AN ORDINANCE amending the City of Sheboygan Future Land Use Map of the Sheboygan Comprehensive Plan to change the Land Use Classification of property located at 3226-3302 Superior Avenue from Class Multi-Family Residential to Class Community Mixed-Use Classification.

THE COMMON COUNCIL OF THE CITY OF SHEBOYGAN DO ORDAIN AS FOLLOWS:

Section 1. Section 2 of the Sheboygan Comprehensive Plan establishing future land use classifications is hereby amended by changing the Future Land Use Maps thereof and Use Classifications of the following described lands from Multi-Family Residential to Community Mixed-Use.

Property located at 3226-3302 Superior Avenue.

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Section 2. All ordinances or parts thereof in conflict with the provisions of this ordinance are hereby repealed to the extent of such conflict, and this ordinance shall be in effect from and after its passage and publication.

City Plan approve

Ronald Rindfleisch

I HEREBY CERTIFY that the foregoing Ordinance was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the 19th day of March, 2018.

Dated March 21, 2018. _____, City Clerk

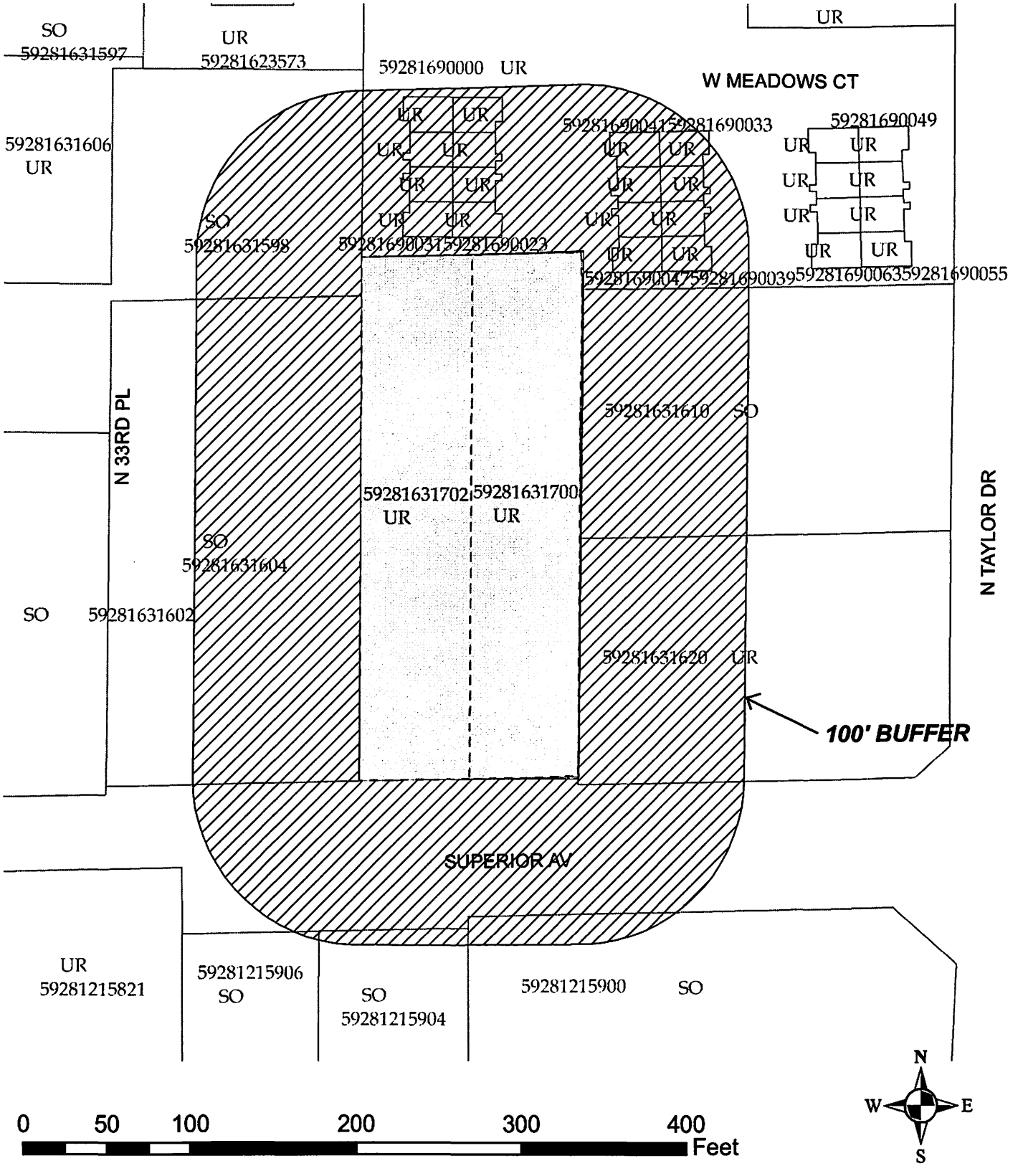
Approved March 21, 2018. _____, Mayor

Published - March 24, 2018.
Certified - March 22, 2018 to City Clerk; Planning; Atty.; Ord. Book; City Plan Comm.; Eng.

PROPOSED COMPREHENSIVE PLAN AMENDMENT FROM MULTI-FAMILY RESIDENTIAL TO COMMUNITY MIXED-USE

SECTION 16, T. 15 N, R. 23 E

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.



II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Resubmitting R. O. No. 300-17-18 by City Plan Commission and Gen. Ord. No. 40-17-18 by Alderpersons Draughon and Rindfleisch and R. O. No. 288-17-18 by City Clerk duly passed on March 19, 2018 for an application from Derrek Lemahieu (Abacus Architects, Inc.) for a change in the zoning classification of property located at 3226-3302 Superior Avenue from Class Urban Residential (UR-12) to Class Suburban (SO) Classification.

Chaut

CITY CLERK

X

Gen. Ord. No. ____ - 18 - 19. By Alderperson Savaglio. May 7, 2018.

AN ORDINANCE amending the City of Sheboygan Official Zoning Map of the Sheboygan Zoning Ordinance to change the Use District Classification of property located at 3226-3302 Superior Avenue from Class Urban Residential (UR-12) to Class Suburban Office (SO) Classification.

THE COMMON COUNCIL OF THE CITY OF SHEBOYGAN DO ORDAIN AS FOLLOWS:

Section 1. Appendix A, Chapter 15 of the Sheboygan Zoning Ordinance establishing zoning districts and prescribing zoning standards and regulations is hereby amended by changing the Official Zoning Map thereof and Use District Classification of the following described lands from Class Urban Residential (UR-12) to Class Suburban Office (SO) Classification:

Property located at 3226-3302 Superior Avenue:

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Section 2. All ordinances or parts thereof in conflict with the provisions of this ordinance are hereby repealed to the extent of such conflict, and this ordinance shall be in effect from and after its passage and publication.

_____

I HEREBY CERTIFY that the foregoing Ordinance was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

XI

4.2/8.2

R. O. No. 300 - 17 - 18. By CITY PLAN COMMISSION. March 5, 2018.

Your Commission to whom was referred Gen. Ord. No. 40-17-18 by Alderpersons Draughon and Rindfleisch and R. O. No. 288-17-18 by City Clerk for an application from Derrek Lemahieu (Abacus Architects, Inc.) for a change in the zoning classification of property located at 3226-3302 Superior Avenue from Class Urban Residential (UR-12) to Class Suburban Office (SO) Classification; wishes to report this matter was discussed at the regular meeting of the City Plan Commission, February 27, 2018, and after due consideration, recommends approval of the General Ordinance and R. O.

Lays Over until March 19, 2018
Balanger/Draughon
Ord Pass

CITY PLAN COMMISSION

X

7.2

Gen. Ord. No. 40 - 17 - 18. By Alderpersons Draughon and Rindfleisch. February 19, 2018.

AN ORDINANCE amending the City of Sheboygan Official Zoning Map of the Sheboygan Zoning Ordinance to change the Use District Classification of property located at 3226-3302 Superior Avenue from Class Urban Residential (UR-12) to Class Suburban Office (SO) Classification.

THE COMMON COUNCIL OF THE CITY OF SHEBOYGAN DO ORDAIN AS FOLLOWS:

Section 1. Appendix A, Chapter 15 of the Sheboygan Zoning Ordinance establishing zoning districts and prescribing zoning standards and regulations is hereby amended by changing the Official Zoning Map thereof and Use District Classification of the following described lands from Class Urban Residential (UR-12) to Class Suburban Office (SO) Classification:

Property located at 3226-3302 Superior Avenue:

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Section 2. All ordinances or parts thereof in conflict with the provisions of this ordinance are hereby repealed to the extent of such conflict, and this ordinance shall be in effect from and after its passage and publication.

City Plan approve

Ronald Rousseau

I HEREBY CERTIFY that the foregoing Ordinance was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the 19th day of March, 2018.

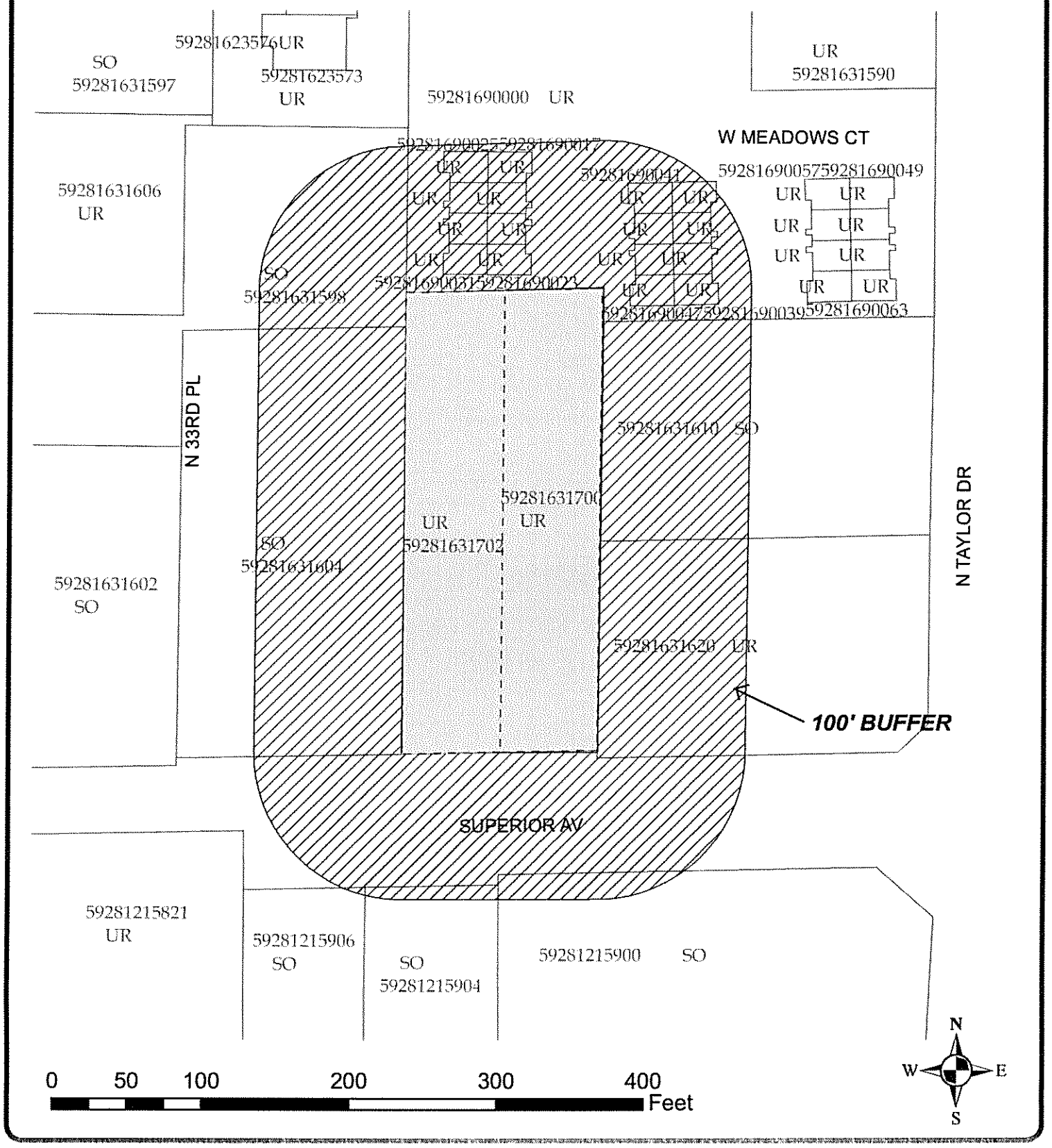
Dated March 21, 2018. , City Clerk

Approved March 21, 2018. , Mayor

Published - March 24, 2018.
Certified - March 22, 2018 to City Clerk; Planning; Atty.; Ord. Book; City Plan Comm.; Eng.

PROPOSED ZONING CHANGE
FROM URBAN RESIDENTIAL (UR) TO SUBURBAN OFFICE (SO)
SECTION 16, T. 15 N, R. 23 E

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.



II

4.1

R. O. No. 288 - 17 - 18. By CITY CLERK. February 19, 2018.

Submitting an application from Derrek Lemahieu (Abacus Architects, Inc.) for a change in the zoning classification of property located at 3226-3302 Superior Avenue from Class Urban Residential (UR-12) to Class Suburban Office (SO) Classification.

City Plan approve

City Clerk

CLK322B

City Of Sheboygan
City Clerk's Office

** General Receipt **

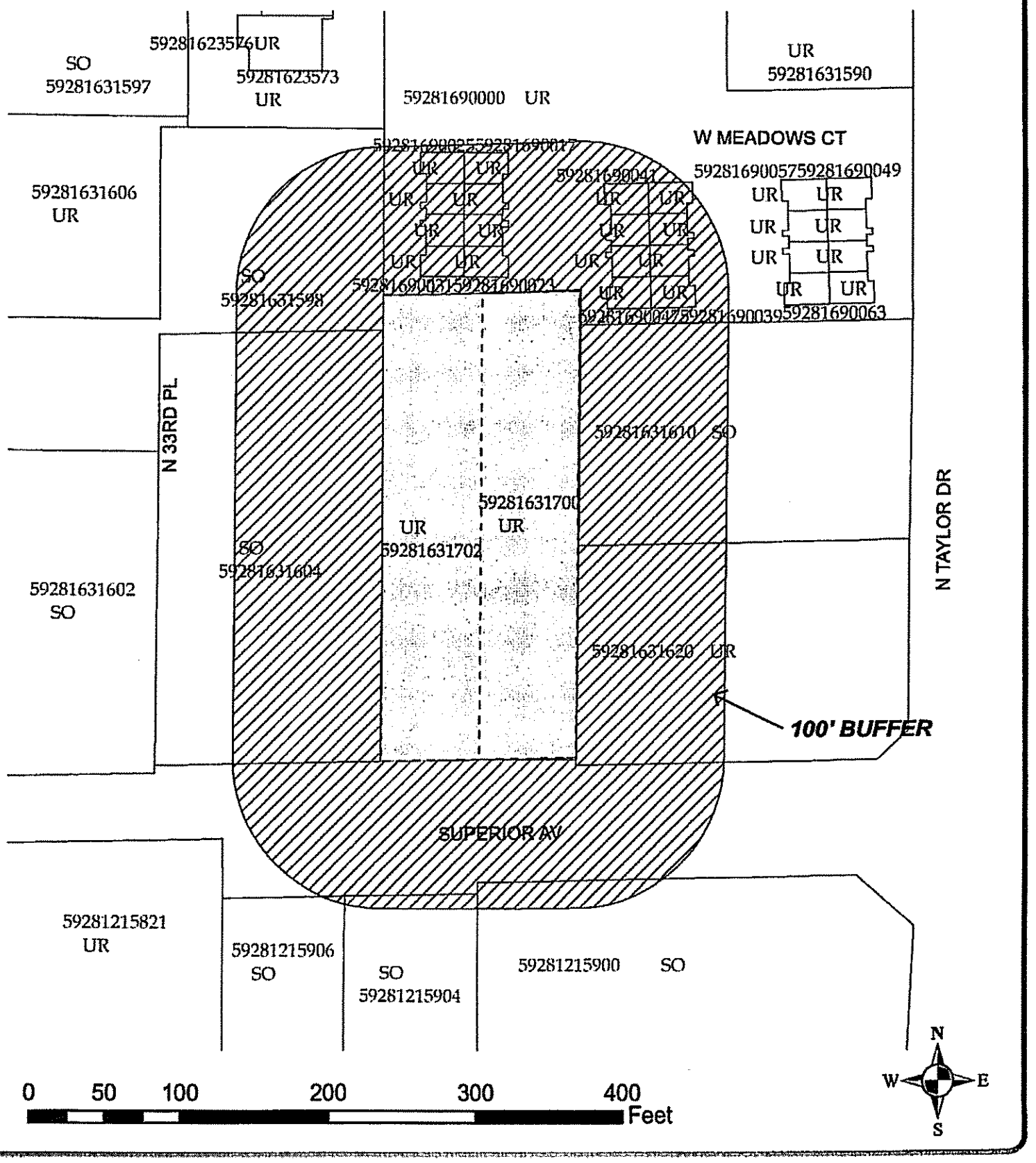
Receipt No: 180169
License No: 0000
Date: 02/05/2018
Received By: MMD
Received From: DERREK LEMAHIEU
Memo: 3302-3326 SUPERIOR AVE
Method of Payment: $200.00 Check No. 8069
Total Received: $200.00

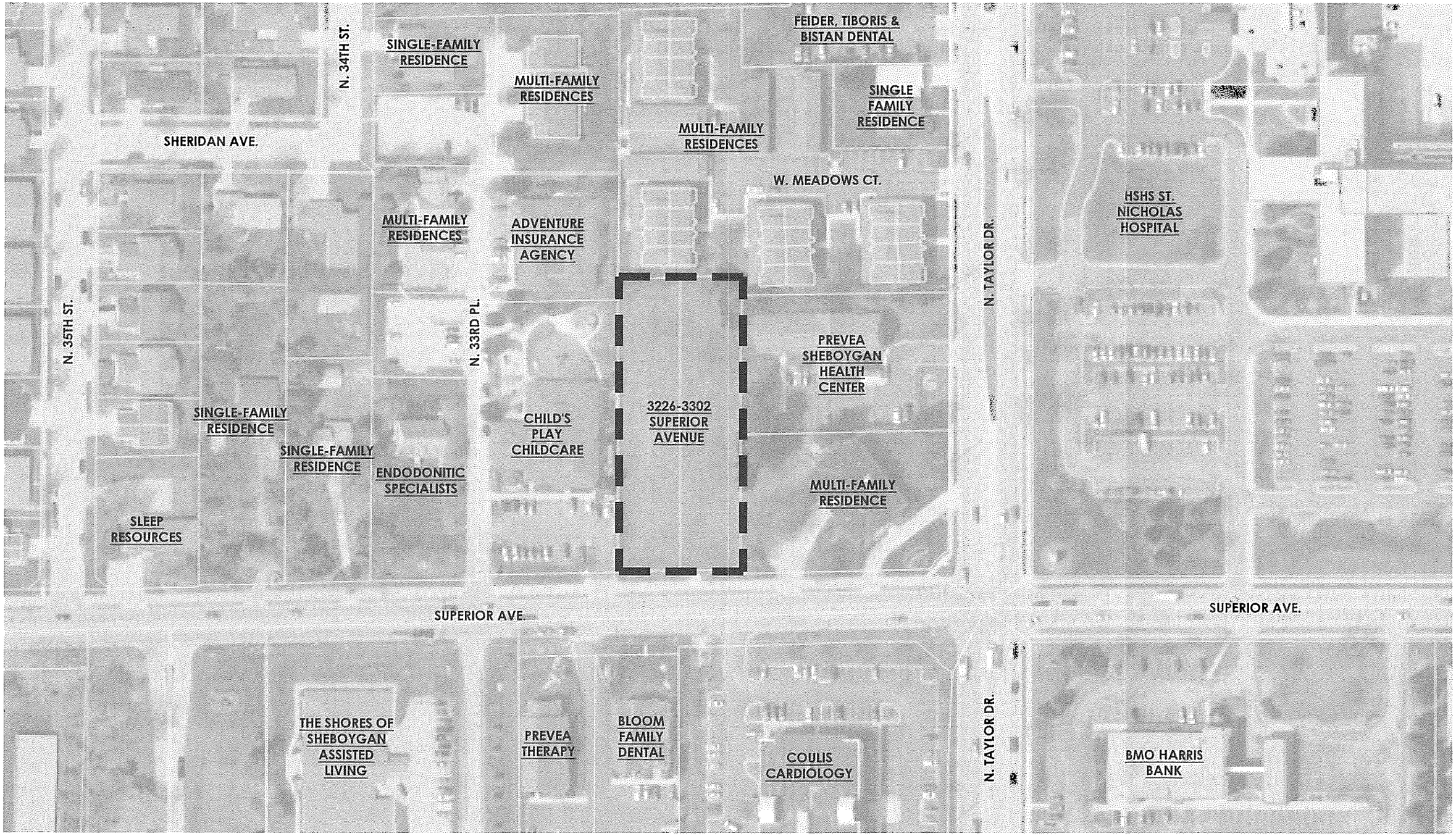
Fee Description	Fee
Zoning Change	200.00

This document signifies receipt of fees in the amount indicated above.

PROPOSED ZONING CHANGE
FROM URBAN RESIDENTIAL (UR) TO SUBURBAN OFFICE (SO)
SECTION 16, T. 15 N, R. 23 E

Lot 1 of Certified Survey Map recorded as Document No. 2052028 in the Sheboygan County Register of Deeds Office on February 2, 2018, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.





JANUARY 17, 2017
PROPOSED AMENDMENT OF OFFICIAL ZONING MAP

3226-3302 SUPERIOR AVENUE

SHEBOYGAN, WISCONSIN 53081 PROJ. NO. 2017-7.9

AERIAL IMAGE

SCALE: 1" = 100'-0"

0' 50' 100' 200'

N

ABACUS ARCHITECTS

GOTTSACKER
COMMERCIAL

909 N. 8TH ST. #110
SHEBOYGAN, WI 53081
PHONE: 920.453.9600
WWW.GOTTSACKERCOMMERCIAL.COM

FEB 5 '18 PM12:19

January 23, 2018

Mayor Mike Vandersteen
City of Sheboygan
828 Center Ave.
Sheboygan, WI 53081

Re: Property Rezone, 3302 – 3326 Superior Ave.

Dear Mayor and Council:

We are requesting the approximately one-acre vacant parcel located at 3302-3326 Superior Avenue be rezoned from Urban Residential (UR-12) to Suburban Office (SO). A rezone of this property would make it consistent with the adjacent properties and zoning along the corridor and the commercial area of N. Taylor Drive and Superior Ave.

The property is proposed to be developed with a single-tenant medical office building for ATI Physical Therapy. This would be ATI's second location in Sheboygan, as they desire to have an additional facility within this medical use corridor of the City.

Thank you for your consideration.

Sincerely,

Superior2, LLC
Paul Gottsacker

OFFICE USE ONLY
APPLICATION NO.: _____
RECEIPT NO.: 180168
FILING FEE: $200.00 (Payable to City of Sheboygan)

CITY OF SHEBOYGAN
APPLICATION FOR
AMENDMENT OF OFFICIAL ZONING MAP

(Requirements Per Section 15.903)
Revised May, 2012

Completed application is to be filed with the Office of the City Clerk, City Hall, 828 Center Avenue. Application will not be processed if all required attachments and filing fee of $200 (payable to the City of Sheboygan) is not submitted along with a complete and legible application. Application filing fee is non-refundable.

1. APPLICANT INFORMATION

APPLICANT: ABACUS ARCHITECTS, INC. DERREK LEMAHIEU PHONE NO.: (920) 452-4444

ADDRESS: 1135A MICHIGAN AVE., SHEBOYGAN, WI 53081 E-MAIL: DLEMAHIEU@ABACUSARCHITECTS.NET

OWNER OF SITE: SUPERIOR 2, LLC PAUL GOTTSACKER PHONE NO.: (920) 453-9600

2. DESCRIPTION OF THE SUBJECT SITE

ADDRESS OF PROPERTY AFFECTED: 3226-3302 SUPERIOR AVE., SHEBOYGAN, WI 53081

LEGAL DESCRIPTION: SEE ATTACHED NARRATIVE & CSM

PARCEL NO. 59281631700 & 59281631702 MAP NO. —

EXISTING ZONING DISTRICT CLASSIFICATION: URBAN RESIDENTIAL (UR-12)

PROPOSED ZONING DISTRICT CLASSIFICATION: SUBURBAN OFFICE (SO)

BRIEF DESCRIPTION OF THE **EXISTING** OPERATION OR USE: VACANT

BRIEF DESCRIPTION OF THE **PROPOSED** OPERATION OR USE:

PROFESSIONAL AND/OR MEDICAL OFFICE

3. JUSTIFICATION OF THE PROPOSED ZONING MAP AMENDMENT

How does the proposed Official Zoning Map amendment further the purposes of the Zoning Ordinance as outlined in Section 15.005 and, for flood plains or wetlands, the applicable rules and regulations of the Wisconsin Department of Natural Resources and the Federal Emergency Management Agency? SEE ATTACHMENT.

Which of the following factors has arisen that are not properly addressed on the current Official Zoning Map? (Provide explanation in space provided below.)

- ☐ The designations of the Official Zoning Map should be brought into conformity with the Comprehensive Master Plan.
- ☐ A mistake was made in mapping on the Official Zoning Map. (An area is developing in a manner and purpose different from that for which it is mapped.) *NOTE: If this reason is cited, it must be demonstrated that the discussed inconsistency between actual land use and designated zoning is not intended, as the City may intend to stop an undesirable land use pattern from spreading.*
- ☐ Factors have changed, (such as the availability of new data, the presence of new roads or other infrastructure, additional development, annexation, or other zoning changes), making the subject property more appropriate for a different zoning district.
- ☐ Growth patterns or rates have changed, thereby creating the need for an amendment to the Official Zoning Map.
- ☐ Explain: SEE ATTACHMENT.

How does the proposed amendment to the Official Zoning Map maintain the desired consistency of land uses, land use intensities, and land use impacts as related to the environs of the subject property? SEE ATTACHMENT.

Indicate reasons why the applicant believes the proposed map amendment is in harmony with the recommendations of the City of Sheboygan Comprehensive Plan.

SEE ATTACHMENT.

4. **CERTIFICATE**

I hereby certify that all the above statements and attachments submitted hereto are true and correct to the best of my knowledge and belief.

Derrek J LeMahieu — 1.17.18

APPLICANT'S SIGNATURE — **DATE**

DERREK J LEMAHIEU

PRINT ABOVE NAME

APPLICATION SUBMITTAL REQUIREMENTS

A copy of the current zoning map of the subject property and vicinity showing:

- ☐ The property proposed to be rezoned.
- ☐ All lot dimensions of the subject property.
- ☐ All other lands within 200 feet of the subject property.
- ☐ Map size not more than 11" X 17" and map scale not less than 1" = 600'.
- ☐ Graphic scale and north arrow.

APPLICATION FOR AMENDMENT OF OFFICAL ZONING MAP
WRITTEN DESCRIPTION ATTACHMENT

LEGAL DESCRIPTION

Being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin, which is bounded and described as follows:

Commencing at the south quarter corner of said Section 16; thence S 88°25'48" W, along the south line of said SW 1/4, 397.00 feet to a point in the southerly extension of the east line of Certified Survey Map recorded in Volume 11 on pages 38-39, as Document No. 1380977 ; thence N 00°02'42" W, along said southerly extension of said east line, 50.02 feet to a point in the north right of way line of Superior Avenue, being the point of beginning of lands herein described; thence continuing N 00°02'42" W, along said southerly extension and along said east line of Certified Survey Map as recorded in Volume 11, pages 38-39, 315.18 feet; thence N 88°15'25" E, along the south line of Amendment to West Meadows Condominium recorded in Volume 4 of Condominium Plat on page 4, as Document No. 1093138A, 133.38 feet; thence S 00°02'42" E, parallel with said east line of Certified Survey Map recorded in Volume 11 on pages 38-39, 315.58 feet to a point in said north right of way line of Superior Avenue; thence S 88°25'48" W, along said north right of way line, 133.37 feet to the point of beginning.

Refer to attached CSM for additional information.

3. JUSTIFICATION OF THE PROPOSED ZONING MAP AMENDMENT

How does the proposed Official Zoning Map amendment further the purposes of the Zoning Ordinance as outlined in Section 15.005 and, for flood plains or wetlands, the applicable rules and regulations of the Wisconsin Department of Natural Resources, and the Federal Emergency Management Agency?

The proposed Zoning Map amendment furthers the purposes of the Zoning ordinance, as outlined in Section 15.005, by redeveloping the site under current storm water requirements, and by maintaining similar building coverage ratio, landscape surface ratio, setback, and building height requirements as the current zoning.

The proposed Official Zoning Map amendment will not affect flood plains or wetlands, and the applicable rules and regulations of the WDNR and FEMA, as the property does not contain designated flood plains or wetlands.

Which of the following factors has arisen that are not properly addressed on the current Official Zoning Map?

- Factors have changed making the subject property more appropriate for a different zoning district.

  Development patterns show that while Urban Residential (UR-12) development is prevalent at this time, it is occurring elsewhere in the City of Sheboygan. Meanwhile, the properties adjacent to this site have seen recent development that has been largely under the Suburban Office (SO) zoning for commercial and medical office buildings.

- Growth patterns or rates have changed, thereby creating the need for an amendment to the Official Zoning Map.

  The Taylor Drive and Superior Avenue corridors, on which this parcel is located, have seen recent development largely under the Suburban Office (SO) zoning for commercial and medical office buildings. This change to the Zoning Map would further add to the consistency of this type of development along these corridors.

How does the proposed amendment of the Official Zoning Map maintain the desired consistency of land uses, land use intensities, and land use impacts as related to the environs of the subject property?

The proposed amendment of the Official Zoning Map maintains similar building coverage ratio, landscape surface ratio, setback, and building height requirements as the current zoning.

Suburban Office (SO) – Proposed Zoning		*Urban Residential (UR-12) – Current Zoning*	
Min. Landscape Ratio	*.25*	*Min. Landscape Ratio*	*.25*
Building Coverage Ratio	*.50*	*Building Coverage Ratio*	*.50*
Min. Street Building Setback	*25'*	*Min. Street Building Setback*	*20'*
Min. Side Building Setback (Res.)	*25'*	*Min. Side Building Setback (Res.)*	*50'*
Min. Side Building Setback (Non-Res.)	*10'*	*Min. Side Building Setback (Non-Res.)*	*25'*
Min. Rear Building Setback (Res.)	*25'*	*Min. Rear Building Setback (Res.)*	*25'*
Min. Rear Building Setback (Non-Res.)	*10'*	*Min. Rear Building Setback (Non-Res.)*	*25'*
Max. Building Height	*35'*	*Max. Building Height*	*35'*

Indicate reasons why the applicant believes the proposed map amendment is in harmony with the recommendations of the City of Sheboygan Comprehensive Plan.

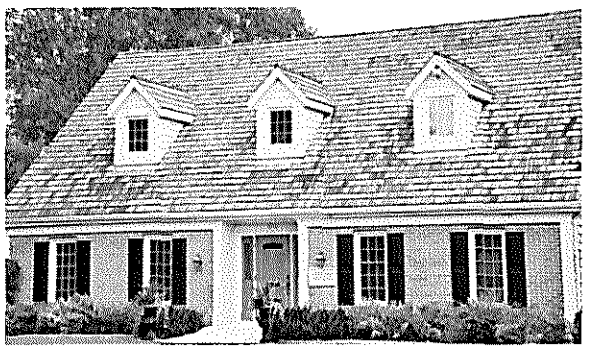
The proposed map amendment achieves one of the Comprehensive Plan's "Key Initiatives":

"Promoting infill development and redevelopment". This is accomplished by developing a vacant site into a use that is beneficial to both the residential and commercial zoning districts adjacent to it.

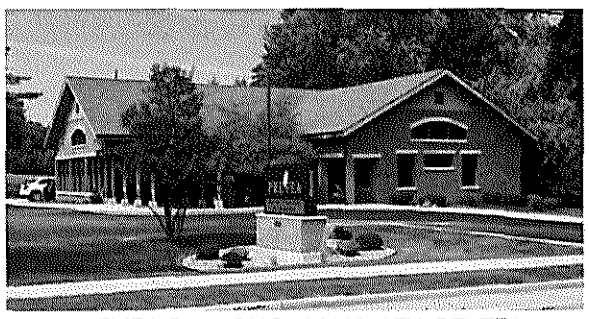
IMAGES OF SURROUNDING COMMERICAL DEVELOPMENTS



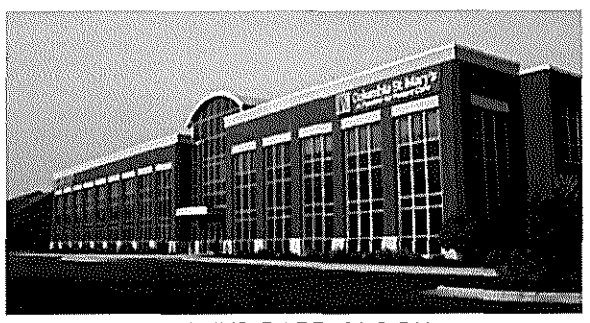
BLOOM FAMILY DENTAL



ENDODONTIC SPECIALISTS



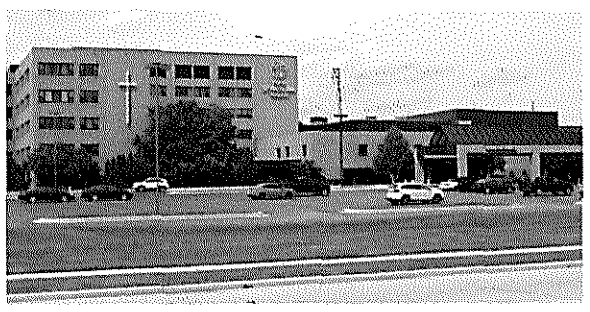
PREVEA SHEBOYGAN HEALTH CENTER



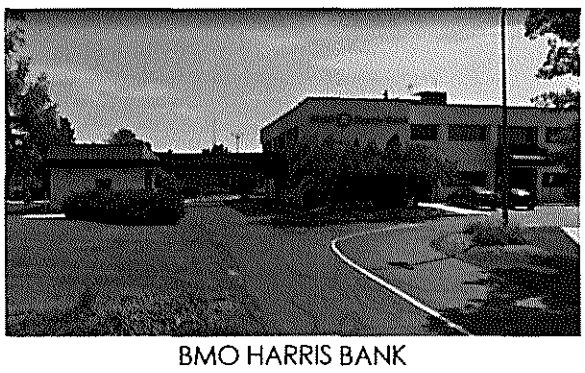
COULIS CARDIOLOGY



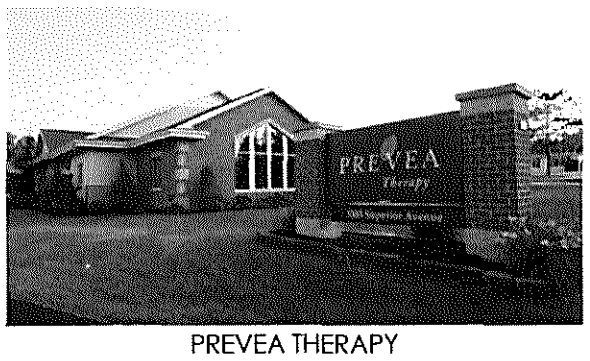
CHILD'S PLAY CHILDCARE



ST. NICHOLAS HOSPITAL



BMO HARRIS BANK



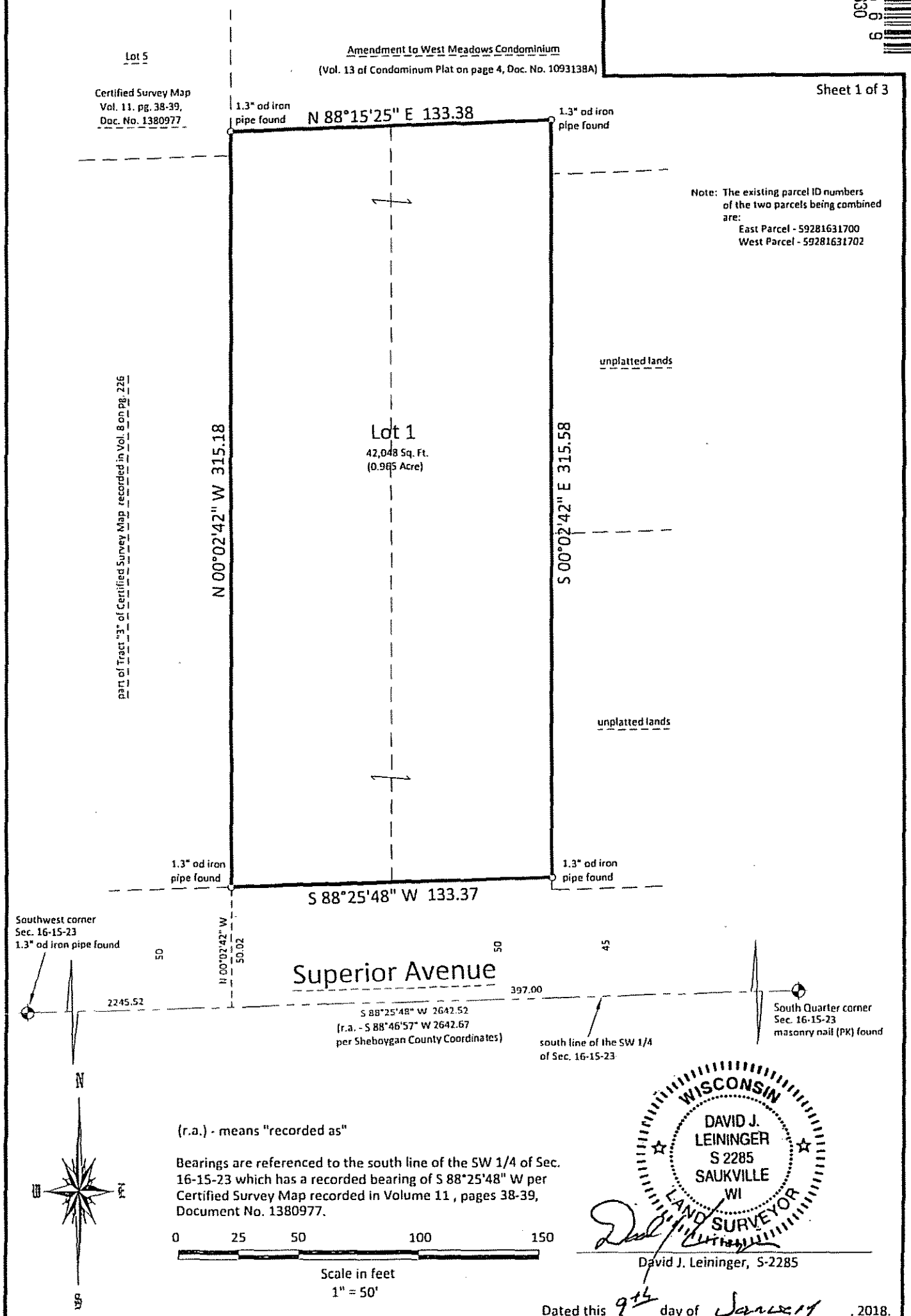
PREVEA THERAPY

Sheboygan County Certified Survey Map

Part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

8442509
Tx:4146330

Sheet 1 of 3



David J. Leininger, S-2285

Dated this 9th day of January, 2018.

This instrument was drafted by David J. Leininger, S-2285

VOL 28 PAGE 189

Sheboygan County Certified Survey Map

Part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North,
Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

City of Sheboygan Common Council Approval: (if applicable)

This Certified Survey Map has been reviewed and approved by the City of Sheboygan

this _____ day of _____, 2018.

_____ Mike Vandersteen - Mayor

_____ Meredith DeBruin - City Clerk

APPROVED
CITY OF SHEBOYGAN
DEPT. OF CITY DEVELOPMENT
dated this 26 day of January 20 18

2052028
SHEBOYGAN COUNTY, WI
RECORDED ON
02/02/2018 3:13 PM
ELLEN R. SCHLEICHER
REGISTER OF DEEDS
RECORDING FEE: 30.00
EXEMPTION #
Cashier ID: 5
PAGES: 3

VOL 28 PAGE 191

WISCONSIN
DAVID J.
LEININGER
S 2285
SAUKVILLE
WI
LAND SURVEYOR

David J. Leininger, S-2285

Dated this 9th day of January, 2018.

This Instrument was drafted by David J. Leininger, S-2285

Sheboygan County Certified Survey Map

Part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North,
Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin.

Surveyor's Certificate:

I, David J. Leininger, professional land surveyor, hereby certify that by the direction of Superior 2, LLC, that I have surveyed, divided, and mapped the land shown and described hereon, being part of the SE 1/4 of the SW 1/4 of Section 16, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin, which is bounded and described as follows:

Commencing at the the south quarter corner of said Section 16; thence S 88°25'48" W, along the south line of said SW 1/4, 397.00 feet to a point in the southerly extension of the east line of Certified Survey Map recorded in Volume 11 on pages 38-39, as Document No. 1380977 ; thence N 00°02'42" W, along said southerly extension of said east line, 50.02 feet to a point in the north right of way line of Superior Avenue, being the point of beginning of lands herein described; thence continuing N 00°02'42" W, along said southerly extension and along said east line of Certified Survey Map as recorded in Volume 11, pages 38-39, 315.18 feet; thence N 88°15'25" E, along the south line of Amendment to West Meadows Condominium recorded in Volume 4 of Condominium Plat on page 4, as Document No. 1093138A, 133.38 feet; thence S 00°02'42" E, parallel with said east line of Certified Survey Map recorded in Volume 11 on pages 38-39, 315.58 feet to a point in said north right of way line of Superior Avenue; thence S 88°25'48" W, along said north right of way line, 133.37 feet to the point of beginning.

Containing 42,048 square feet (0.965 acre) more or less.

I further certify that I have fully complied with the provisions of sec. 236.34 of Wisconsin Statutes and the City of Sheboygan Land Division Ordinance in surveying, dividing, and mapping said land, and that this map is a correct representation of the exterior boundaries of the land surveyed and the division of said lands.

Dated this 9th day of January, 2018.

David J. Leininger, S-2285

WISCONSIN
DAVID J. LEININGER
S 2285
SAUKVILLE
WI
LAND SURVEYOR

Owner's Certificate:

As representatives of Superior 2, LLC, we hereby certify that we caused the land shown and described herein to be surveyed, divided, and mapped as represented on this Certified Survey Map. We also certify that this Certified Survey Map is required to be submitted to the following for approval:

City of Sheboygan

(Sign) _____ (Sign) _____

PAUL GOTTSACKER - MEMBER
(Print Name) (Title)

_____ - _____
(Print Name) (Title)

STATE OF WISCONSIN)
Sheboygan COUNTY) s.s.

Personally came before me this 22nd day of January, 2018, the above named representatives are to me known to be the persons who executed the foregoing instrument and acknowledge the same.

NOTARY PUBLIC KRISTAL COBB STATE OF WISCONSIN

(Notary Seal) _____ Notary Public, Sheboygan, Wisconsin.
Kristal L. Cobb

My commission expires 1/11/2019

APPROVED
CITY OF SHEBOYGAN
DEPT. OF CITY DEVELOPMENT
dated this 26 day of January 18

This instrument was drafted by David J. Leininger, S-2285

VOL 28 PAGE 190



BASE ZONING DISTRICTS

- SR-3 - SUBURBAN RESIDENTIAL 3
- SR-5 - SUBURBAN RESIDENTIAL 5
- NR - NEIGHBORHOOD RESIDENTIAL
- MR-8 - MIXED RESIDENTIAL 8
- UR - URBAN RESIDENTIAL 12
- SO - SUBURBAN OFFICE
- NO - NEIGHBORHOOD OFFICE
- SC - SUBURBAN COMMERCIAL
- NC - NEIGHBORHOOD COMMERCIAL
- UC - URBAN COMMERCIAL
- CC - CENTRAL COMMERCIAL
- PPUD - PRE-PLANNED UNIT DEVELOPMENT
- PUD - UNIT DEVELOPMENT
- HI - HEAVY INDUSTRIAL
- SI - SUBURBAN INDUSTRIAL
- UI - URBAN INDUSTRIAL
- RA - /AGRICULTURAL
- RR - RAILROAD

ZONING MAP

SCALE: 1" = 400'-0"

0' 200' 400' 800'

N

JANUARY 17, 2017
PROPOSED CHANGE OF USE

3226-3302 SUPERIOR AVENUE

SHEBOYGAN, WISCONSIN 53081 PROJ. NO. 2017-7.9

ABACUS ARCHITECTS

VII

R. C. No. _____ - 18 - 19. By LICENSING, HEARINGS, AND PUBLIC SAFETY COMMITTEE. May 7, 2018.

Your Committee to whom was referred, pursuant to R. C. No. 329-17-18 by Law and Licensing Committee and R. O. No. 335-17-18 by the City Clerk, submitting license applications for the period ending June 30, 2018, December 31, 2018, April 14, 2019, and June 30, 2019; recommends granting the following license application:

BEVERAGE OPERATOR'S LICENSE(NEW)(June 30, 2019)

No.	Name	Address
2118	Woznicki, David A.	433 Center Avenue

Consent.

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

VII

R. C. No. _____ - 18 - 19. By LICENSING, HEARINGS, AND PUBLIC SAFETY COMMITTEE. May 7, 2018.

Your Committee to whom was referred, pursuant to R. C. No. 330-17-18 by Law and Licensing Committee and R. O. No. 325-17-18 by the City Clerk, submitting license applications for the period ending June 30, 2018, December 31, 2018 and June 30, 2019; recommends denying Beverage Operator License Application No. 2093 (Trisha L. Ninnemann) based upon her ineligibility for a Beverage Operator's License.

Consent

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

VI

R. C. No. _____ - 18 - 19. By LICENSING, HEARINGS, AND PUBLIC SAFETY COMMITTEE. May 7, 2018.

Your Committee to whom was referred R. O. No. 342-17-18 by the City Clerk, submitting license applications for the period ending June 30, 2018, December 31, 2018 and June 30, 2019; recommends granting all licenses:

BEVERAGE OPERATOR'S LICENSE (NEW) (June 30, 2019)

No.	Name	Address
2129	Bohara, Keshab	916 Mulberry Lane, Kohler
2134	Bukouricz, Jensen L.	W3718 South Drive, Plymouth
2138	Crary, Heather M.	3323 N. 13th Street
2128	Dulmes, Kyle B.	3105 N. 25th Street
2126	Engstrom, Fallyn	4014 N. 46th Street
2139	Hinz, Matthew D.	830 N. Water Street #114
2132	Hoard, Stacey M.	708 Superior Avenue
2140	Mueller, Jonah P.	1719 Marvin Court
2127	Thao, Pangfoua C.	3722 Superior Avenue Apt. B1
2137	Wheeler, Michaela K.	2219 Terrace View Drive #3D
6521	Zillmer, Jennifer L.	4548 N. Evergreen Drive

SIDEWALK CAFÉ LICENSE (RENEW) (April 14, 2019)

No.	Name	Address
3150	Craft 30	1015 S. 10th Street

Consent

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

II

Other Matters

7.1

R. O. No. 342 - 17 - 18. By CITY CLERK. April 16, 2018.

Submitting various license applications for the period ending June 30, 2018, December 31, 2018 and June 30, 2019.

City Clerk

BEVERAGE OPERATOR'S LICENSE (NEW) (June 30, 2019)

No.	Name	Address
2129	Bohara, Keshab	916 Mulberry Lane, Kohler
2134	Bukouricz, Jensen L.	W3718 South Drive, Plymouth
2138	Crary, Heather M.	3323 N. 13th Street
2128	Dulmes, Kyle B.	3105 N. 25th Street
2126	Engstrom, Fallyn	4014 N. 46th Street
2139	Hinz, Matthew D.	830 N. Water Street #114
2132	Hoard, Stacey M.	708 Superior Avenue
2140	Mueller, Jonah P.	1719 Marvin Court
2127	Thao, Pangfoua C.	3722 Superior Avenue Apt. B1
2137	Wheeler, Michaela K.	2219 Terrace View Drive #3D
6521	Zillmer, Jennifer L.	4548 N. Evergreen Drive

SIDEWALK CAFÉ LICENSE (RENEW) (April 14, 2019)

No.	Name	Address
3150	Craft 30	1015 S. 10th Street

Refer to Licensing, Hearings, & P.S. & new Council

VIII

R. C. No. ____ - 18 - 19. By COMMITTEE OF THE WHOLE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 2-18-19 by Alderpersons Sorenson and Bohren adopting the addition of 2019-2020 Action Items and Critical measurements to the City of Sheboygan 2017-2021 Strategic Plan; recommends passing the Resolution.

Consent.

_____ _____

_____ _____

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO COMMITTEE OF THE WHOLE

Res. No. 2 - 18 - 19. By Alderpersons Sorenson and Bohren.
April 30, 2018.

A RESOLUTION adopting the addition of 2019 - 2020 Action Items and Critical measurements to the City of Sheboygan 2017 - 2021 Strategic Plan.

WHEREAS, in January, 2017 the Common Council approved Res. No. 144-16-17 to adopt the 2017 - 2021 Strategic Plan containing 2017 and 2018 Action Items and Critical Measurements.

WHEREAS, in February - March 2018 a community survey was provided to the public to gain public input on a variety of topics to be used as a basis for developing the 2019 - 2020 Action Items and Critical Measurements of the 2017 - 2021 Strategic Plan.

WHEREAS, the Committee of the Whole met on April 30, 2018 to discuss 2019 - 2020. The Action Items and Critical Measurements represent the specific actions and tasking to support the six focus areas of the Strategic Plan including:

1. Quality of Life
2. Infrastructure and Public Facilities
3. Economic Development
4. Neighborhood Revitalization
5. Governing and Fiscal Management
6. Communication

RESOLVED, that the Common Council approved the attached 2019 - 2020 Action Items and Critical Measurements as an update to the 2017 - 2021 Strategic Plan.

CDW

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

DOCK SPACE AGREEMENT

THIS AGREEMENT, made as of the 23 day of April, 2018, by and between Tracy Kaderabek, hereinafter referred to as "Kaderabek" or "Lessee," and the City of Sheboygan, hereinafter referred to as the "City" or "Lessor."

WHEREAS, the Lessee desires to lease dock space along the Sheboygan River abutting the seawall of the South Pier District adjacent to Central Pier Condominium Association, Inc., mooring "Elouise", a 55-foot Maiora Express Yacht (documented vessel #690120) for personal recreational uses.

NOW, THEREFORE, in consideration of the mutual covenants contained herein, the Lessor hereby leases to the Lessee 100 feet of dock space along the Sheboygan River upon the following terms and conditions:

Term. The term of this dock space lease shall be for the boating season of May 4, 2018 to October 1, 2018, and may be renewed for subsequent boating seasons from year to year upon mutual agreement of the parties hereto, so long as the Lessee is not in default under this Agreement.

Provided, however, that the Lessor may terminate this lease at any time it is determined by resolution that public necessity and convenience requires it to do so, by serving upon the Lessee a written notice of its election to so terminate; such notice shall be served at least 30 days prior to the date in said notice written for such termination.

Rental. The rental fee for the 2018 boating season shall be Two Thousand Five Hundred ($2,500.00) dollars and is payable in full on or before May 15, 2018. Said rental fee is non-returnable and non-refundable. Future annual rental fees shall be determined and based upon charges for comparable Redevelopment Authority (RDA) or City of Sheboygan owned mooring facilities leased to other persons. All annual rental payments shall be due and payable to the Lessor on or before the commencement of the annual rental period.

Tk

Use. The dock space rented hereunder shall be used only for mooring "Elouise," a 55-foot Maiora Express Yacht (documented vessel #690120).

Lessee shall observe and comply with all federal, state and local laws, regulations, ordinances and rules which are applicable to its operations or to its use and occupancy of the dock space, and shall not permit waste, nuisance or any illegal activities on the premises.

Utilities. Lessee shall be permitted to utilize the existing 30 Amp electrical pedestal. No other City utilities will be provided under this Agreement.

Alterations & Maintenance. Lessee shall make no alterations or additions to the seawall or pier facilities or dock space covered under this Agreement unless the same has been specifically requested, in writing, and permission has been granted, in writing, by the Lessor. Lessee shall not install any finger piers or other mooring facilities along the dock space covered by this Agreement.

Lessee, at its own expense, shall keep the premises in a safe, clean and sanitary condition, in good repair, and agrees to surrender the premises at the end of the term of this lease in the same condition as at the beginning of the term, ordinary wear and tear and use being excepted, and shall pay for all damages occasioned by its use.

Liability for Damages. Lessee accepts responsibility and liability for any and all damage to property or injury to persons that may occur as a result of its use of this dock space.

Warranties Excluded. Neither the RDA nor the City of Sheboygan accept any responsibility for the safety of persons or property in the area covered by this lease, and makes no warranties or promises of any kind as to the suitability, convenience and accessibility of the dock space described, nor for the safety of any boat or its equipment that is moored at this location.

Freezers, refrigerators, ice machines and all other appliances and furniture are not permitted in the area, nor are installations for storage of any kind permitted on piers, walls or promenade.

Tk

Hold Harmless. Lessee hereby agrees to save the Redevelopment Authority of the City of Sheboygan, and the City of Sheboygan, harmless in case of any action(s) or claim(s) arising as a result of the leasing or use of this dock space.

Insurance. Lessee shall at its own expense keep in force insurance in not less than the following amounts, issued by a company or companies of sound and adequate financial responsibility, licensed to do business in the State of Wisconsin, insuring Lessee and the RDA and City against all liabilities for accidents arising out of, or in connection with, Lessee's use and occupancy of, and operations at, the leased premises, except when caused solely by Lessor's willful or negligent misconduct, and shall furnish to the Lessor certificates evidencing this insurance and naming the RDA and City of Sheboygan as additional insureds, to-wit:

> General commercial liability insurance or equivalent with limits of not less than $2,000,000 per occurrence, combined single limit, for bodily injury, personal injury, and property damage liability.

Subject to other Agreements. Lessee acknowledges and agrees that this dock space lease is subject to and subordinate to any existing or future agreement of any kind between the RDA or City and any other public agency of the United States government, State of Wisconsin, or any official, board, commission or other body politic of the state, now or hereafter created, pertaining to the development, construction, environmental cleanup, operation or maintenance of the Sheboygan River, or its adjoining dockwalls.

No Joint Venture. The parties agree that nothing contained in this Agreement is intended, or shall be construed as, creating or establishing a partnership or joint venture between the parties here or as designating the Lessee as the agent or representative of the RDA or City for any purpose whatsoever.

Rental Payment. The rent payments shall be paid at the office of the Finance Director/Treasurer of the City, 828 Center Avenue, Sheboygan, Wisconsin, unless some other

TK

place of payment is designated by Lessor, and Lessee is duly notified thereof in writing.

Deductions. This lease shall be deemed and construed to be a "net lease," and the rent payable hereunder as "net rent," and accordingly such basic rent and all other sums which shall be paid to Lessor shall be paid without deductions or set-off of any nature whatsoever, except as provided in this lease.

Default. Unless otherwise specifically provided, in the event that the Lessee shall be in default of any payment of any rent or in the performance of any of the terms or conditions herein agreed to be kept and performed by the Lessee, which shall remain unremedied for thirty (30) days after written notice of such default, then in that event, the Lessor may terminate and end this lease forthwith, and the Lessor may enter upon said property and remove all persons and property therefrom, and the Lessee shall not be entitled to any money paid hereunder or any part thereof; in the event the Lessor shall bring a legal action to enforce any of the terms hereof, or to obtain possession of the property by reason of any default of the Lessee, or otherwise, the Lessee agrees to pay the Lessor all costs of such legal action. Waiver by the Lessor of any default in performance by the Lessee of any of the terms, covenants or conditions contained herein, shall not be deemed a continuing waiver of the same or any subsequent default herein.

Severability. In the event any covenant, condition or provision herein contained is held to be invalid by a court of competent jurisdiction, the invalidity of any such covenant, condition or provision shall in no way affect any other covenant, condition or provision herein contained, provided that the invalidity of such covenant, condition or provision does not materially prejudice either Lessor or Lessee in its respective rights and obligations contained in the valid covenants, conditions or provisions of this lease.

Venue. This Agreement shall be deemed to have been entered into and executed in Sheboygan County, Wisconsin, and shall be governed and interpreted in accordance with the substantive laws of the State of Wisconsin. The parties agree that any litigation shall be resolved in a court of competent jurisdiction in the State of Wisconsin. TK

Termination Expenses. In the event this agreement is terminated, or not renewed, the Lessee agrees and fully understands that it shall not be entitled to any relocation costs, assistance, or payments, any moving expenses, replacement facilities (in money or kind), or any other expenses, costs or awards which are directly or indirectly related to such termination or nonrenewal of this agreement.

Assignment of Interest. This lease shall not be assigned without prior written consent of the Lessor.

IN WITNESS WHEREOF, Tracy Kaderabek and the City of Sheboygan have caused this instrument to be executed and their respective seals to be affixed and attested thereto by their duly authorized officers, the day and year first above written.

LESSEE:

T Kaderabek 4/23/18
Tracy Kaderabek

LESSOR:
CITY OF SHEBOYGAN

BY: _____
Michael J. Vandersteen
Mayor

ATTEST: _____
Meredith DeBruin
City Clerk

agmnt/kaderabek dock space-2018

VIII

R. C. No. _____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 8-18-19 by Alderpersons Wolf and Sorenson authorizing entering into a Dock Space Agreement with Tracy Kaderabek to lease dock space along the Sheboygan River for the 2018 boating season; recommends passing the Resolution.

Consent.

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 8 - 18 - 19. By Alderpersons Wolf and Sorenson. May 1, 2018.

A RESOLUTION authorizing entering into a Dock Space Agreement with Tracy Kaderabek to lease dock space along the Sheboygan River for the 2018 boating season.

NOW, THEREFORE, BE IT RESOLVED: That the Mayor and City Clerk are hereby authorized to execute the Dock Space Agreement between the City of Sheboygan and Tracy Kaderabek, a copy of which is attached hereto.

Public Works approve.

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

DOCK SPACE AGREEMENT

THIS AGREEMENT, made as of the 23 day of April, 2018, by and between Tracy Kaderabek, hereinafter referred to as "Kaderabek" or "Lessee," and the City of Sheboygan, hereinafter referred to as the "City" or "Lessor."

WHEREAS, the Lessee desires to lease dock space along the Sheboygan River abutting the seawall of the South Pier District adjacent to Central Pier Condominium Association, Inc., mooring "Elouise", a 55-foot Maiora Express Yacht (documented vessel #690120) for personal recreational uses.

NOW, THEREFORE, in consideration of the mutual covenants contained herein, the Lessor hereby leases to the Lessee 100 feet of dock space along the Sheboygan River upon the following terms and conditions:

Term. The term of this dock space lease shall be for the boating season of May 4, 2018 to October 1, 2018, and may be renewed for subsequent boating seasons from year to year upon mutual agreement of the parties hereto, so long as the Lessee is not in default under this Agreement.

Provided, however, that the Lessor may terminate this lease at any time it is determined by resolution that public necessity and convenience requires it to do so, by serving upon the Lessee a written notice of its election to so terminate; such notice shall be served at least 30 days prior to the date in said notice written for such termination.

Rental. The rental fee for the 2018 boating season shall be Two Thousand Five Hundred ($2,500.00) dollars and is payable in full on or before May 15, 2018. Said rental fee is non-returnable and non-refundable. Future annual rental fees shall be determined and based upon charges for comparable Redevelopment Authority (RDA) or City of Sheboygan owned mooring facilities leased to other persons. All annual rental payments shall be due and payable to the Lessor on or before the commencement of the annual rental period.

TK

Use. The dock space rented hereunder shall be used only for mooring "Elouise," a 55-foot Maiora Express Yacht (documented vessel #690120).

Lessee shall observe and comply with all federal, state and local laws, regulations, ordinances and rules which are applicable to its operations or to its use and occupancy of the dock space, and shall not permit waste, nuisance or any illegal activities on the premises.

Utilities. Lessee shall be permitted to utilize the existing 30 Amp electrical pedestal. No other City utilities will be provided under this Agreement.

Alterations & Maintenance. Lessee shall make no alterations or additions to the seawall or pier facilities or dock space covered under this Agreement unless the same has been specifically requested, in writing, and permission has been granted, in writing, by the Lessor. Lessee shall not install any finger piers or other mooring facilities along the dock space covered by this Agreement.

Lessee, at its own expense, shall keep the premises in a safe, clean and sanitary condition, in good repair, and agrees to surrender the premises at the end of the term of this lease in the same condition as at the beginning of the term, ordinary wear and tear and use being excepted, and shall pay for all damages occasioned by its use.

Liability for Damages. Lessee accepts responsibility and liability for any and all damage to property or injury to persons that may occur as a result of its use of this dock space.

Warranties Excluded. Neither the RDA nor the City of Sheboygan accept any responsibility for the safety of persons or property in the area covered by this lease, and makes no warranties or promises of any kind as to the suitability, convenience and accessibility of the dock space described, nor for the safety of any boat or its equipment that is moored at this location.

Freezers, refrigerators, ice machines and all other appliances and furniture are not permitted in the area, nor are installations for storage of any kind permitted on piers, walls or promenade.

Tk

Hold Harmless. Lessee hereby agrees to save the Redevelopment Authority of the City of Sheboygan, and the City of Sheboygan, harmless in case of any action(s) or claim(s) arising as a result of the leasing or use of this dock space.

Insurance. Lessee shall at its own expense keep in force insurance in not less than the following amounts, issued by a company or companies of sound and adequate financial responsibility, licensed to do business in the State of Wisconsin, insuring Lessee and the RDA and City against all liabilities for accidents arising out of, or in connection with, Lessee's use and occupancy of, and operations at, the leased premises, except when caused solely by Lessor's willful or negligent misconduct, and shall furnish to the Lessor certificates evidencing this insurance and naming the RDA and City of Sheboygan as additional insureds, to-wit:

> General commercial liability insurance or equivalent with limits of not less than $2,000,000 per occurrence, combined single limit, for bodily injury, personal injury, and property damage liability.

Subject to other Agreements. Lessee acknowledges and agrees that this dock space lease is subject to and subordinate to any existing or future agreement of any kind between the RDA or City and any other public agency of the United States government, State of Wisconsin, or any official, board, commission or other body politic of the state, now or hereafter created, pertaining to the development, construction, environmental cleanup, operation or maintenance of the Sheboygan River, or its adjoining dockwalls.

No Joint Venture. The parties agree that nothing contained in this Agreement is intended, or shall be construed as, creating or establishing a partnership or joint venture between the parties here or as designating the Lessee as the agent or representative of the RDA or City for any purpose whatsoever.

Rental Payment. The rent payments shall be paid at the office of the Finance Director/Treasurer of the City, 828 Center Avenue, Sheboygan, Wisconsin, unless some other

Tk

place of payment is designated by Lessor, and Lessee is duly notified thereof in writing.

Deductions. This lease shall be deemed and construed to be a "net lease," and the rent payable hereunder as "net rent," and accordingly such basic rent and all other sums which shall be paid to Lessor shall be paid without deductions or set-off of any nature whatsoever, except as provided in this lease.

Default. Unless otherwise specifically provided, in the event that the Lessee shall be in default of any payment of any rent or in the performance of any of the terms or conditions herein agreed to be kept and performed by the Lessee, which shall remain unremedied for thirty (30) days after written notice of such default, then in that event, the Lessor may terminate and end this lease forthwith, and the Lessor may enter upon said property and remove all persons and property therefrom, and the Lessee shall not be entitled to any money paid hereunder or any part thereof; in the event the Lessor shall bring a legal action to enforce any of the terms hereof, or to obtain possession of the property by reason of any default of the Lessee, or otherwise, the Lessee agrees to pay the Lessor all costs of such legal action. Waiver by the Lessor of any default in performance by the Lessee of any of the terms, covenants or conditions contained herein, shall not be deemed a continuing waiver of the same or any subsequent default herein.

Severability. In the event any covenant, condition or provision herein contained is held to be invalid by a court of competent jurisdiction, the invalidity of any such covenant, condition or provision shall in no way affect any other covenant, condition or provision herein contained, provided that the invalidity of such covenant, condition or provision does not materially prejudice either Lessor or Lessee in its respective rights and obligations contained in the valid covenants, conditions or provisions of this lease.

Venue. This Agreement shall be deemed to have been entered into and executed in Sheboygan County, Wisconsin, and shall be governed and interpreted in accordance with the substantive laws of the State of Wisconsin. The parties agree that any litigation shall be resolved in a court of competent jurisdiction in the State of Wisconsin. TK

Termination Expenses. In the event this agreement is terminated, or not renewed, the Lessee agrees and fully understands that it shall not be entitled to any relocation costs, assistance, or payments, any moving expenses, replacement facilities (in money or kind), or any other expenses, costs or awards which are directly or indirectly related to such termination or nonrenewal of this agreement.

Assignment of Interest. This lease shall not be assigned without prior written consent of the Lessor.

IN WITNESS WHEREOF, Tracy Kaderabek and the City of Sheboygan have caused this instrument to be executed and their respective seals to be affixed and attested thereto by their duly authorized officers, the day and year first above written.

LESSEE:

T Kaderabek 4/23/18
Tracy Kaderabek

LESSOR:
CITY OF SHEBOYGAN

BY: _____
Michael J. Vandersteen
Mayor

ATTEST: _____
Meredith DeBruin
City Clerk

agmnt/kaderabek dock space-2018

VIII

R. C. No. _____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 9-18-19 by Alderperson Wolf authorizing the signing of an access easement across the property located at 1211 North 23rd Street (Sheboygan County Highway Department); recommends passing the Resolution.

Consent

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 9 - 18 - 19. By Alderperson Wolf. May 1, 2018.

A RESOLUTION authorizing the signing of an access easement across the property located at 1211 North 23rd Street (Sheboygan County Highway Department).

NOW, THEREFORE, BE IT RESOLVED: That the Common Council hereby authorizes the Mayor and City Clerk to sign and record the Access Easement, a copy of which is attached hereto and incorporate herein.

Public Works approve.

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

Document Number	Document Title

INGRESS / EGRESS EASEMENT

The undersigned Grantor, **Sheboygan County**, a Wisconsin governmental body corporate, in consideration of the sum of One ($1.00) Dollar and other good and valuable consideration, which is acknowledged, does convey to the Grantee, **City of Sheboygan**, a Municipal Corporation organized and existing under and by virtue of the laws of the State of Wisconsin, located at Sheboygan, Wisconsin, a perpetual easement over and across the hereinafter described real estate for purposes of ingress and egress.

Name and Return Address
City of Sheboygan
City Attorney
828 Center Ave
Sheboygan, WI 53081

Part of 59281206680
Parcel Identification Number (PIN)

This Easement shall be over the following described lands:

Part of Lot 1 of the Certified Survey Map, recorded in the Sheboygan County Register of Deeds Office as Document 1420182 in Volume 12 on Pages 32-34 of Certified Survey Maps, located in the Northwest ¼ of the Northwest ¼ of Section 22, Township 15 North, Range 23 East, City of Sheboygan, Sheboygan County, Wisconsin and being more particularly described as follows:

Beginning at the Southeast corner of Lot 1 of the Certified Survey Map, recorded in said Register of Deeds Office as Document 1817578 in Volume 22 on Pages 287-288, thence South 89°57'24" East, along the Easterly extension of the South line of said Certified Survey Map recorded as Document 1817578, a distance of 132.76 feet to the West line of Lot 2 of said Certified Survey Map recorded as Document 1420182;
thence South 00°26'34" West along said West line, a distance of 30.00 feet;
thence North 89°57'24" West along a line 30 feet South of and parallel to said Easterly extension and South line of the Certified Survey Map recorded as Document 1817578, a distance of 571.59 feet to the East Right of Way line of North 23rd Street and the West line of said Certified Survey Map recorded as Document 1420182;
thence North 00°22'30" East along said East Right of Way line and said West line of the Certified Survey Map recorded as Document 1420182, a distance of 30.00 feet to the Southwest corner of said Lot 1 of the Certified Survey Map recorded as Document 1817578;
thence South 89°57'24" East along the South line of said Lot 1, a distance of 438.86 feet to the Southeast corner of said Lot 1 and the Point of Beginning for this description.

The above described land contains 0.394 acres (17,148 square feet) of land more or less.

End of Description (see Exhibit A for Easement map).

GRANT OF INGRESS/EGRESS EASEMENT

The Grantor and Grantee agree as follows:

1. Grant of Easement. The Grantor hereby grants and conveys to the Grantee a perpetual, nonexclusive, rent-free, 30 (thirty) foot wide easement for ingress and egress from North 23rd Street to the City of Sheboygan Police Department property as well as Lot 2 of the Certified Survey Map recorded as Document 1420182 in Volume 12

of Certified Survey Maps on Pages 32-34, on, over, and through that portion of the Grantor's Property described above. The location of the Easement Property is shown on the Ingress/Egress Easement Map on Exhibit A.

2. Use of Ingress/Egress Easement. The purpose of the Ingress/Egress Easement is to provide year-round pedestrian and vehicular access to and from North 23rd Street and the City of Sheboygan Police Department property as well as Lot 2 of the Certified Survey Map recorded as Document 1420182 in Volume 12 of Certified Survey Maps on Pages 32-34, by the Grantee, its agents, and personnel. Nothing in this Ingress/Egress Easement is intended to prohibit use of the Ingress/Egress Easement by the Grantor, provided such use does not interfere with the use of the Ingress/Egress Easement by the Grantee.

3. Improvements. The Grantee shall have the right, but not the obligation, to construct, at its sole expense and with Grantor approval, improvements upon the Easement Property to make the Easement Property suitable for vehicular and pedestrian use.

4. Maintenance. The Grantee shall be responsible for maintaining the Easement Property to the extent necessary for the uses described in this Ingress/Egress Easement.

5. Damage to Easement Property. The Grantor and Grantee shall be responsible for any damage they may cause to the Easement Property. The party responsible for such damage shall promptly make all needed repairs, restoring the Easement Property to its condition prior to the damage.

6. Obstructions to Use of the Easement Property. Neither the Grantor or Grantee, nor any person permitted to use the Easement Property under the terms of this Ingress/Egress Easement may utilize the Easement Property in a way that interferes with its use by any other person permitted to use it. Any obstructions or impediments to the use of the Easement Property may be removed, without notice, by the Grantor or Grantee and the cost of such removal shall be borne by the party causing or responsible for such obstruction.

7. Enforcement of Agreement. The Grantor and Grantee shall have the right to legally enforce this Ingress/Egress Easement and the covenants, conditions, and restrictions set forth herein, by whatever action or actions are legally available, including, without limitation, enjoining any violation or threatened violation hereof.

8. Amendments. This Ingress/Egress Easement may not be modified, amended, or terminated except by execution and recording of a written instrument signed by both the Grantor and Grantee.

9. Successors. All of the terms, covenants, conditions, and obligations set forth in this Ingress/Egress Easement shall inure to the benefit of and bind the Grantor and Grantee, and their respective personal representatives, heirs, successors, transferees, and assigns, and shall continue as a servitude running in perpetuity with the Grantor's property.

10. Severability. If any provision or specific application of this Ingress/Egress Easement is found to be invalid by a court of competent jurisdiction, the remaining provisions or specific applications of this Ingress/Egress Easement shall remain valid and binding.

11. Governing Law. This Ingress/Egress Easement shall be governed by and construed under the laws of the State of Wisconsin.

IN WITNESS THEREOF, the said grantor has caused this instrument to be signed and sealed this 21st day of May, 2018.

In the presence of:

Thomas G. Wegner
Sheboygan County – County Board Chairperson

Jon G. Dolson
Sheboygan County – County Clerk

STATE OF WISCONSIN)
) SS
COUNTY OF SHEBOYGAN)

Personally came before me this 21st day of May, 2018, the above named Thomas G. Wegner and Jon G. Dolson to me known to be the persons who executed the foregoing instrument and acknowledged the same.

Carl K Buesing
Notary Public State of
My Commission expires Permanent

Accepted By: **CITY OF SHEBOYGAN**

Michael Vandersteen
City of Sheboygan - Mayor

Meredith DeBruin
City of Sheboygan – City Clerk

STATE OF WISCONSIN)
) SS
COUNTY OF SHEBOYGAN)

Personally came before me this 22 day of May, 2018, the above named Michael Vandersteen and Meredith DeBruin to me known to be the persons who executed the foregoing instrument and acknowledged the same.

AMANDA J. KRESS
NOTARY PUBLIC
STATE OF WISCONSIN

Amanda J Kress
Notary Public
My Commission expires: 5.17.2019

Acceptance is authorized by and in accordance with Resolution Number _____.

This Instrument Drafted By:
Charles C. Adams
Wisconsin State Bar No. 01021454

EXHIBIT A
INGRESS/EGRESS EASEMENT

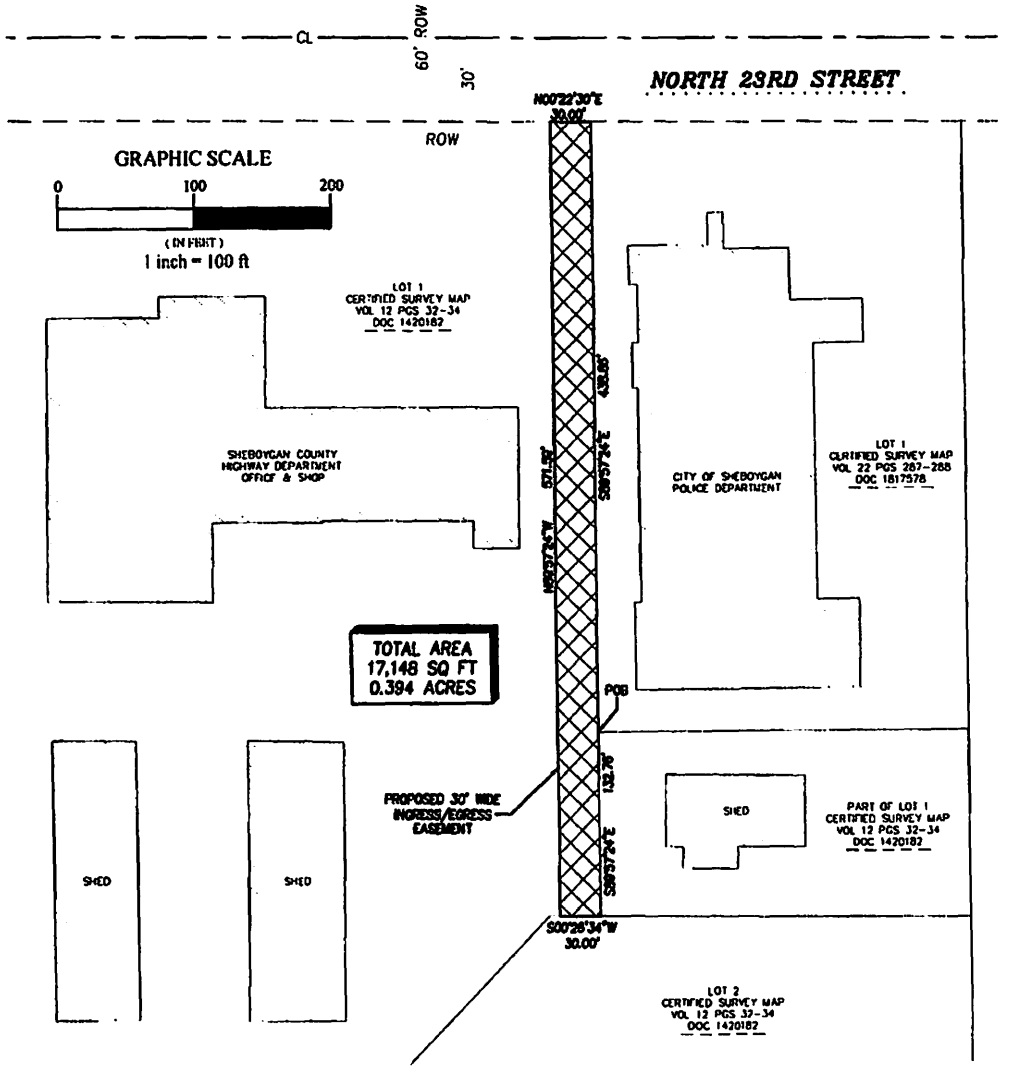
PART OF LOT 1 OF THE CERTIFIED SURVEY MAP
RECORDED AS DOC 1420182 IN VOL 12, PAGES 32-34,
LOCATED IN THE NW 1/4 OF THE NW 1/4
OF SECTION 22, T15N - R23E, CITY OF SHEBOYGAN,
SHEBOYGAN COUNTY, WISCONSIN

BEARINGS ARE REFERENCED TO THE SOUTH LINE OF
LOT 1 OF THE CERTIFIED SURVEY MAP
RECORDED AS DOCUMENT 1817578 IN VOLUME 22 OF
CERTIFIED SURVEY MAPS ON PAGES 287-288
RECORDED AS N89°57'24"W
(SHEBOYGAN COUNTY COORDINATES - NAD83 (1991))

N

EASEMENT CREATED FOR:
DAVID BIEBEL
CITY OF SHEBOYGAN
DEPARTMENT OF PUBLIC WORKS
2026 NEW JERSEY AVENUE
SHEBOYGAN, WI 53081

PARENT PARCEL ID:
PART OF 59281206680



MAP PREPARED BY: MICHAEL P. BORN, PLS DATED: 4/24/18

City of Sheboygan
spirit on the lake

Department of Public Works
Engineering Division
City of Sheboygan, Wisconsin
Phone 920-459-3394
Fax 920-459-0227

Document Number	Document Title

RELEASE OF EASEMENT

Pursuant to Wisconsin Statute 236.293, the undersigned, City of Sheboygan, hereby releases all right, title, and interest which it may have in a 30 foot wide access easement platted and described in a Certified Survey Map recorded as Document 1420182 in Volume 12 of Certified Survey Maps on Pages 32-34 and a Warranty Deed recorded as Document 1423893 in Volume 1385 of Records on Pages 244-245 both in the Sheboygan County Register of Deeds Office, Sheboygan, Wisconsin.

Name and Return Address
City of Sheboygan
City Attorney's Office
828 Center Ave
Sheboygan, WI 53081

Part of 59281206680
Parcel Identification Number (PIN)

Authorized by Resolution Number 10-18-19 which was adopted by the City of Sheboygan Common Council on May 7, 2018.

IN WITNESS THEREOF, the City of Sheboygan Common Council has caused this instrument to be signed and sealed this 16th day of May, 2018.

In the presence of:

Michael Vandersteen
City of Sheboygan - Mayor

Meredith DeBruin
City of Sheboygan – City Clerk

STATE OF WISCONSIN)
) SS
COUNTY OF SHEBOYGAN)

Personally came before me this 16th day of May, 2018, the above named Michael Vandersteen and Meredith DeBruin to me known to be the persons who executed the foregoing instrument and acknowledged the same.

MELISSA CLEVENGER NOTARY PUBLIC STATE OF WISCONSIN

Notary Public

My Commission expires July 24, 2021

This Instrument Drafted By:
Charles C. Adams
Wisconsin State Bar No. 01021454

VIII

R. C. No. ____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 10-18-19 by Alderperson Wolf authorizing release of an access easement located at 1211 North 23rd Street (Sheboygan County Highway Department) and ordering recording thereof; recommends passing the Resolution.

Concur.

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 10 - 18 - 19. By Alderperson Wolf. May 1, 2018.

A RESOLUTION authorizing release of an access easement located at 1211 North 23rd Street (Sheboygan County Highway Department) and ordering recording thereof.

WHEREAS, an access easement for accessing Lot 2 (Kohler Memorial Drive Retention Pond property) of the Certified Survey Map recorded as Document 1420182 was previously conveyed to the City of Sheboygan across the Property located at 1211 North 23rd Street (Sheboygan County Highway Department); and

WHEREAS, said conveyance was created via a Certified Survey Map recorded as Document 1420182 in Volume 12 of Certified Survey Maps on Pages 32-34 and a Warranty Deed recorded as Document 1423893 in Volume 1385 of Records on Pages 244-245 both in the Sheboygan County Register of Deeds Office; and

WHEREAS, was authorized by way of Resolution Number 283-94-95 dated December 5, 1994 and amended by Resolution Number 302-94-95 dated December 19, 1994; and

WHEREAS, during recent developments Sheboygan County has announced that the Property will be sold; and

WHEREAS, based upon the future of this Property, the City has requested that the Easement be relocated and the existing Easement, in turn, be released; and

WHEREAS, due to the creation of the new access easement on the Property, the Common Council finds it to be in the public interest to abandon, vacate, and release the existing Easement;

Public Works approve

NOW, THEREFORE, BE IT RESOLVED: That the Common Council hereby authorizes the Mayor and City Clerk to execute and record the Release of Easement, a copy of which is attached hereto and incorporated herein.

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

II

R. O. No. 25 - 18 - 19. By CHIEF OF POLICE. May 7, 2018.

Submitting a communication from Police Chief Christopher Domagalski informing the council about the recognition of a line of duty death in the Police Department in 1895.

Concur

CHIEF OF POLICE

May 4, 2018

Sheboygan Common Council
828 Center Avenue
Sheboygan WI, 53081

RE: Line of Duty Death in the Police Department in 1895

Council Members,

This letter is to inform you of a recent discovery and confirmation of a line of duty death in the Police Department that occurred in 1895.

The Sheboygan Police Department had previously identified only one officer in the department's 133 year history who died in the line of duty. Officer Theodore Hustings died on March 27, 1937 after confronting a burglar at a tavern at North 12th Street and Lincoln Avenue. In remembrance, Hustings name has been inscribed on the Wisconsin Law Enforcement Memorial as well as the National Law Enforcement Memorial.

Department members have heard rumors that another officer may have died in the line of duty. Officer Deutsch through research confirmed that Officer Charles Freiherr was employed as a police officer with the City of Sheboygan and was on duty the night of his death. Freiherr' s death certificate was located and reviewed which listed his occupation as a police officer; further research also located his name in the 1895 police blotter.

The research confirms that on September 6, 1895 at 9:23 p.m., Charles Freiherr was on duty as a "special" officer. He had been with the department for 2 months and was working his last official night of duty. Freiherr was conducting patrol duties at the Ashland Division Station located on Ashland Avenue. It is reported that Freiherr was on track number 3 when he stepped into oncoming boxcars located on track Number 2. The accident occurred when the 9:23 pm passenger train was drawing up to the station. A switchman was reported to have called out to Freiherr, but he was run over by the train and instantly killed. He left behind a wife and 4 children and was laid to rest in Wildwood Cemetery.

Freiherr's name and supporting information documenting his line of duty death have been forwarded to the Wisconsin Law Enforcement Memorial for consideration. I have been informed that Officer Charles Freiherr' s name will be added to the Wisconsin Law Enforcement Memoria and his name will be on the Honor Roll , which will be read during the 28th annual Wisconsin Law enforcement Memorial Ceremony on Friday, May 11, 2018 at the Memorial site on the Capitol grounds.

Respectfully,

Christopher Domagalski
Chief of Police

DEPARTMENT
OF POLICE

1315 N. 23RD STREET
SUITE 101
SHEBOYGAN, WI
53081-3180

920/459-3333
FAX 920/459-0205

www.sheboyganpolice.com

II

R. O. No. _____ - 18 - 19. By CITY ADMINISTRATOR. May 7, 2018.

Submitting the 2019 preliminary budget fiscal factors for guidance prior to departmental budget preparation as follows:

1. General Fund Budget that retains eligibility for Wisconsin's Expenditure Restraint Program.
2. Equalized tax rate to increase no more than inflationary levels.
3. Maintain City services with no decrease in service level.
4. Leverage City resources through partnerships and shared services/facilities with other entries.
5. Leverage intergovernmental money to offset city costs for projects or programs that promote City priorities, goals or objectives.
6. Funds for a two percent increase in wages for City workforce, including collective bargaining agreements.
7. Review user fees including utility rates.
8. Identify planned borrowed funds which will not affect the City's current Aa2 bond rating.
9. Continue Garbage User fee which frees up property tax levy for funding street projects.
10. Balance all Fund budgets, if necessary utilize applied fund balance or planned borrowed funds proceeds.
11. Incorporate 2019 projects, equipment and vehicles identified in the 2019 - 2023 Capital Improvement Program.
12. Continue use of donations between Tax Incremental Districts.
13. Maintain a minimum of 25 percent uncommitted Fund Balance in the General Fund budget.

Finance + Personnel.

_____

CITY ADMINISTRATOR

II

R. O. No. _____ - 18 - 19. By DIRECTOR OF PLANNING AND DEVELOPMENT.
May 7, 2018.

Submitting Capital Improvement Projects (CIP) for the years 2019-2023 for the Department of City Development.

Finance + Personnel

DIRECTOR OF PLANNING AND DEVELOPMENT

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$0	$0	$0	$0	$0	$0
County / State / Federal Grants	$0	$1,500,000	$0	$0	$0	$1,500,000
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$1,000,000	$0	$0	$0	$0	$1,000,000
Other Borrowed Funds	$2,500,000	$6,000,000	$5,810,800	$1,500,000	$0	$15,810,800
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$300,000	$0	$0	$0	$0	$300,000
TOTAL REVENUE	$3,800,000	$7,500,000	$5,810,800	$1,500,000	$0	$18,610,800
Planning and Development						
Detention Pond Construction - Werner Subdivision	$250,000	$0	$0	$0	$0	$250,000
Sheboygan River - West Side Development Plan	$100,000	$0	$0	$0	$0	$100,000
SouthPointe Enterprise Campus - Signage/Landscape	$300,000	$0	$0	$0	$0	$300,000
City Entrance Signage	$150,000	$0	$0	$0	$0	$150,000
Innovation District Parking Structure - Phase 1	$500,000	$0	$0	$0	$0	$500,000
Indiana Avenue Trail Project - Phase 1	$2,500,000	$0	$0	$0	$0	$2,500,000
Indiana Avenue Trail Project - Phase 2	$0	$2,500,000	$0	$0	$0	$2,500,000
Innovation District Parking Structure - Phase 2	$0	$5,000,000	$0	$0	$0	$5,000,000
Indiana Avenue - Streetscape Improvements	$0	$0	$1,500,000	$0	$0	$1,500,000
South Pier Street Expansion	$0	$0	$1,000,000	$0	$0	$1,000,000
SouthPointe Enterprise Campus - Expansion	$0	$0	$3,310,800	$0	$0	$3,310,800
Pennsylvania Avenue - Streetscape Improvements	$0	$0	$0	$1,500,000	$0	$1,500,000
Total - City Development	$3,800,000	$7,500,000	$5,810,800	$1,500,000	$0	$18,610,800

II

R. O. No. _____ - 18 - 19. By DIRECTOR OF INFORMATION TECHNOLOGY.
May 7, 2018.

Submitting Capital Improvement Projects (CIP) for the years 2019-2023 for the Department of Information Technology and Cable TV Fund.

Finance + Personnel

DIRECTOR OF INFORMATION TECHNOLOGY

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$15,000	$0	$0	$0	$10,000	$25,000
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$0	$0	$0	$0	$0	$0
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$464,300	$125,000	$0	$0	$140,000	$729,300
TOTAL REVENUE	$479,300	$125,000	$0	$0	$150,000	$754,300
Information Technology Fund						
Data Center - City Hall	$207,000	$0	$0	$0	$0	$207,000
Enterprise Backup System	$115,000		$0	$0	$0	$115,000
Asset Management - DPW	$90,300	$0		$0	$0	$90,300
Microsoft Office Upgrade	$67,000	$0	$0	$0	$0	$67,000
Microsoft Server Licensing	$0	$25,000	$0	$0	$0	$25,000
Video Storage Solution	$0	$100,000	$0	$0	$0	$100,000
DR Data Center Refresh	$0	$0	$0	$0	$150,000	$150,000
Total - Information Technology	$479,300	$125,000	$0	$0	$150,000	$754,300

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$1,000	$4,000	$1,000	$1,000	$2,000	$9,000
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$0	$0	$0	$0	$0	$0
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$105,300	$121,600	$24,000	$24,000	$48,000	$322,900
TOTAL REVENUE	$106,300	$125,600	$25,000	$25,000	$50,000	$331,900
Cable TV Fund						
Fiber I-Net	$80,000	$0	$0	$0	$0	$80,000
LiveU Replacement	$26,300	$0	$0	$0	$0	$26,300
Intercom System	$0	$30,500	$0	$0	$0	$30,500
TelePrompter/Talent Management System	$0	$45,000	$0	$0	$0	$45,000
Remote Camera Replacment (2)	$0	$50,100	$0	$0	$0	$50,100
TriCaster Relacement for OB Truck	$0	$0	$25,000	$0	$0	$25,000
TriCaster Replacement for Studio	$0	$0	$0	$25,000	$0	$25,000
Outside Broadcast (OB) Truck Replacement	$0	$0	$0	$0	$50,000	$50,000
Total - Cable TV Fund	$106,300	$125,600	$25,000	$25,000	$50,000	$331,900

II

R. O. No. ___ - 18 - 19. By DIRECTOR OF PLANNING AND DEVELOPMENT.
May 7, 2018.

Submitting a request from Chad Pelishek, Director of Planning & Development, accepting $20,000 in sponsorship contribution towards the 2018 City's Freedom Fest Celebration from the Vollrath Company.

Vollrath has agreed to co-sponsor the 4th of July Celebration with PLENCO at $20,000 for the 2018 event.

Visit Sheboygan, Inc., the City's tourism entity is contracted by the City of Sheboygan to manage the Freedom Fest Celebration and will provide promotional opportunities for the event utilizing Vollrath's logo.

The City of Sheboygan appreciates Vollrath's contribution towards this event that draws approximately 80,000 people to our community and should be commended for their partnership in continuing these festivities.

Finance + Personnel

DIRECTOR OF PLANNING AND DEVELOPMENT

City of Sheboygan
spirit on the lake.

April 16, 2018

Mr. Paul Bartelt
Vollrath Company
1236 N. 18th Street
Sheboygan, WI 53081

Dear Mr. Bartelt:

Thank you for your interest in sponsoring the City of Sheboygan 4th of July Freedom Fest event. We are grateful that Vollrath has agreed to fund this event. As promised by you, should the City find another sponsor to match your contribution you would be interested in funding the event. Plenco has agreed to be that sponsor with the Vollrath Company.

As was discussed, Vollrath agrees to sponsor the City's Freedom Fest event in the amount of $20,000 for 2018. The City respectfully requests that Vollrath provide the payment to the City's tourism entity, the Visit Sheboygan, Inc., 621 S. 8th Street, Sheboygan, no later than May 11, 2018.

Visit Sheboygan, Inc., is contracted with the City of Sheboygan to manage the Freedom Fest event and will provide promotional opportunities for the event utilizing Vollrath's logo.

On behalf of the City of Sheboygan, I wish to express our sincere thanks and gratitude for Vollrath's commitment to the City and to the visitors and citizens who live here and enjoy this wonderful event. Your generosity is directly responsible for the continued success of this event, which is anticipated and enjoyed by an estimated 80,000 people each year.

If you are in acceptance, please sign and date in the box below and email back to me at Chad.Pelishek@sheboyganwi.gov

Sincerely,

Chad Pelishek

Chad Pelishek
Planning & Development Director

VOLLRATH CO. AGREEMENT:

Title: CEC

Date Signed: 4/16/18

II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting a claim from Erie Insurance for recovery of loss for alleged damages to their insured home at 1410 North 17th Street due to a sewer back-up.

Finance + Personnel

CITY CLERK

Claim [redacted]
01-18

Erie Insurance®

APR 17 '18 AM10:12

Home Office • 100 Erie Insurance Place • Erie, Pennsylvania 16530 • (814) 870.2000
Toll Free 1.800.458.0811 • Fax (814) 870•3126 • www.erieinsurance.com

April 13, 2018

** CERTIFIED MAIL **
The City of Sheboygan
2026 New Jersey Ave
Sheboygan, WI 53081-4714

Re: ERIE Claim # A00000766833
ERIE Insured: Robert Sheraski
Loss Date: 02/03/18
Amount of Loss: $5,292.37

To Whom It May Concern:

We have settled the claim for damage to our insured's property as a result of the above loss. Under the terms of our policy, we now have the right of recovery. On the above-captioned date of loss, sewage backed up into our insured's home, located at 1410 N 27th Street in Sheboygan, WI. Our investigation indicates the City was outside of the home, with manhole covers removed, doing work on the date of the loss.

The above-captioned amount of loss includes Erie's payment of the policy limit ($5,250.00), as well as our insured's out-of-pocket loss ($42.37).

On the enclosed form, please list the name and address of your insurance company, your policy number, and the name of your agent. Please return the form in the enclosed self-addressed stamped envelope and report this directly to your insurance carrier, so that we can make direct contact with them.

If you are uninsured, it is urgent that you contact me at the phone number below to discuss restitution for this loss. If we do not hear from you, we will file suit, which may result in additional costs for you.

Sincerely,

Jennifer Martin
Sr Subrogation Specialist
844-695-2406

/JMM SC01
Enclosures:
Proofs
Envelope
C-123 Form
cc: Robert Sheraski
WW1003: Brandl-Tedeschi Insurance Services
File

Erie Insurance
100 Erie Insurance Pl.
Erie, PA 16530

Description	Quantity	Unit Price	Per	RC	Depreciation	ACV
ESTIMATE: Structure (Erie - 099)				Claim #A00000766833, ROBERT SHERASKI and PAMELA SHERASKI		
Approved						
FLOORPLAN: Floorplan						
Basement						
Length: 22'7" **Width:** 44'4" **Height:** 8' Flat						
Walls: 1,070.68 SF **Walls-subs:** 1,070.68 SF **Walls-subs-cas-bsbd:** 1,031.64 SF						
Doors: 0.00 SF **Windows:** 0.00 SF **Openings:** 0.00 SF **Missing Walls:** 0.00 SF						
Floor: 1,001.19 SF **Ceiling:** 1,001.19 SF **Perim (F):** 133.82 LF **Perim (C):** 133.82 LF						
1 Bid Item, Mitigation- Midwest Restoration	1	$3,546.83	EA	$3,546.83	$0.00	$3,546.83
2 Valuation of damaged Contents	1	$4,151.24	EA	$4,151.24	$2,405.70	$1,745.54
RCV of $4151.24. ACV of $2405.70						
Basement - Subtotal *(2 items)*				**$7,698.07**	**$2,405.70**	**$5,292.37**
Floorplan - Subtotal *(2 items)*				**$7,698.07**	**$2,405.70**	**$5,292.37**

Erie Insurance
100 Erie Insurance Pl.
Erie, PA 16530

ESTIMATE: Structure (Erie - 099) Claim #A00000766833, ROBERT SHERASKI and PAMELA SHERASKI

Approved

Total Materials:	$4,151.24
Total Labor:	$3,546.83
Subtotal:	**$7,698.07**
Replacement Cost Value:	**$7,698.07**
Replacement Cost on Coverage Sewer or Drain Backup:	$7,698.07
Less Non-Recoverable Depreciation (includes taxes):	$(2,405.70)
Net ACV on Coverage Sewer or Drain Backup:	**$5,292.37**
Amount Payable on Coverage Sewer or Drain Backup:	**$5,250.00**
Amount over Coverage Limit ($5,250.00):	*$42.37*
Net Estimate:	**$5,250.00**
Net Estimate if Depreciation Is Recovered:	**$5,250.00**

Notice: This is a repair estimate only. Should any additional repairs be required beyond what has been agreed upon, these repairs need to be reviewed by the claims handler prior to the commencement of these repairs. Erie Insurance does not recommend contractors or vendors and you are under no obligation to use any contractor or vendor that Erie Insurance may have suggested or used on the Erie's behalf. No contractor or vendor is affiliated with Erie Insurance and we do not warrant their work. Please contact Wayne Sovinski @ 262-442-2678 with any questions or concerns, prior to start of repairs outside of this estimate.

Finalization

Midwest Restoration

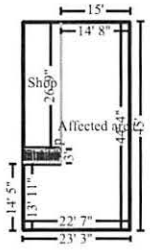
Client:	Pam Sherashi	Home:	(920) 980-7291
Property:	1410 N 27th St. Sheboygan, WI 53081		
Operator:	RAY		
Estimator:	Ray C. Leopold	Business:	(920) 878-0114
Position:	Project Manager	E-mail:	Ray@mwrestoration.com
Company:	Midwest Restoration		
Business:	2230 Bohm Dr. Little Chute, WI 54140-0000		
Type of Estimate:	Backup of Sewer or Drain		
Date Entered:	2/14/2018	Date Assigned:	2/3/2018
Price List:	WIAP8X_JAN2018		
Labor Efficiency:	Restoration/Service/Remodel		
Estimate:	PAM_SHERASHI_MIT		
File Number:	03718		

PAM_SHERASHI_MIT

Main Level

Main Level

DESCRIPTION	QTY	REMOVE	REPLACE	TAX	TOTAL
1. Emergency service call - after business hours	1.00 EA	0.00	257.51	0.00	257.51
2. Haul debris - per pickup truck load - including dump fees	1.00 EA	127.19	0.00	0.00	127.19
3. Equip. setup, take down & monitoring - after hrs	2.00 HR	0.00	77.86	7.79	163.51
4. Equipment setup, take down, and monitoring (hourly charge)	2.00 HR	0.00	51.82	5.18	108.82
5. Add for personal protective equipment - Heavy duty	2.00 EA	0.00	21.17	4.05	46.39
Total: Main Level				17.02	703.42



Affected area **Height: 8'**

827.33 SF Walls	760.40 SF Ceiling
1,587.73 SF Walls & Ceiling	760.40 SF Floor
84.49 SY Flooring	103.42 LF Floor Perimeter
103.42 LF Ceil. Perimeter	

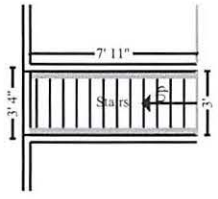
Missing Wall **26' 9" X 8'** **Opens into SHOP**

Missing Wall **3' X 8'** **Opens into STAIRS**

DESCRIPTION	QTY	REMOVE	REPLACE	TAX	TOTAL
6. Water extract from hard surf flr - Cat 3 wtr - aft bus hrs	760.40 SF	0.00	1.27	48.29	1,014.00
7. Content Manipulation charge - per hour - after hours	6.00 HR	0.00	65.18	0.00	391.08
2 techs 3 hours each					
8. Clean floor - Heavy	760.40 SF	0.00	0.46	17.89	367.67
9. Hazardous Waste/Mold Cleaning Technician - after hours	3.00 HR	0.00	117.52	17.63	370.19
Labor to remove affected materials					
10. Apply plant-based anti-microbial agent to the floor - after hrs	760.40 SF	0.00	0.36	15.28	289.02
11. Air mover axial fan (per 24 hour period) - No monitoring	6.00 EA	0.00	34.25	10.28	215.78
6 axials for 1 day					
12. Dehumidifier (per 24 hour period) - XLarge - No monitoring	1.00 EA	0.00	131.93	6.60	138.53

CONTINUED - Affected area

DESCRIPTION	QTY	REMOVE	REPLACE	TAX	TOTAL
1 dehu for 1 day					
Totals: Affected area				115.97	2,786.27



Stairs **Height: 16' 9"**

198.40 SF Walls	23.75 SF Ceiling
222.15 SF Walls & Ceiling	52.61 SF Floor
5.85 SY Flooring	22.22 LF Floor Perimeter
15.83 LF Ceil. Perimeter	

Missing Wall **3' X 16' 8 15/16"** **Opens into AFFECTED_ARE**

DESCRIPTION	QTY	REMOVE	REPLACE	TAX	TOTAL
13. Floor protection - cloth - skid resistant, breathable	52.61 SF	1.06	0.00	1.37	57.14
Totals: Stairs				1.37	57.14
Total: Main Level				**134.36**	**3,546.83**
Line Item Totals: PAM_SHERASHI_MIT				**134.36**	**3,546.83**

Grand Total Areas:

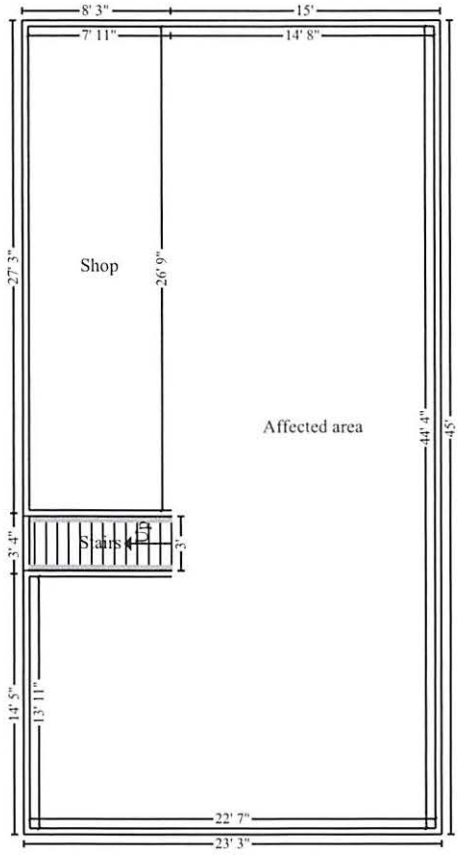
1,366.40 SF Walls	995.92 SF Ceiling	2,362.32 SF Walls and Ceiling
1,024.78 SF Floor	113.86 SY Flooring	168.22 LF Floor Perimeter
0.00 SF Long Wall	0.00 SF Short Wall	161.83 LF Ceil. Perimeter
1,024.78 Floor Area	1,046.25 Total Area	1,041.33 Interior Wall Area
1,198.50 Exterior Wall Area	133.17 Exterior Perimeter of Walls	
0.00 Surface Area	0.00 Number of Squares	0.00 Total Perimeter Length
0.00 Total Ridge Length	0.00 Total Hip Length	

Summary

Line Item Total	3,412.47
Material Sales Tax	1.37
Services Mat'l Tax	3.74
Subtotal	3,417.58
Service Sales Tax	129.25
Replacement Cost Value	**$3,546.83**
Net Claim	**$3,546.83**

Ray C. Leopold
Project Manager

Main Level



N

Main Level

Claim Summary

Insured: Robert & Pam Sheraski **Claim#:**A00000766833

Loss Date:2/3/2018

Policy #:

1. Full Amount of Contents Insurance applicable to the property for which the claim is presented is	$0.00
2. Cost to Repair or Replace Contents	$4,151.24
3. Depreciation Amount	$2,405.70
4. Actual Cash Value (line 2 less line 3)	$1,745.54
5. Less Amount Over Limits	$1,745.54
6. Covered Loss at Actual Cash Value	$0.00
Refer to Category Limits Summary for lines 2, 3, 4, 5 and 6 details.	
7. Pending Net Loss Amount	$0.00

Property Details

Insured: Robert & Pam Sheraski **Claim#:** A00000766833

Loss Date: 2/3/2018

Policy #:

Item	Qty Orig/ Repl	Item Description Original/Like Kind Quality/Source*/Limit/Notes	Age Yrs/Mos	Settlement Action	Repl Cost Each	Repl Cost Total	Dep%	Total Dep Amt	ACV Total
1	1/1	(PHOTO2 IMG_2986,PHOTO3 IMG_3003) WARM MIST FILTER FREE HUMIDIFIER HOLMES HM5305/ Holmes Small Room Filter Free Warm Mist Humidifier / Blain's Farm & Fleet	5/0	Depreciate	26.24	26.24	49.97 %	13.11	13.13
2	1/1	(PHOTO2 IMG_2998) 12 CUP PROGRAM WITH HOT WATER SYSTEM COFFEE MAKER CUISINART CHW-12/ Cuisinart 1017320726 Cuisinart Coffee Plus 12-Cup Programmable Coffee Maker with Hot Water System CHW-12/ Bed Bath & Beyond	3/0	Depreciate	104.99	104.99	30.01 %	31.50	73.49
3	1/1	(PHOTO3 IMG_3006) PORTABLE FOR PET USE AND CAR CLEANING HAND VACUUM SHARK/ Shark SV66 Shark Cordless Pet Perfect" Hand Vac SV66/ JCPenney	10/0	Depreciate	41.99	41.99	75.00 %	31.49	10.50
4	1/1	SOLID WOOD RECTANGLE SHELF ON BOTTOM COFFEE TABLE SAUNDERS/ Sauder 414444 Sauder Carson Forge Lift-Top Coffee Table, Multiple Finishes/ Walmart	37/7	Depreciate	124.48	124.48	75.00 %	93.36	31.12
5	1/1	FANCY SPINDLES NO ARMS SIDE CHAIR VINTAGE DINING ROCKPORT/ vintage rockport maple dining chairs (6 @ $150/$25 each)/ eBay	67/7	Depreciate	26.25	26.25	0.00 %	0.00	26.25
6	2/2	(PHOTO2 IMG_2997) EXTRA LARGE SIZE NYLON MESH SIDE POCKETS INTERIOR HELMET POUCH 36 X 13 X 17 IN GEAR BAG COLDWAVE 107-0810/ Coldwave Apparel Deluxe Gera Bag 107-0810/ OZpowersports	20/0	Depreciate	89.20	178.40	75.00 %	133.80	44.60
7	1/1	(PHOTO3 IMG_3019) BLACK WITH PURPLE LETTERS RECTANGLE WITH SIDE ZIP POUCH SPORTS BAG YAMAHA/ Yamaha Duffle Travel Bag by OGIO® / yamaha	15/0	Depreciate	73.49	73.49	74.99 %	55.11	18.38
8	1/1	(PHOTO1 IMG_2970) (FURNITURE GROUP $65) 20 X 48 IN RECTANGLE CARD TABLE COSCO/ Cosco 14341ANT1E \Cosco 20\\ x 48\\ Vinyl Top Folding Table, Antique Linen/ Walmart	6/0	Depreciate	33.59	33.59	42.01 %	14.11	19.48
9	1/1	(PHOTO1 IMG_2970,IMG_2974) (FURNITURE GROUP $65) SQUARE CARD TABLE COSCO/ Cosco 14616WOZ1E \COSCO 34\\ Square Textured Wood Grain Resin Top Folding Table, Multiple Colors/ Walmart	6/0	Depreciate	32.30	32.30	42.02 %	13.57	18.73
10	1/1	(PHOTO3 IMG_3004,IMG_3007) 3 FT X 24 X 10 IN APPROX 4 SHELF SOLID WOOD BOOK SHELF R-WAY/ International Concepts Unfinished Open Bookcase/ Home Depot	47/7	Depreciate	100.66	100.66	75.00 %	75.49	25.17
11	1/1	(PHOTO3 IMG_3018) (FURNITURE GROUP $115) 9 WOOD SQUARES IN A SQUARE BOX/ 9-Cube Organizer Shelf 13" - Threshold™ / Target	9/0	Depreciate	83.99	83.99	63.00 %	52.91	31.08
12	1/1	(PHOTO1 IMG_2963) (FURNITURE GROUP $115) COUNTRY FARM STYLE GREEN/BROWN 2 SHELF/ Niche PBC1629WC Mod Cherry (Red) 2-Shelf Bookcase/ Home Depot	15/0	Depreciate	57.74	57.74	75.00 %	43.30	14.44
13	1/1	(PHOTO3 IMG_3017) (FURNITURE GROUP $115) LAYERS SHELF TRIANGLE/ Wood Triangle Shelf - CUSTOM COLOR - Crystal Display Shelf - Geometric Wall Shelves - Dorm Decor - Mid Century Modern - Single or Set of Three Available / Amazon	5/0	Depreciate	47.25	47.25	49.99 %	23.62	23.63
14	1/1	(PHOTO3 IMG_3005) BLACK HOCKEY STYLE ICE SKATES BARELY USED CCM/ CCM Jetspeed 250 Senior Hockey Skates/ Modell's Sporting Goods	14/7	Depreciate	73.49	73.49	74.99 %	55.11	18.38
15	2/2	(PHOTO 2 IMG_2992)(RUG GROUP $290) 5 X 10 FT BLACK N GRAY SQUARES BLUE/ Home Decorators Collection CSHEEN510ES City Sheen Espresso (Brown) 5 ft. x 10 ft. Area Rug/ Home Depot	18/7	Depreciate	504.00	1,008.00	75.00 %	756.00	252.00
16	1/1	(PHOTO1 IMG_2974, PHOTO2 IMG_2991) (RUG GROUP $290) BRAIDED 5 X 12 FT BLUE/WHITE/ Home Decorators Collection WN25R108X144 Winchester Palm Green 9 ft. x 12 ft. Oval Braided Area Rug/ Home Depot	18/7	Depreciate	670.94	670.94	75.00 %	503.20	167.74
17	1/1	(PHOTO2 IMG_2995,PHOTO4 IMG_3040) (RUG GROUP $290) BROWN OUTDOOR RUG/ CHLH7429_19517758 Carver Natural/Beige Outdoor Rug Rug Size: Rectangle 3'9" x 5'8"/ Wayfair	18/7	Depreciate	77.69	77.69	75.00 %	58.26	19.43
18	1/1	MEMORY FOAM 17 X 24 IN BLUE BATH RUG MOHAWK 21726343/ YMB002550 Massage Dusty Blue 17 in. x 24 in. Memory Foam Bath Mat/ Home Depot	0/2	Depreciate	16.75	16.75	3.35 %	0.56	16.19

Wisconsin: For your protection please be advised of the following: any person who knowingly presents a false or fraudulent claim for payments of a loss, or knowingly presents false or misleading information to an insurance company for the purpose of defrauding or attempting to defraud an insurance company, or provides false information concerning a material fact on an application for insurance, or helps any other person commit such acts, may be guilty of fraud, and may be subject to substantial civil and criminal penalties pursuant to the laws of the state in which those acts occur.

If you are interested in replacement please call Enservio at 888-567-7557.

Property Details

Insured: Robert & Pam Sheraski **Claim#:** A00000766833

Loss Date: 2/3/2018

Policy #:

Item	Qty Orig/ Repl	Item Description Original/Like Kind Quality/Source*/Limit/Notes	Age Yrs/Mos	Settlement Action	Repl Cost Each	Repl Cost Total	Dep%	Total	Dep Amt Total	ACV Total
19	1/1	(PHOTO1 IMG_2964,IMG_2970,PHOTO4 IMG_3028) IRONINING BOARD FULL SIZE BOARD WITH ATTACHED SHELF FOR IRON/ 130992 Honey Can Do Foldable Tabletop Ironing Board with Iron Rest (BRD-01292)/ Staples		Depreciate	26.87	26.87	49.99 %		13.43	13.44
20	1/1	(PHOTO4 IMG_3038,IMG_3039) 30 FT IRONMAN MASSAGE TABLE CARRYING CASE (REPLACEMENT BAG) ROYAL MESSAGE/ Royal Massage Deluxe Black Universal Oversized Massage Table Carry Case - 30" / aMAZON		Depreciate	36.70	36.70	50.00 %		18.35	18.35
21	1/1	7 FT LIGHTED TREE PLUMP CHRISTMAS TREE/ 277-FFSL-75 Puleo 7 ft. Pre-lit Slim Fraser Fir Tree/ Home Depot	15/7	Depreciate	146.99	146.99	25.01 %		36.75	110.24
22	2/2	(PHOTO3 IMG_3008) 9 FT LIGHTED STRAND CHRISTMAS GARLAND/ 9' x 10" Pre-Lit Silver Tinsel Artificial Christmas Garland - Clear Lights / Christmas Central	13/7	Depreciate	36.74	73.48	25.02 %		18.38	55.10
23	3/3	(PHOTO4 IMG_3033) LARGE RED STOCKINGS WITH STUFFED OVERSIZED BEAR HEADS ATTACHED TO CUFF OF STOCKING CHRISTMAS STOCKINGS WITH STUFFED BEAR HEADS/ Kurt Adler 22-Inch Plush Head Rudolph Stocking / Amazon	17/1	Depreciate	24.93	74.79	24.99 %		18.69	56.10
24	1/1	(PHOTO4 IMG_3031,IMG_3032) (DECOR GROUP $225) CHRISTMAS VILLAGE BAKERY/ Lemax Christmas Village Pie Shop Village House Signature Collection NIB / eBAY	16/7	Depreciate	88.19	88.19	0.00 %		0.00	88.19
25	1/1	(PHOTO4 IMG_3029) (DECOR GROUP $225) CHRISTMAS VILLAGE TRAIN STATION/ LEMAX VILLAGE COLLECTION MAIN TERMINAL TRAIN STATION LIGHTED BUILDING NEW #75194 / Ebay		Depreciate	99.74	99.74	0.00 %		0.00	99.74
26	1/1	(PHOTO4 IMG_3023) (DECOR GROUP $225) CHRISTMAS VILLAGE GENERAL STORE/ Lemax Christmas Village House Harvest Crossing General Store & Hardware Co / Ebay		Depreciate	41.99	41.99	0.00 %		0.00	41.99
27	1/1	(PHOTO2 IMG_2981) (HOUSEWARES GROUP $49) 50 GAL RUBBERMAID/ Rubbermaid Roughneck Jumbo Storage Box, 50 Gal, Dark Indigo Metallic / Walmart		Depreciate	21.91	21.91	49.98 %		10.95	10.96
28	2/2	(HOUSEWARES GROUP $49) 30 GAL RUBBERMAID/ Rubbermaid Roughneck Storage Tote - RMRT310006 / Do it Best		Depreciate	20.78	41.56	49.96 %		20.76	20.80
29	1/1	(SPORTS GROUP $120) PURPLE 15 LB TRACK BOWLING BALL/ Track Spare + Purple/Blue/Black 15 lb/ Bowling.com	21/7	Depreciate	89.24	89.24	75.00 %		66.93	22.31
30	2/2	(SPORTS GROUP $120) RED 15 LB EBONITE BOWLING BALL/ Ebonite Cyclone Fireball Red/Gold 15 lb / Bowling.com	21/7	Depreciate	87.14	174.28	75.00 %		130.70	43.58
31	1/1	(PHOTO1 IMG_2970) (HOUSEWARES GROUP1 $27.19) LARGE ANGLE BROOM LIBMAN/ Libman 1087 Extra Large Indoor Outdoor Angle Broom/ Home Depot		Depreciate	10.37	10.37	49.96 %		5.18	5.19
32	1/1	(HOUSEWARES GROUP1 $27.19) 18 IN MULTI SURFACE PUSH BROOM LIBMAN/ SKU_715597 Libman Push Broom, Multi Surface, 18 Inch/ Wegmans		Depreciate	17.84	17.84	49.95 %		8.91	8.93
33	1/1	25LB CAT LITTER FRESH STEP 30623	0/1	Depreciate	13.06	13.06	50.00 %		6.53	6.53
34	2/2	BLUE/GREEN ZIPPERED ZIG ZAG DESIGN THERMAL SHOPPING SAM'S CLUB/ Insulated Shopper - Sam's Logo Tote / Sam's Club		Depreciate	6.28	12.56	50.00 %		6.28	6.28
35	1/1	(PHOTO3 IMG_3020) (CLOTHING GROUP $69) JACKET WORKOUT OUTFIT ST.JOHN'S BAY/ 57802550067 Xersion Track Jacket/ JCPenney		Depreciate	37.80	37.80	50.00 %		18.90	18.90
36	1/1	(PHOTO3 IMG_3016) (CLOTHING GROUP $69) KAKHI PANTS/ Mens Lee Carefree Straight-Fit Stretch Khaki Pants/ Kohl's		Depreciate	23.09	23.09	49.98 %		11.54	11.55
37	4/4	(PHOTO3 IMG_3002) (CLOTHING GROUP $69) HATS/ Adidas 5127660 adidas Climacool adiZero II Cap - Mens - Black/Aluminum/ Foot Locker		Depreciate	23.10	92.40	50.00 %		46.20	46.20
38	2/2	(PHOTO3 IMG_3002) (CLOTHING GROUP $69) GLOVES/ MFXBD1002PF-M Medium Gloves, Black/ Home Depot		Depreciate	12.72	25.44	50.00 %		12.72	12.72
39	8/8	(PHOTO3 IMG_3010) (FOOD GROUP $150) TINS CARAMEL POPCORN PECATONICA RIVER/ Pecatonica River Caramel Corn (10 oz.) page 10/ Pecatonica River	0/2	Depreciate	10.50	84.00	0.00 %		0.00	84.00
40	2/2	(FOOD GROUP $150) BOX BUTTER POPCORN PECATONICA RIVER/ Pecatonica River Micro Butte set of 18 bags page 10/ Pecatonica River	0/2	Depreciate	18.90	37.80	0.00 %		0.00	37.80

Wisconsin: For your protection please be advised of the following: any person who knowingly presents a false or fraudulent claim for payments of a loss, or knowingly presents false or misleading information to an insurance company for the purpose of defrauding or attempting to defraud an insurance company, or provides false information concerning a material fact on an application for insurance, or helps any other person commit such acts, may be guilty of fraud, and may be subject to substantial civil and criminal penalties pursuant to the laws of the state in which those acts occur.

If you are interested in replacement please call Enservio at 888-567-7557.

Property Details

Insured: Robert & Pam Sheraski **Claim#:** A00000766833

Loss Date: 2/3/2018

Policy #:

Item	Qty Orig/ Repl	Item Description Original/Like Kind Quality/Source*/Limit/Notes	Age Yrs/Mos	Settlement Action	Repl Cost Each	Repl Cost Total	Dep% Total	Dep Amt Total	ACV Total
41	1/1	(PHOTO3 IMG_3009) (FOOD GROUP $150) BOX DOUBLE POPCORN PECATONICA RIVER/ Pecatonica River White Gold (18 oz.)/ Pecatonica River	0/2	Depreciate	18.90	18.90	0.00 %	0.00	18.90
42	1/1	BOX OF 48 VARIETY CANDY BARS SEROOGIE'S/ Seroogy's Candy Bar Special 6 bars ($10 each 6pk x8 = 48 bars) / Seroogys	0/9	Depreciate	84.00	84.00	0.00 %	0.00	84.00
Residence / Single Summary Totals						4,151.24		2,405.70	1,745.54

Wisconsin: For your protection please be advised of the following: any person who knowingly presents a false or fraudulent claim for payments of a loss, or knowingly presents false or misleading information to an insurance company for the purpose of defrauding or attempting to defraud an insurance company, or provides false information concerning a material fact on an application for insurance, or helps any other person commit such acts, may be guilty of fraud, and may be subject to substantial civil and criminal penalties pursuant to the laws of the state in which those acts occur.

If you are interested in replacement please call Enservio at 888-567-7557.

Check Details

Status	Issued
Pay To	PAMELA SHERASKI & ROBERT SHERASKI
Net Amount	$5,250.00
Scheduled Send Date	04/11/2018
Status Date	04/11/2018
Check Number	0001228958
Date of Service	
Payment Method	System Check

Sewer Drain Back Up – Maximum Policy Limit

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CITY OF SHEBOYGAN
APR 17 2018
FINANCE DEPARTMENT

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The City of Sheboygan
2026 NEW JERSEY AVE
SHEBOYGAN WI 53081-4714

II

R. O. No. ____ - 18 - 19. By DIRECTOR OF PLANNING AND DEVELOPMENT.
May 7, 2018.

Submitting a request from Chad Pelishek, Director of Planning and Development, the requested grant funds from public service agencies for 2018 Community Development Block Grant program.

Partners for Community Development subject to 15% cap)	$25,000	(Housing, not
Family Connections	$5,000	
Salvation Army	$50,000	
Safe Harbor	$10,000	
Sheboygan County Interfaith Organization	$5,000	
Shoreline Metro	$42,493	
Lakeshore Community Health Clinic	$3,000	
Family Service Association	$15,000	

The total requested for the public service dollars from the above listed organization is $130,493. For 2018, the City has been notified from Senator Baldwin's office that we will be receiving $867,998. Per Federal law, the maximum to be allocated for public service is 15% of the yearly allocation or $130,199. The committee will need to decide which organization should receive $294 less than their funding request to meet the 15% cap on funds.

Finance + Personnel

DIRECTOR OF PLANNING AND DEVELOPMENT



Comprehensive Annual Financial Report

City of Sheboygan, Wisconsin

For the Fiscal Year Ended December 31, 2017

City of Sheboygan
spirit on the lake

City of Sheboygan, Wisconsin

ANNUAL FINANCIAL REPORT

December 31, 2017

Schenck

INTRODUCTORY SECTION

City of Sheboygan, Wisconsin

DECEMBER 31, 2017

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INTRODUCTORY SECTION

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City of Sheboygan, Wisconsin

DECEMBER 31, 2017

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City of Sheboygan
spirit on the lake.

FINANCE DEPARTMENT

828 Center Avenue,
Suite 205
Sheboygan, WI 53081

920-459-3311 (Phone)
www.sheboyganwi.gov

May 4, 2018

TO: The Mayor, Common Council members and the residents of Sheboygan

The Comprehensive Annual Financial Report (CAFR) for the City of Sheboygan, Wisconsin for the fiscal year ending December 31, 2017 is hereby submitted. The report consists of management's representation concerning the finances of the City of Sheboygan. Consequently, responsibility for both the accuracy of the data and the completeness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data accurately presents the financial position and results of operations of the various completeness. All disclosures necessary to enable the reader to gain an understanding of the activities of the City of Sheboygan have been included.

COMMUNITY PROFILE

The City of Sheboygan was incorporated as a city on April 5, 1846. Located in Sheboygan County, the boundary encompasses 14.814 miles and has a population of 48,402. The city provides the full range of municipal services, including police and fire protection, parks and cultural activities, public works operations, parking and transit utilities, water and sewer utilities, community development and general administrative services.

The City of Sheboygan is a municipal corporation operating under a "Council/Mayor" form of government, with a City Administrator responsible for the day-to-day responsibilities of supervision, coordination, and administration of the city departmental activities, formulation, presentation and administration of the budget. Policy making and legislative authority are vested in a Common Council consisting of 16 members. The city is in the process of reducing the Common Council members from 16 to ten. The council members elect the president of the council at the annual organizational meeting. The standing committees of the council are: Finance and Personnel, Public Safety, Public Works and Law and Licensing. The Common Council is responsible for enacting ordinances, resolutions, and regulations governing the city as well as the appointment of members of various statutory and advisory boards.

The annual budget serves as the foundation for the City of Sheboygan's financial planning and control. All departments of the city are required to submit requests for appropriations for all government activities to the City Administrator. The departmental requests are used to develop the proposed budget, which is presented to the Common Council. The Common Council committees review proposed budgets with department leaders. A public hearing is held on the proposed budget prior to adoption by the Common Council. The tax levy is established based on the adopted budget.

Factors Affecting the Local Economy

Recent industrial and commercial developments in the city have added substantial net new construction. Construction by Sheboygan Paper Box expansion to their facility added $8 million, while Old World Creamery purchased and upgraded a facility at a value of $3.5 million. Residential housing units totaling $48.4 million are in various phases of construction to address the need for market rate housing. Ten single-family homes were constructed in 2017 at a value of $5.9 million.

The median household income for the city as of 2017 was $44,406 in comparison to $54,392 for the State of Wisconsin per the American Community Survey. Median home value in the City is $108,927, significantly less than the State of Wisconsin value of $165,800. The unemployment rate as of March, 2018 is 2.8 percent, less than the State of Wisconsin rate of 3.2 percent per the Wisconsin Department of Workforce Development.

The City is experiencing substantial growth in residential development. Young professionals entering the job market has spurred interest in additional downtown residential development. Oakbrook Corporation completed construction of 81 market rate apartments units. LCM Funds began construction on 90 luxury market apartments on South 8th Street, occupancy in 88 new waterfront market rate townhomes began in April, 2017, Gorman Company completed the conversion of a vacant elementary school into 42 units of Section 42 housing and city staff is working with a developer to convert a former 1920 tannery building into 115 apartments in the downtown corridor.

Sheboygan Paper Box completed construction of a 30,000 square foot expansion to their facility with plans to add 30 new full-time employees by 2019 as a result of the expansion. Kiernan West, LLC received approval for a distribution facility in the business center to construct a 30,000 square foot distribution facility. The John Michael Kohler Art Center acquired land to build a 60,000 square foot state of the art visual storage facility to house their vernacular artist environments. Prevea will construct a 61,000 square foot medical office building on the St. Nicholas Hospital in 2019. Meijer foods will begin construction in April, 2018 on a new 159,000 square foot department store and Marriott will construct a new 160 room hotel under the flagship Fairfield Inn and Suites.

Policies affecting the current financial position

The City of Sheboygan is fiscally conservative, typically budgeting modest revenue expectations and actual expenditures below budgeted appropriations. The 2017 property tax levy increased .18 cents for city residents. State reimbursement for state mandated programs and revenue sharing continue at level amounts. The city participates and receives expenditure restraint funding annually. Revenues are estimated to remain stable. Constant monitoring and emphasis on the budget ensured that overall expenditures were within budget, overall revenues exceeded budgets in the General Fund increasing the Unassigned Fund Balance.

The city bargains with four unions and associations, the Sheboygan Professional Police Officers Association; Sheboygan Professional Police Officers Supervisory Association, International Association of Firefighters Local 483 and Amalgamated Transit Union #998. All of the contract terms expired on December 31, 2017.

The city maintains a Aa2 credit rating by Moody's rating service. General obligation outstanding debt at year end 2017 is $35.2 million. The ratio of net outstanding debt to debt capacity is 19.92 percent. The city's debt policy has established a limit of an amount not to exceed 60 percent of the city's aggregate statutory borrowing limit as prescribed by State Statute 67.03 (1)(a), in order to maintain a borrowing appropriate with credit rating objectives and the city's desire to preserve its financial flexibility by maintaining an adequate unused margin to be available for extreme emergencies. The capital improvement program for 2018 includes $5 million of debt to be issued.

The General Fund Unassigned balance as of December 31, 2017 is $20.5 million, or 54.35 percent of the 2018 General Fund budget expenditures. The Common Council by resolution established to maintain the amount at 25 percent. For a more detailed examination of fund balance and results of operations consult the Management Discussion and Analysis section in the Financial Section.

Financial Information

The City of Sheboygan is required to prepare financial statements in conformity with Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). Major federal and state programs impose additional audit requirements.

Financial planning and control is maintained through the annual budget process. The city tax levy includes operation of the General Fund, Mead Public Library, General Obligation Debt Service, Capital Projects and Transit Utility. All departments are required to submit a requested budget to the City Administrator. The City Administrator's budget is presented to the Common Council in September for review by the Standing Committees and Committee of the Whole prior to the public hearing and formal adoption of the budget. Budget amendments during the year require approval by the Common Council for transfers between departments or from fund reserves. Approval requires two thirds majority vote of the Common Council. Transfers within a department may not require Common Council approval depending on the amount. Internal controls protect the assets from loss, theft of misuse and to compile sufficient, reliable data for the presentation of financial statements. Internal controls are designed not to outweigh the benefit; therefore controls have been designed to provide reasonable but not absolute assurance.

Cash temporarily idle during the year is invested with the objectives of safeguarding assets, maintaining liquidity for cash flow requirements, and return on investments. All investments must be insured and/or collateralized. Investments are generally within money market accounts, certificates of deposit, repurchase agreements, the State of Wisconsin Investment Pool, and US government agency obligations.

The City Administrator monitors all borrowing plans of the city. All new indebtedness requires a simple majority vote of the Common Council for budgeted borrowing passage. Non-budgeted borrowing requires a two third majority vote for passage. Wisconsin state statute limits general obligation borrowing to an amount equivalent to five percent of the equalized valuation of taxable property. At December 31, 2017, the city had 80.08 percent of the limit available. Equalized value for all property within the city was $2.620 billion. The statutory debt limit is $131 million and City net debt outstanding (less funds available for debt service) is $26.1 million.

The city self-insures for workers compensation and health insurance. The city is a member of Cities and Villages Mutual Insurance Company, an organization uniquely designed to overcome the challenges facing Wisconsin municipalities in relation to diverse insurance and service needs. Members utilize insurance products, human resources, safety training and numerous other risk management services to build a successful program. All insurance is funded at the departmental level.

The city annually establishes a five-year Capital Improvement Plan to identify and fund capital projects. Departments submit requests to the City Administrator, who presents his recommendations to the Capital Improvement Commission. The commission rates the projects on a variety of measurements. The Common Council approves the final Capital Improvement Program for funding.

The fund balance in the General Fund includes nonspendable, restricted, committed, assigned and unassigned. Fund balance in the Special Revenue, Debt Service, Capital Projects and Fiduciary funds are categorized as nonspendable, restricted, assigned or unassigned (deficit). Net position in the Business-type activities is either restricted or unrestricted. Unassigned funds are available for use and assigned funds are management's intended use, both accounted for separately from committed, includes self-imposed legal restrictions and restricted funds which are imposed by an outside party.

Other Information

The accounting firm of Schenck SC was engaged to conduct an audit of the basic financial statements and to issue a report on internal controls. The goal of the independent audit was to provide reasonable assurance the financial statements of the City of Sheboygan are free of material misrepresentation. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and any significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concludes, based on the audit, there was a reasonable basis for rendering an unmodified opinion that the City of Sheboygan's financial statements for the fiscal year ending December 31, 2017, are fairly presented in conformity with GAAP and GASB. The independent auditor's report is presented as the first component of the financial section of the CAFR.

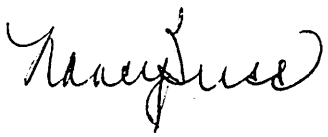
The city is required by federal mandate to undergo a "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require not only a report on the fair presentation of the financial statements but also on the internal controls and compliance with the legal requirements pertaining to internal controls and the administration of federal and state awards.

GAAP and GASB require management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A is designed to complement this letter of transmittal and should be read in conjunction with it. The City of Sheboygan's MD&A can be found immediately following the report of the independent auditor.

Acknowledgement

The preparation of this report would not have been possible without the dedicated service of the staff of the city, and especially the City Administrator and Common Council members for their support and commitment to maintaining the highest standards of professionalism.

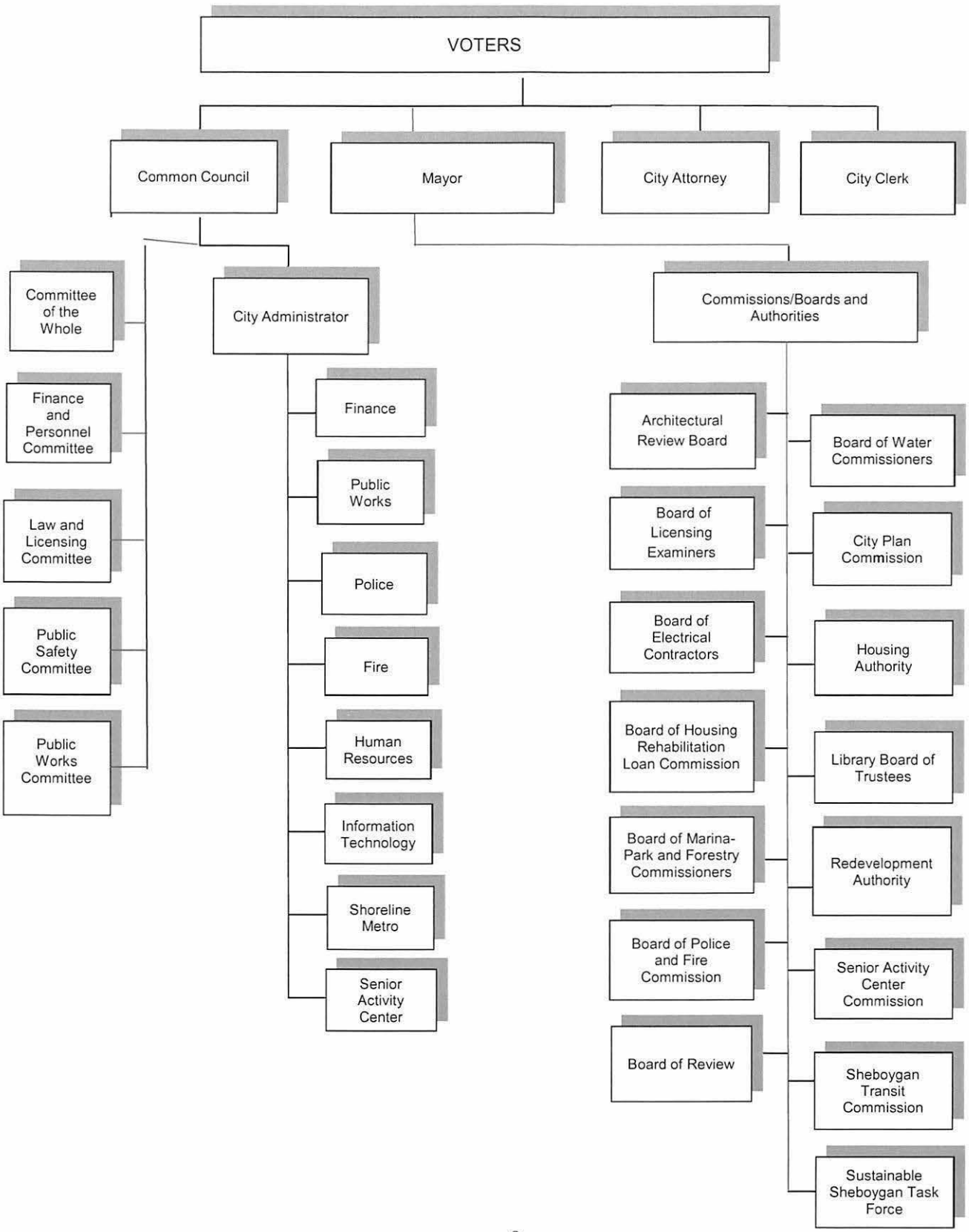
Respectfully submitted,



Nancy Buss
Finance Director, City of Sheboygan

CITY OF SHEBOYGAN, WISCONSIN

TABLE OF ORGANIZATION
December 31, 2017



CITY OF SHEBOYGAN, WISCONSIN

MAYOR AND COMMON COUNCIL ALDERPERSONS STANDING COMMITTEES 2017- 2018

Todd Wolf, Council President
Roman Draughon, Council Vice-President
Mary Lynne Donohue, Committee of the Whole Chair

Michael Vandersteen, Mayor

Finance and Personnel Committee

Mary Lynne Donohue, Chair
James Bohren, Vice Chair
Ronald Rindfleisch
Andrew Ross
Todd Wolf

Law and Licensing Committee

Susan Holzschuh, Chair
Mary Lynne Donohue, Vice Chair
Scott Lewandoske
Ronald Rindfleisch
Rosemarie Trester

Public Safety Committee

Roman Draughon, Chair
Ryan Sorenson, Vice Chair
Michael Damrow
Susan Holzschuh
Markus Savaglio

Public Works Committee

Todd Wolf, Chair
Andrew Schneider, Vice Chair
John Belanger
Bryan Bitters
Henry Nelson

City of Sheboygan, Wisconsin

Department Heads
December 31, 2017

City Administrator	Darrell Hofland
City Clerk	Susan Richards
City Attorney	Charles Adams
Municipal Court Judge	Natasha Torry
Chief of Police	Christopher Domagalski
Fire Chief	Michael Romas
Director of Public Works	David Biebel
Information Technology Director	Gregory Vertelka
Director of Human Resources	Sandra Rohrick
Director of Planning and Development	Chad Pelishek
Director of Parking and Transit	Derek Muench
Finance Director	Nancy Buss
Library Director	Garrett Erickson
Water Utility Superintendent	Joseph Trueblood

FINANCIAL STATEMENTS

Schenck
ADVISORY | TAX | ASSURANCE

Independent auditors' report

To the Mayor Michael Vandersteen and the Common Council
City of Sheboygan, Wisconsin

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying 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 Sheboygan, Wisconsin (the "City") as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

AUDITORS' RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Water Utility Enterprise fund, which is both a major fund and 59 percent, 60 percent, and 43 percent, respectively, of the assets, net position, and revenues of the City's business-type activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Water Utility Enterprise fund, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Harbor Centre Business Improvement District, a discretely presented component unit of the City, were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the City's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

OPINIONS

In our opinion, the 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, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 14 through 23 and the schedules relating to pensions and other postemployment benefits on pages 82 through 84 be presented to supplement the basic financial statements. Such information, although not 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 auditing standards generally accepted in the United States of America, 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.

Other 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 introductory section, the financial information listed in the table of contents as supplementary information and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal and state awards are presented for purposes of additional analysis, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration, are also not a required part of the basic financial statements.

The supplementary information and the schedules of expenditures of federal and state awards are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

REPORT ON SUMMARIZED FINANCIAL INFORMATION

We have previously audited the City's 2016 financial statements, and our report dated May 2, 2017, expressed unmodified opinions on those respective 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. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 2, 2018, 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 and grant agreements and other matters. The purpose of that report is 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 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.



Certified Public Accountants

Sheboygan, Wisconsin
May 2, 2018

City of Sheboygan
spirit on the lake.

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2017

The management's discussion and analysis and financial statements for the fiscal year December 31, 2017 are designed to assist the reader in focusing on significant fiscal issues; provide an overview of the city's financial activity; identify changes in the city's financial positon as well as any material deviations from the financial plan (approved budget) and issues and concerns.

The management's discussion and analysis is designed to focus on the current year's activities, resulting changes and currently known facts.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City of Sheboygan exceeded liabilities and deferred inflows by $203,882,857 (total net position) for the fiscal year reported, which is a decrease of $2,527,666 from the previous year.
- The 2017 results of governmental activities decreased net position by $3,683,444 and business-type activities increased net position by $1,155,778.
- As of December 31, 2017, the fund balance for the governmental funds totaled $42,751,111 and proprietary funds net position totaled $69,690,462.
- The unassigned fund balance for the general fund was $20,461,650, which represents 54.3 percent of the total general fund expenditures budgeted in 2018.
- The city's total net general obligation debt at December 31, 2017 was $35.2 million, an increase of $340,049 from the December 31, 2016 level of $34.8 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to the city's basic financial statements. The basic financial statements include three components: 1) **government-wide** financial statements, 2) **fund** financial statements, 3) **notes** to the basic financial statements. The report also contains other supplementary and required supplementary information in addition to the basic financial statement.

Government-Wide Financial Statements

The government-wide financial statements (pages 24 - 26) are designed to be corporate-like in that governmental and business type activities are consolidated for a total of the primary government.

The *statement of net position* presents information on all of the city's assets, liabilities and deferred outflows/inflows of resources with the difference reported as net position. Net position is presented in three categories. The categories listed below are presented in order of increasing liquidity:

- Net investment in capital assets - Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- Restricted net position - Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position - Net position that is neither classified as restricted nor as net investment in capital assets.

FINANCE
DEPARTMENT

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Increasing or decreasing trends in net position may represent an indicator of the city's improving or deteriorating financial position.

The *statement of activities* presents information showing how the city's net position changed during the reported year. Both the gross and net cost of various activities (including governmental and business-type) and funding sources are summarized. All changes in net position are matched to the event in the fiscal period in which it occurs regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statements for some events that will result in future cash flows.

Both of these government-wide financial statements distinguish functions of the City of Sheboygan that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a material portion of the costs through user fees and charges (business-type activities). The governmental activities of the city include general government, public safety, public works, health and human services, culture and recreation and conservation and development. The business-type activities include proprietary funds water utility, sewerage system, transit commission, parking facility, and boat facility and internal service funds health self insurance, worker compensation self insurance, motor vehicle, data processing and general liability self insurance.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources segregated for specific activities or objectives. The city, like other state and local governments, utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements. This traditional presentation focuses on the sources and uses of liquid resources and represents the basis for development of the financial plan (the budget). All of the funds can be divided into three categories: governmental, proprietary and fiduciary.

Governmental funds: *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at fiscal year end. Such information may be meaningful in evaluating the city's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

The city maintains 21 active individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances for the major funds: General Fund and the Debt Service GO Debt Fund. Information from the other governmental funds is combined into a single, aggregated presentation. Individual fund data for each of the nonmajor government funds is provided in the form of combining statements elsewhere in the report.

The city adopts an annual appropriated budget for governmental funds including the general fund, certain special revenue funds, debt service funds, capital project funds and fiduciary funds. A budgetary comparison statement has been provided to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 27 - 31 in the report.

Proprietary funds: The city maintains two different types of proprietary funds. Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements. The city uses enterprise funds to account for water utility, sewerage system, transit commission, parking facility, and boat facility. Internal service funds are used to accumulate and allocate funds internally among the city's various functions. Internal service funds are used to account for health self insurance, worker compensation self insurance, motor vehicle, data processing and general liability self insurance. Both the enterprise funds and the internal funds are included in the business-type activities in the government-wide financial statement.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sewerage system, water utility and transit commission, which are considered to be major funds. Information on the other enterprise funds are combined in a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 32 - 41 in the report.

Fiduciary funds: Fiduciary and Agency funds are used to account for resources held for the benefit of parties outside the government. Fiduciary and agency funds are included in the government-wide financial statements.

The basic agency fund financial statements can be found on page 42 of the report.

NOTES TO THE BASIC FINANCIAL STATEMENTS:
The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 46 - 81 of the report.

Other Information: The required supplementary information relating to pensions and other post-employment benefits and the combining statements are presented immediately following the notes to the basic financial statements. The required supplementary information, combining and individual fund statements and schedules can be found on pages 82 - 118 of the report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The discussion and analysis requires focus on the current-year results in comparison with the prior year and discussion on any positive or negative variance.

The net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Sheboygan, assets and deferred outflows exceed liabilities and deferred inflows by $203.9 million at the close of the most recent fiscal year.

The largest portion of the city's net position (61 percent) reflects the net investment in capital assets (e.g. land, buildings, improvements, infrastructure, machinery, etc.) at historic cost, less any outstanding related debt used to acquire the assets. The city uses the capital assets to provide services to the citizens: consequently, the assets are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that resources needed to repay the debt must be provided from other sources since the capital assets themselves cannot be used to liquidate the liabilities.

City of Sheboygan
Condensed Statements of Net Position
For the Year Ended December 31, 2017 and 2016
(in thousand of dollars)

	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Current and other assets	$ 95,756	$ 95,525	$ 21,104	$ 21,146	$ 116,860	$ 116,671
Capital assets, net	107,992	106,282	70,992	70,322	178,984	176,604
Total Assets	203,748	201,807	92,096	91,468	295,844	293,275
Deferred outflows of resources	13,017	18,780	2,298	3,215	15,315	21,995
Long-term liabilities outstanding	44,501	45,062	21,496	21,997	65,997	67,059
Other liabilities	6,752	5,885	1,528	2,209	8,280	8,094
Total Liabilities	51,253	50,947	23,024	24,206	74,277	75,153
Deferred inflows of resources	31,534	31,978	1,465	1,728	32,999	33,706
Net Position						
Net investment in capital assets	73,564	72,567	51,043	49,660	124,607	122,227
Restricted	18,798	19,788	366	363	19,164	20,151
Unrestricted	41,616	45,307	18,496	18,726	60,112	64,033
Total Net Position	$ 133,978	$ 137,662	$ 69,905	$ 68,749	$ 203,883	$ 206,411

The city's unrestricted position of $60.1 million may be used to meet the ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the city is able to report positive balances in all categories of net positions; for the city as a whole, as well as for the separate governmental and business-type activities.

City of Sheboygan
Statement of Activities and Change in Net Position
For the Year Ended December 31, 2017 and 2016
(in thousand of dollars)

	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program revenues:						
Charges for services	$ 7,867	$ 7,542	$ 17,073	$ 17,036	$ 24,940	$ 24,578
Operating grants and contributions	5,725	4,128	2,800	2,634	8,525	6,762
Capital grants and contributions	1,125	5,861	327	341	1,452	6,202
General revenues:						
Taxes	24,116	23,538	512	512	24,628	24,050
Other taxes	1,894	2,017			1,894	2,017
Grants and contributions not restricted to specific programs	12,127	12,065			12,127	12,065
Other	1,116	834	206	208	1,322	1,042
Total revenue	53,970	55,985	20,918	20,731	74,888	76,716
Expenses:						
General government	4,708	5,445			4,708	5,445
Public safety	23,940	25,226			23,940	25,226
Public works	14,121	11,717			14,121	11,717
Health and human services	255	227			255	227
Culture and recreation	6,773	6,044			6,773	6,044
Conservation and development	8,172	6,815			8,172	6,815
Interest on long-term debt	1,066	1,500			1,066	1,500
Sewerage system			7,363	6,953	7,363	6,953
Water utility			5,982	5,686	5,982	5,686
Transit commission			4,385	4,249	4,385	4,249
Parking utility			461	448	461	448
Boat facility			190	97	190	97
Total expense	59,035	56,974	18,381	17,433	77,416	74,407
Increase (decrease) in net position before transfers	(5,065)	(989)	2,537	3,298	(2,528)	2,309
Net transfers	1,381	1,460	(1,381)	(1,460)		
Change in net position	(3,684)	471	1,156	1,838	(2,528)	2,309
Net Position -January 1	137,662	137,191	68,749	66,911	206,411	204,102
Net Position - December 31	$ 133,978	$ 137,662	$ 69,905	$ 68,749	$ 203,883	$ 206,411

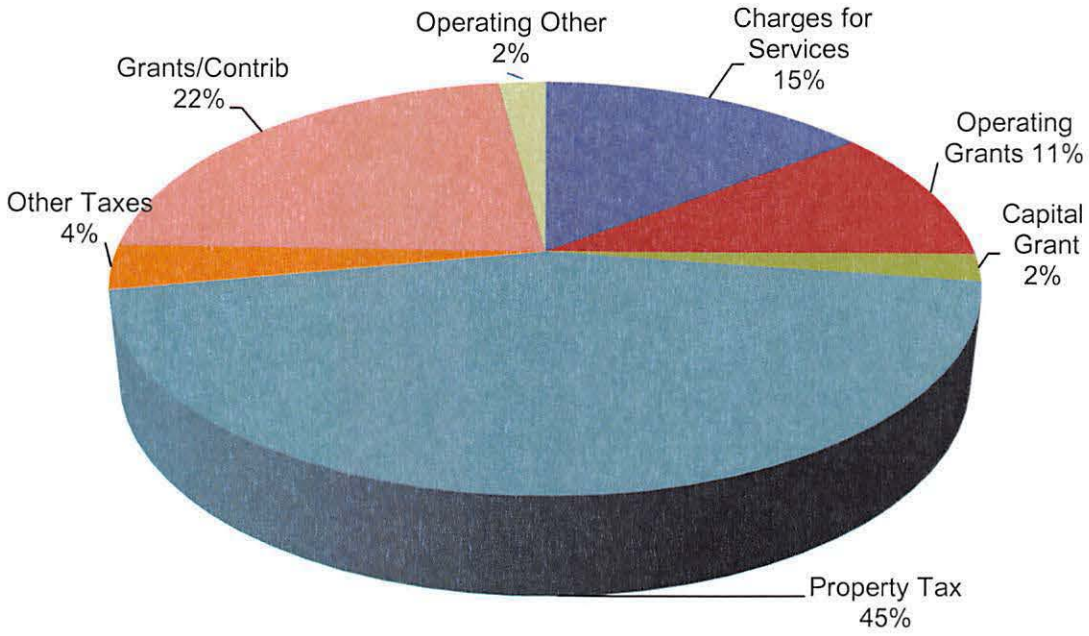
Governmental Activities

Governmental activities decreased the city's net position by $3.7 million (pages 25 - 26) during the current year. Details of significant changes are listed below.

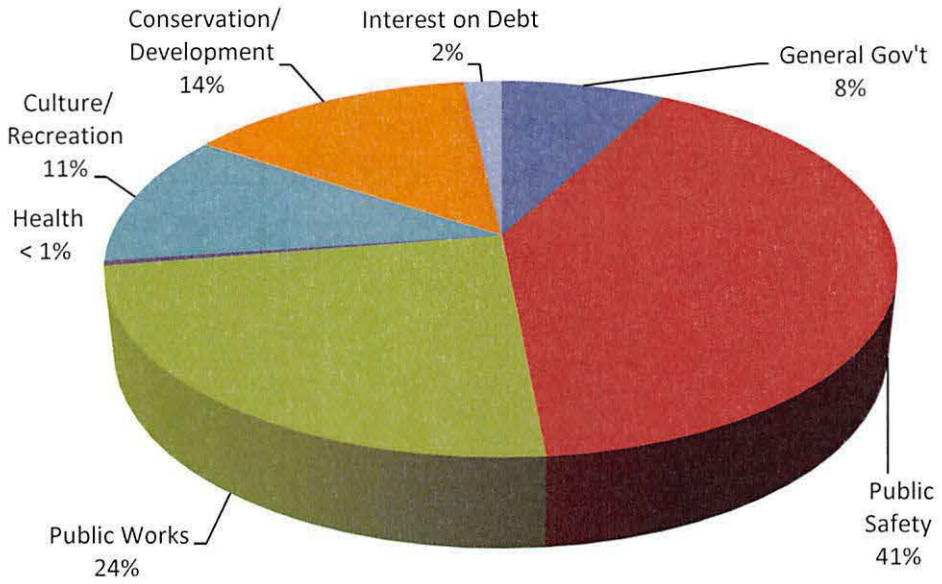
Key elements of change are as follows:

- Governmental activity operating grants and contributions increased $1.4 million, within public works activities and conservation and development.
- Governmental activity expenses increased $2.1 million over 2016.
    - Public works activities increased $2.4 million, largely attributed to noncapital street maintenance and repairs.
    - Conservation and development increased substantially in development project expenses.
    - General government activities decreased as a result of minimal rescinded tax.

Governmental activities operating revenue by source include $24.1 million of tax revenue or 45 percent of total revenue. Operating grants and contribution revenues total $5.7 million or 10.7 percent of revenues. The chart below illustrates the revenues by source.



Governmental activities operating expenses totaled $59 million, an increase of $2.1 million over 2016. The chart below illustrates the largest expense of the city is 41 percent of total expenses for Public Safety.



Business-type Activities

Business-type activities increased the city's net position by $664 thousand. Key elements of this change are as follows:

- The Water Utility recorded an increase in net position of $2 million. Operating revenue exceeded operating expenses by $3.2 million.
- The Sewerage System recorded an operating profit of $91 thousand.
- The Transit Commission, Parking Facility and Boat Facility each experienced reductions in net position totaling $417 thousand.

Financial Analysis of the City of Sheboygan's Funds:

The city utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of city government is to provide information on near-term inflows, outflows and balances of spendable resources. The information is useful to assess financial requirements. The unassigned fund balance serves as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current year, the city's governmental funds reported combined ending fund balances of $42.8 million, a decrease of $1.2 million. The unassigned fund balance, net of the Harbor Centre Marina, $16.3 million is available for spending at the Common Council's discretion. The remainder of the fund balance is categorized as follows:

- Non-spendable balances in the general fund for inventories and prepaid items ($187 thousand); long-term accounts and interfund receivables ($2.2 million); inventories and prepaid items in nonmajor governmental funds ($595 thousand); cemetery perpetual care ($876 thousand) and library trust ($600 thousand).
- Restricted in the amount of $12.4 million as a result of external restrictions or enabling legislation.
- Committed by the Common Council for development purposes in the amount of $350 thousand.
- Assigned by the Common Council for debt service and other purposes in the amount of $9.1 million and $131 thousand for subsequent year expenditures.

The General Fund is the main operating fund of the city. At the end of the current year the assigned and unassigned fund balance of the General Fund was $21.1 million and the total fund balance was $23.9 million. As a measure of funds liquidity, it may be useful to compare both assigned and unassigned fund balances and total fund balance to the total fund's expenditures. Liquid fund balance represents 60 percent of the total fund expenditures, while total fund balance represents 68 percent of the same amount.

The Common Council by resolution established a policy to maintain the General Fund unassigned fund balance at an amount of 25 percent of the subsequent years general fund expenditures, not including debt service. The objective of the city is to preserve the credit worthiness of the city for issuing debt at favorable interest rates and to provide working capital to meet cash flow needs during the year.

Proprietary Funds: The statements of the proprietary funds provide the same type of information found in the government-wide financial statements. Unrestricted net position of all the proprietary operations at the end of the year amounted to $18.3 million, unchanged from 2016. Factors concerning the operational results of these funds have already been discussed in the discussion of the city's business-type activities.

General Fund Budgetary Highlights

General Fund revenues exceeded the final budget by $453 thousand, of which $166 thousand is attributable to licenses and permits. Operating expenditures were $1.5 million under budgeted, of which $674 thousand was general government and $655 thousand was public safety.

Capital Assets and Debt Administration

Capital assets: The city's investment in capital assets for the governmental and business-type activities at the end of the current year totaled $179 million (net of depreciation). The investment in assets include land, building, machinery, equipment and infrastructure. The chart below compares 2017 to 2016 capital assets.

City of Sheboygan Capital Assets
For the Year Ended December 31, 2017 and 2016
(in thousand of dollars)

	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Land	$ 16,364	$ 15,992	$ 948	$ 888	$ 17,312	$ 16,880
Building and improvements	16,443	16,440	7,155	7,384	23,598	23,824
Improvements other than buildings	8,131	7,756	6,382	6,403	14,513	14,159
Machinery and equipment	6,938	6,847	7,867	8,315	14,805	15,162
Infrastructure	60,076	59,063	39,480	37,841	99,556	96,904
Construction in progress	40	183	9,160	9,491	9,200	9,674
Total Capital Assets	$ 107,992	$ 106,281	$ 70,992	$ 70,322	$ 178,984	$ 176,603

Additional information on the city's capital assets can be found on Note 3. C of the notes to the financial statements on pages 58 - 59 of the report.

Long-term Debt: The City of Sheboygan's total bonded debt outstanding at fiscal year-end 2017 was $35.2 million, all backed by the full faith and credit of the government. The city maintains a Aa2 credit rating by Moody's Investors Service.

State statutes limit the amount of general obligation debt a governmental entity may issue to five percent of the total equalized valuation. The outstanding debt limit for the City of Sheboygan as of December 31, 2017 was $131 million based on the 2017 equalized valuation of $2.6 billion. The Common Council has established a policy to maintain outstanding debt in an amount not exceeding 60 percent of the city's aggregate statutory borrowing limited prescribed by State Statute.

The city issued $5 million general obligation debt and a State Trust Fund loan of $400 thousand for Tax Incremental District 16. General obligation debt and bonds totaled $35.2 million at fiscal year-end 2017, which is 1.3 percent of the city's equalized valuation.

Additional information on the city's long-term debt can be found in Note 3.E on pages 63 - 66 of the report.

Economic Factors and Next Year's Budget Rates

The city's annual unemployment rate for December 2017 of 2.5 percent is favorably to the State of Wisconsin's rate of 2.7 percent. The economic outlook is slow steady growth.

- The city's anticipates an increase of $40 million in the equalized property tax base for 2017.
- The housing market has grown significantly with units totaling $41 million in various phases of construction to address the need for market rate housing. Ten single-family homes were constructed in 2017 at a value of $5.9 million.
- City wage rates are budgeted to increase two percent in 2018 and the health insurance budgeted two percent increase as the city implemented a high deductible health plan in 2015. All employees contribute to the WI Retirement defined benefit plan, with the city matching the employer share of contribution.
- The city bargains with four unions and associations, the Sheboygan Professional Police Officers Association; Sheboygan Professional Police Officers Supervisory Association, International Association of Firefighters Local 483 and Amalgamated Transit Union #998. All of the contract terms will expired at the same time on December 31, 2017.
- The city anticipates Moody's Investors Service will retain the Aa2 level.
- The capital improvement plan for 2017 anticipates borrowing $5 million in 2018.

All of the above factors were consideration in preparation of the 2018 budget.

Requests for Information

The financial report is designed to provide a general overview of the City of Sheboygan's finances for all those with an interest. Additional information on items provided in the report can be requested in writing addressed to the City of Sheboygan Finance Department, 828 Center Avenue, Suite 205, Sheboygan WI 53081 or viewed on the city website sheboyganwi.gov under the Finance Department.

City of Sheboygan, Wisconsin

STATEMENT OF NET POSITION
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Governmental Activities	Business-type Activities	Totals 2017	Totals 2016	Component Units
ASSETS					
Cash and investments	$ 52,667,726	$ 15,667,999	$ 68,335,725	$ 71,857,983	$ 4,149,201
Receivables					
Taxes and special charges	26,342,880	628,741	26,971,621	25,535,666	-
Delinquent taxes	24,263	-	24,263	33,308	-
Accounts, net	1,649,943	1,973,037	3,622,980	3,263,356	38,433
Special assessments	829,819	493,613	1,323,432	1,390,057	-
Loans	8,751,921	-	8,751,921	8,708,632	-
Other	77,419	29,827	107,246	152,495	-
Internal balances	952,368	(952,368)	-	-	-
Due from other governments	1,424,461	1,992,885	3,417,346	1,928,321	45,439
Inventories and prepaid items	829,615	323,654	1,153,269	635,949	31,667
Investment in CVMIC	2,205,665	-	2,205,665	2,205,665	-
Restricted assets					
Cash and investments	-	947,375	947,375	959,942	85,297
Capital assets, nondepreciable	16,404,187	10,107,397	26,511,584	26,553,932	479,944
Capital assets, depreciable	91,588,285	60,884,139	152,472,424	150,049,394	2,152,200
Total assets	203,748,552	92,096,299	295,844,851	293,274,700	6,982,181
DEFERRED OUTFLOWS OF RESOURCES					
Pension related amounts	13,017,436	2,298,326	15,315,762	21,995,553	146,217
LIABILITIES					
Accounts payable	2,894,904	1,144,718	4,039,622	3,302,566	28,529
Accrued and other current liabilities	2,828,914	270,892	3,099,806	3,469,981	112,802
Due to other governments	421,967	3,150	425,117	729,616	-
Accrued interest payable	341,016	92,068	433,084	442,043	-
Special deposits	99,473	7,500	106,973	-	78,566
Unearned revenues	166,041	10,682	176,723	149,141	5,038
Long-term obligations					
Due within one year	7,313,717	1,473,526	8,787,243	7,731,248	-
Due in more than one year	33,865,817	19,721,283	53,587,100	53,870,300	-
Net pension liability	1,686,712	301,501	1,988,213	3,952,640	18,948
Other postemployment benefits	1,634,963	-	1,634,963	1,505,861	-
Total liabilities	51,253,524	23,025,320	74,278,844	75,153,396	243,883
DEFERRED INFLOWS OF RESOURCES					
Property taxes levied for subsequent year	26,201,686	511,547	26,713,233	25,349,876	-
Pension related amounts	5,332,492	953,187	6,285,679	8,356,458	88,822
Total deferred inflows of resources	31,534,178	1,464,734	32,998,912	33,706,334	88,822
NET POSITION					
Net investment in capital assets	73,564,240	51,042,712	124,606,952	122,226,721	2,632,144
Restricted	18,798,088	365,973	19,164,061	20,151,144	1,693
Unrestricted	41,615,958	18,495,886	60,111,844	64,032,658	4,161,856
Total net position	$ 133,978,286	$ 69,904,571	$ 203,882,857	$ 206,410,523	$ 6,795,693

The notes to the basic financial statements are an integral part of this statement.

City of Sheboygan, Wisconsin

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General government	$ 4,708,434	$ 1,163,120	$ 9,982	$ 600,000
Public safety	23,939,749	2,778,764	492,866	-
Public works	14,121,062	2,111,063	3,008,795	452,517
Health and human services	255,113	106,824	-	-
Culture and recreation	6,772,787	733,808	810,363	72,751
Conservation and development	8,173,750	973,853	1,403,386	-
Interest and fiscal charges	1,066,364	-	-	-
Total governmental activities	59,037,259	7,867,432	5,725,392	1,125,268
BUSINESS-TYPE ACTIVITIES				
Sewerage system	7,362,528	7,130,907	-	77,105
Water utility	5,982,391	8,645,887	198,036	250,000
Transit commission	4,384,859	843,212	2,602,736	-
Parking facility	461,015	391,017	-	-
Boat facility	190,374	62,420	-	-
Total business-type activities	18,381,167	17,073,443	2,800,772	327,105
Total primary government	$ 77,418,426	$ 24,940,875	$ 8,526,164	$ 1,452,373
Component Units	$ 2,391,695	$ 1,255,390	$ 1,022,431	$ 212,584
General revenues				
Taxes				
Property taxes				
Tax increments				
Other taxes				
Federal and state grants and other contributions not restricted to specific functions				
Interest and investment earnings				
Miscellaneous				
Gain on sale of assets				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position - January 1				
Net position - December 31				

The notes to the basic financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position				
Governmental Activities	Business-type Activities	Totals 2017	Totals 2016	Component Units
$ (2,935,332)	$ -	$ (2,935,332)	$ (4,251,312)	$ -
(20,668,119)	-	(20,668,119)	(22,209,535)	-
(8,548,687)	-	(8,548,687)	(1,392,425)	-
(148,289)	-	(148,289)	(108,876)	-
(5,155,865)	-	(5,155,865)	(4,475,907)	-
(5,796,511)	-	(5,796,511)	(5,505,199)	-
(1,066,364)	-	(1,066,364)	(1,500,390)	-
(44,319,167)	-	(44,319,167)	(39,443,644)	-
-	(154,516)	(154,516)	298,135	-
-	3,111,532	3,111,532	3,198,752	-
-	(938,911)	(938,911)	(800,197)	-
-	(69,998)	(69,998)	(83,401)	-
-	(127,954)	(127,954)	(35,492)	-
-	1,820,153	1,820,153	2,577,797	-
(44,319,167)	1,820,153	(42,499,014)	(36,865,847)	-
-	-	-	-	98,710
21,638,802	511,547	22,150,349	21,728,810	-
2,477,794	-	2,477,794	2,320,822	-
1,894,134	-	1,894,134	2,016,650	-
12,127,317	-	12,127,317	12,065,160	-
714,243	138,866	853,109	631,119	911
175,520	58,209	233,729	239,682	-
226,451	8,465	234,916	171,668	-
1,381,462	(1,381,462)	-	-	-
40,635,723	(664,375)	39,971,348	39,173,911	911
(3,683,444)	1,155,778	(2,527,666)	2,308,064	99,621
137,661,730	68,748,793	206,410,523	204,102,459	6,696,072
$ 133,978,286	$ 69,904,571	$ 203,882,857	$ 206,410,523	$ 6,795,693

City of Sheboygan, Wisconsin

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	General	Debt Service GO Debt	Other Governmental Funds	Totals 2017	Totals 2016
ASSETS					
Cash and investments	$ 21,111,529	$ 4,284,320	$ 16,345,766	$ 41,741,615	$ 43,746,325
Receivables					
Taxes and special charges	16,381,899	3,196,889	6,764,092	26,342,880	24,967,954
Delinquent taxes	24,263	-	-	24,263	-
Accounts, net	389,520	-	1,231,313	1,620,833	1,204,303
Special assessments	140,401	-	689,418	829,819	810,006
Loans	10,000	-	8,741,921	8,751,921	8,708,632
Other	35,238	10,096	18,725	64,059	101,204
Due from other funds	2,011,681	2,811,581	600,000	5,423,262	4,772,082
Advance to other funds	2,572,400	-	472,563	3,044,963	882,862
Due from other governments	39,682	-	1,384,779	1,424,461	1,581,302
Inventories and prepaid items	186,787	-	595,405	782,192	264,547
Total assets	$ 42,903,400	$ 10,302,886	$ 36,843,982	$ 90,050,268	$ 87,039,217
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities					
Accounts payable	$ 830,375	$ -	$ 1,917,862	$ 2,748,237	$ 1,615,183
Accrued and other current liabilities	1,720,850	-	105,642	1,826,492	1,802,960
Due to other funds	-	-	4,256,785	4,256,785	3,620,282
Advance from other funds	-	-	3,044,963	3,044,963	1,328,775
Due to other governments	5,202	-	416,765	421,967	726,637
Special deposits	39,743	-	59,730	99,473	-
Unearned revenues	34,377	-	131,664	166,041	138,664
Total liabilities	2,630,547	-	9,933,411	12,563,958	9,232,501
Deferred inflows of resources					
Property taxes levied for subsequent year	16,240,705	3,196,889	6,764,092	26,201,686	24,838,329
Accounts receivable	-	-	168,512	168,512	215,344
Loans receivable	-	-	7,545,156	7,545,156	7,974,306
Special assessments	131,243	-	688,602	819,845	801,678
Total deferred inflows of resources	16,371,948	3,196,889	15,166,362	34,735,199	33,829,657
Fund balances					
Nonspendable	2,404,375	-	2,072,293	4,476,668	2,995,466
Restricted	-	7,105,997	5,319,363	12,425,360	15,041,081
Committed	350,000	-	-	350,000	350,000
Assigned	684,880	-	8,546,300	9,231,180	8,249,401
Unassigned	20,461,650	-	(4,193,747)	16,267,903	17,341,111
Total fund balances	23,900,905	7,105,997	11,744,209	42,751,111	43,977,059
Total liabilities, deferred inflows of resources, and fund balances	$ 42,903,400	$ 10,302,886	$ 36,843,982	$ 90,050,268	$ 87,039,217

The notes to the basic financial statements are an integral part of this statement.

City of Sheboygan, Wisconsin

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

RECONCILIATION TO THE STATEMENT OF NET POSITION	2017	2016
Total fund balances as shown on previous page	$ 42,751,111	$ 43,977,059
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	103,041,392	101,450,244
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.	8,533,513	8,991,328
Net position of the internal service fund is reported in the statement of net position as governmental activities	16,985,746	17,258,411
Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the funds.		
Deferred outflows related to pensions	12,624,709	18,222,336
Deferred inflows related to pensions	(5,167,993)	(6,930,212)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds and notes payable	(36,198,965)	(35,844,553)
Premium on debt	(296,050)	(218,453)
Discount on debt	52,896	59,739
Capital leases	(928,938)	(1,131,924)
Compensated absences	(3,808,477)	(3,043,949)
Net pension liability	(1,634,679)	(3,278,021)
Other postemployment benefit	(1,634,963)	(1,505,861)
Accrued interest on long-term obligations	(341,016)	(344,414)
Net position of governmental activities as reported on the Statement of Net Position (see page 24)	$ 133,978,286	$ 137,661,730

The notes to the basic financial statements are an integral part of this statement.

City of Sheboygan, Wisconsin

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	General	Debt Service GO Debt	Other Governmental Funds	Totals 2017	Totals 2016
REVENUES					
Taxes	$ 15,617,479	$ 2,886,889	$ 8,251,734	$ 26,756,102	$ 26,233,311
Special assessments	-	-	434,350	434,350	208,188
Intergovernmental	14,258,858	-	3,577,543	17,836,401	15,833,146
Licenses and permits	1,069,635	-	569,961	1,639,596	1,801,012
Fines and forfeits	354,853	-	705,477	1,060,330	1,041,267
Public charges for services	1,690,374	-	2,492,614	4,182,988	3,638,828
Intergovernmental charges for services	243,797	-	-	243,797	227,937
Miscellaneous	430,267	556,797	1,173,686	2,160,750	2,085,307
Total revenues	33,665,263	3,443,686	17,205,365	54,314,314	51,068,996
EXPENDITURES					
Current					
General government	3,221,641	450	436,597	3,658,688	5,149,710
Public safety	20,153,962	-	614,173	20,768,135	22,485,711
Public works	8,359,079	-	748,950	9,108,029	8,486,569
Health and human services	221,626	-	12,139	233,765	233,901
Culture and recreation	2,502,128	-	3,528,293	6,030,421	5,575,667
Conservation and development	646,478	-	4,168,937	4,815,415	4,559,225
Debt service					
Principal	-	3,424,312	1,824,262	5,248,574	5,141,963
Interest and fiscal charges	-	838,670	264,332	1,103,002	1,534,676
Capital outlay	-	-	11,356,340	11,356,340	6,263,323
Total expenditures	35,104,914	4,263,432	22,954,023	62,322,369	59,430,745
Excess of revenues under expenditures	(1,439,651)	(819,746)	(5,748,658)	(8,008,055)	(8,361,749)
OTHER FINANCING SOURCES (USES)					
Long-term debt issued	-	-	5,400,000	5,400,000	13,645,000
Capital lease proceeds	-	-	-	-	664,000
Premium on debt issued	-	118,130	-	118,130	108,350
Payment to current noteholder	-	-	-	-	(6,940,000)
Proceeds from sale of capital assets	10,065	-	696,450	706,515	1,102,587
Transfers in	2,811,255	1,101,426	3,406,050	7,318,731	5,242,639
Transfers out	(7,860)	(745,913)	(6,007,496)	(6,761,269)	(4,657,858)
Total other financing sources (uses)	2,813,460	473,643	3,495,004	6,782,107	9,164,718
Net change in fund balances	1,373,809	(346,103)	(2,253,654)	(1,225,948)	802,969
Fund balances - January 1	22,527,096	7,452,100	13,997,863	43,977,059	43,174,090
Fund balances - December 31	$ 23,900,905	$ 7,105,997	$ 11,744,209	$ 42,751,111	$ 43,977,059

The notes to the basic financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	2017	2016
RECONCILIATION TO THE STATEMENT OF ACTIVITIES		
Net change in fund balances as shown on previous page	$ (1,225,948)	$ 802,969
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 and reported as depreciation expense.		
Capital assets reported as capital outlay in governmental fund statements	6,286,753	2,709,251
Contributed capital assets	-	5,427,000
Depreciation expense reported in the statement of activities	(4,178,205)	(4,209,387)
Net book value of disposals	(517,400)	(459,158)
Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the statement of activities when earned.	(457,815)	585,069
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Long-term debt issued	(5,400,000)	(13,645,000)
Capital leases issued	-	(664,000)
Premium on debt issued	(118,130)	(108,350)
Principal repaid	5,045,588	11,872,209
Capital leases paid	202,986	196,239
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:		
Accrued interest on long-term debt	3,398	15,056
Amortization of premiums, discounts and loss on advance refunding	33,690	18,726
Compensated absences	(764,528)	(60,229)
Net pension liability	1,643,342	(8,324,488)
Deferred outflows of resources related to pensions	(5,597,627)	13,077,709
Deferred inflows of resources related to pensions	1,762,219	(6,930,212)
Other postemployment benefits	(129,102)	(55,157)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	(272,665)	222,136
Change in net position of governmental activities as reported in the statement of activities (see pages 25 - 26)	$ (3,683,444)	$ 470,383

The notes to the basic financial statements are an integral part of this statement.

City of Sheboygan, Wisconsin

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2016

	Budget			Variance Final Budget - Positive	2016
	Original	Final	Actual	(Negative)	Actual
REVENUES					
Taxes	$ 15,605,762	$ 15,605,762	$ 15,617,479	$ 11,717	$ 15,164,406
Intergovernmental	14,179,401	14,251,674	14,258,858	7,184	14,207,490
Licenses and permits	902,990	902,990	1,069,635	166,645	1,202,492
Fines and forfeits	284,850	293,021	354,853	61,832	309,263
Public charges for services	1,502,760	1,502,760	1,690,374	187,614	1,721,047
Intergovernmental charges for services	288,375	288,375	243,797	(44,578)	227,937
Miscellaneous	281,150	367,550	430,267	62,717	294,161
Total revenues	33,045,288	33,212,132	33,665,263	453,131	33,126,796
EXPENDITURES					
Current					
General government	3,867,629	3,895,828	3,221,641	674,187	4,689,064
Public Safety	20,666,502	20,808,840	20,153,962	654,878	21,920,893
Public Works	8,420,579	8,453,579	8,359,079	94,500	7,443,242
Health and human services	249,821	249,821	221,626	28,195	233,451
Culture and Recreation	2,483,926	2,534,370	2,502,128	32,242	2,521,890
Conservation and development	351,149	646,649	646,478	171	257,317
Total expenditures	36,039,606	36,589,087	35,104,914	1,484,173	37,065,857
Excess of revenues over (under) expenditures	(2,994,318)	(3,376,955)	(1,439,651)	1,937,304	(3,939,061)
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	-	-	10,065	10,065	63,525
Transfers in	2,855,572	2,855,572	2,811,255	(44,317)	2,844,039
Transfers out	(3,367)	(1,968,789)	(7,860)	1,960,929	(2,992)
Total other financing sources (uses)	2,852,205	886,783	2,813,460	1,926,677	2,904,572
Net change in fund balance	(142,113)	(2,490,172)	1,373,809	3,863,981	(1,034,489)
Fund balance - January 1	22,527,096	22,527,096	22,527,096	-	23,561,585
Fund balance - December 31	$ 22,384,983	$ 20,036,924	$ 23,900,905	$ 3,863,981	$ 22,527,096

The notes to the basic financial statements are an integral part of this statement.

City of Sheboygan, Wisconsin

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Enterprise Funds			
	Sewerage System	Water Utility	Transit Commission	Nonmajor Funds
ASSETS				
Current assets				
Cash and investments	$ 6,537,823	$ 6,791,575	$ 1,609,182	$ 729,419
Receivables				
Taxes and special charges	102,417	-	511,547	14,777
Customer accounts, net	852,925	1,081,583	11,518	27,011
Special assessments	-	-	-	130,430
Other	7,326	19,041	2,653	807
Due from other governments	-	435,327	1,557,558	-
Inventories and prepaid items	-	300,849	22,805	-
Total current assets	7,500,491	8,628,375	3,715,263	902,444
Noncurrent assets				
Restricted assets				
Cash and investments	-	947,375	-	-
Other assets				
Deferred special assessments	-	363,183	-	-
Advance to other funds	-	-	-	-
Investment in CVMIC	-	-	-	-
Total other assets	-	363,183	-	-
Capital assets				
Nondepreciable	8,900,181	455,204	35,754	716,258
Depreciable	14,659,752	44,678,398	656,588	889,401
Total capital assets	23,559,933	45,133,602	692,342	1,605,659
Total assets	31,060,424	55,072,535	4,407,605	2,508,103
DEFERRED OUTFLOWS OF RESOURCES				
Pension related amounts	578,251	815,185	871,706	33,184

The notes to the basic financial statements are an integral part of this statement.

Totals		Governmental Activities - Internal Service Funds	
2017	2016	2017	2016
$ 15,667,999	$ 16,517,287	$ 10,926,111	$ 11,594,371
628,741	601,020	-	-
1,973,037	2,059,053	29,110	-
130,430	580,051	-	-
29,827	27,769	13,360	23,522
1,992,885	347,019	-	-
323,654	325,218	47,423	46,184
20,746,573	20,457,417	11,016,004	11,664,077
947,375	959,942	-	-
363,183	-	-	-
-	445,913	-	-
-	-	2,205,665	2,205,665
363,183	445,913	2,205,665	2,205,665
10,107,397	10,379,277	-	99,082
60,884,139	59,942,692	4,951,080	4,732,031
70,991,536	70,321,969	4,951,080	4,831,113
93,048,667	92,185,241	18,172,749	18,700,855
2,298,326	3,214,960	392,727	558,257

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Enterprise Funds			
	Sewerage System	Water Utility	Transit Commission	Nonmajor Funds
LIABILITIES				
Current liabilities				
Accounts payable	$ 618,032	$ 391,182	$ 100,180	$ 35,324
Accrued and other current liabilities	54,465	117,935	94,456	4,036
Due to other funds	-	1,166,477	-	-
Due to other governments	-	-	-	3,150
Accrued interest	36,274	6,035	-	-
Deposits	-	-	7,500	-
Unearned revenue	10,591	-	-	91
Current portion of compensated absences	-	53,448	-	-
Current portion of long-term debt	517,279	15,225	-	-
Payable from restricted assets				
Current portion of long-term debt	-	887,574	-	-
Accrued interest	-	49,759	-	-
Total current liabilities	1,236,641	2,687,635	202,136	42,601
Long-term obligations, less current portion				
General obligation debt	-	185,390	-	-
Revenue bonds	9,002,194	10,032,081	-	-
Debt premium	-	41,339	-	-
Compensated absences	56,904	403,375	-	-
Net pension liability	75,478	106,815	115,067	4,141
Total long-term liabilities	9,134,576	10,769,000	115,067	4,141
Total liabilities	10,371,217	13,456,635	317,203	46,742
DEFERRED INFLOWS OF RESOURCES				
Special charges on subsequent year tax roll	-	-	511,547	-
Pension related amounts	238,621	337,693	363,780	13,093
Total deferred inflows of resources	238,621	337,693	875,327	13,093
NET POSITION				
Net investment in capital assets	14,040,460	34,704,251	692,342	1,605,659
Restricted	-	365,973	-	-
Unrestricted	6,988,377	7,023,168	3,394,439	875,793
Total net position	$ 21,028,837	$ 42,093,392	$ 4,086,781	$ 2,481,452

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
Net position as reported on the Statement of Net Position in the government-wide financial statements

The notes to the basic financial statements are an integral part of this statement.

Totals		Governmental Activities - Internal Service Funds	
2017	2016	2017	2016
$ 1,144,718	$ 1,375,912	$ 146,667	$ 311,471
270,892	258,531	1,002,422	945,289
1,166,477	1,151,800	-	-
3,150	2,979	-	-
42,309	45,870	-	-
7,500	-	-	-
10,682	10,477	-	-
53,448	55,406	-	-
532,504	510,218	-	-
887,574	853,842	-	-
49,759	51,759	-	-
4,169,013	4,316,794	1,149,089	1,256,760
185,390	200,614	-	-
19,034,275	19,811,948	-	-
41,339	45,786	-	-
460,279	407,795	-	-
301,501	575,315	52,033	99,304
20,022,784	21,041,458	52,033	99,304
24,191,797	25,358,252	1,201,122	1,356,064
511,547	511,547	-	-
953,187	1,216,301	164,499	209,945
1,464,734	1,727,848	164,499	209,945
51,042,712	49,659,932	4,951,080	4,831,113
365,973	362,790	-	-
18,281,777	18,291,379	12,248,775	12,861,990
69,690,462	68,314,101	17,199,855	17,693,103
214,109	434,692	(214,109)	(434,692)
$ 69,904,571	$ 68,748,793	$ 16,985,746	$ 17,258,411

City of Sheboygan, Wisconsin

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Enterprise Funds			
	Sewerage System	Water Utility	Transit Commission	Nonmajor Funds
OPERATING REVENUES				
Charges for services	$ 7,080,585	$ 8,484,209	$ 772,935	$ 447,256
Interdepartmental charges for services	-	-	-	-
Other	50,322	161,678	70,277	6,181
Total operating revenues	7,130,907	8,645,887	843,212	453,437
OPERATING EXPENSES				
Personal services	2,076,686	1,901,340	2,964,241	181,428
Contractual services	2,303,197	1,541,779	245,587	338,639
Supplies and materials	935,196	232,573	596,780	43,902
Insurance	45,895	98,528	123,778	696
Other	553,225	251,485	-	34,505
Depreciation	1,125,362	1,460,127	352,204	43,023
Total operating expenses	7,039,561	5,485,832	4,282,590	642,193
Operating income (loss)	91,346	3,160,055	(3,439,378)	(188,756)
NONOPERATING REVENUES (EXPENSES)				
General property taxes	-	-	511,547	-
Interest income	93,913	19,531	16,234	9,188
Nonoperating grants	-	198,036	2,602,736	-
Nonoperating grants expense	-	(199,008)	-	-
Gain on disposal of capital assets	5,799	-	-	2,666
Interest and fiscal charges	(213,849)	(304,812)	-	-
Amortization of debt discount/premium	-	4,447	-	-
Interest charged to construction	-	2,814	-	-
Other nonoperating revenues	-	-	58,194	15
Total nonoperating revenues (expenses)	(114,137)	(278,992)	3,188,711	11,869
Income (loss) before contributions and transfers	(22,791)	2,881,063	(250,667)	(176,887)
Capital contributions	77,105	250,000	-	-
Transfers in	-	-	-	10,015
Transfers out	(254,414)	(1,137,063)	-	-
Change in net position	(200,100)	1,994,000	(250,667)	(166,872)
Net position - January 1	21,228,937	40,099,392	4,337,448	2,648,324
Net position - December 31	$ 21,028,837	$ 42,093,392	$ 4,086,781	$ 2,481,452

Change in net position, as reported above
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
Change in net position as reported on the Statement of Activities in the government-wide financial statements

The notes to the basic financial statements are an integral part of this statement.

Totals		Governmental Activities - Internal Service Funds	
2017	2016	2017	2016
$ 16,784,985	$ 16,621,541	$ -	$ -
-	-	9,571,693	9,577,632
288,458	414,521	66,953	67,297
17,073,443	17,036,062	9,638,646	9,644,929
7,123,695	6,912,717	1,327,160	1,384,236
4,429,202	4,353,990	1,292,979	1,135,147
1,808,451	1,863,487	278,422	252,775
268,897	286,741	6,861,587	5,803,067
839,215	682,989	506,841	1,182,581
2,980,716	2,879,108	858,005	858,109
17,450,176	16,979,032	11,124,994	10,615,915
(376,733)	57,030	(1,486,348)	(970,986)
511,547	511,547	-	-
138,866	126,959	77,527	70,719
2,800,772	2,634,321	-	-
(199,008)	-	-	-
8,465	1,518	90,573	344,096
(518,661)	(550,856)	-	-
4,447	4,345	-	-
2,814	64,850	-	-
58,209	10,446	1,000	-
2,807,451	2,803,130	169,100	414,815
2,430,718	2,860,160	(1,317,248)	(556,171)
327,105	340,609	-	-
10,015	8,694	949,000	1,000,000
(1,391,477)	(1,468,475)	(125,000)	(125,000)
1,376,361	1,740,988	(493,248)	318,829
68,314,101	66,573,113	17,693,103	17,374,274
$ 69,690,462	$ 68,314,101	$ 17,199,855	$ 17,693,103
$ 1,376,361	$ 1,740,988	$ (493,248)	$ 318,829
(220,583)	96,693	220,583	(96,693)
$ 1,155,778	$ 1,837,681	$ (272,665)	$ 222,136

City of Sheboygan, Wisconsin

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Enterprise Funds			
	Sewerage System	Water Utility	Transit Commission	Nonmajor Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	$ 7,032,703	$ 8,620,715	$ 832,795	$ 449,114
Cash received from other departments	-	-	-	-
Cash paid for employee wages and benefits	(1,989,396)	(1,473,976)	(2,805,305)	(176,949)
Cash paid to suppliers	(3,709,676)	(2,175,740)	(1,081,025)	(414,178)
Net cash provided (used) by operating activities	1,333,631	4,970,999	(3,053,535)	(142,013)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
General property taxes	-	-	511,547	-
Intergovernmental revenues	-	(972)	1,236,602	-
Nonoperating revenue	-	-	58,194	15
Collection of assessments for customer owned laterals	-	93,015	-	-
Advances from other funds	-	(14,363)	-	445,913
Interest on advance from other funds	-	(7,603)	-	-
Transfer in (out)	(254,414)	(1,122,386)	-	10,015
Net cash provided (used) by noncapital financing activities	(254,414)	(1,052,309)	1,806,343	455,943
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(1,113,251)	(2,420,796)	-	(371,177)
Capital contributions	77,105	-	-	-
Sale of capital assets	5,799	-	-	2,666
Special assessments assessed	-	-	-	(6,577)
Proceeds of capital debt	170,288	463,768	-	
Principal paid on long-term debt	(495,855)	(860,717)	-	-
Debt issuance premium	-	-	-	-
Interest paid on long-term debt	(217,488)	(299,131)	-	-
Net cash used by capital and related financing activities	(1,573,402)	(3,116,876)	-	(375,088)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	93,913	19,531	16,234	9,188
Change in cash and cash equivalents	(400,272)	821,345	(1,230,958)	(51,970)
Cash and cash equivalents - January 1	6,938,095	6,917,605	2,840,140	781,389
Cash and cash equivalents - December 31	$ 6,537,823	$ 7,738,950	$ 1,609,182	$ 729,419

The notes to the basic financial statements are an integral part of this statement.

Totals		Governmental Activities - Internal Service Funds	
2017	2016	2017	2016
$ 16,935,327	$ 16,866,866	$ -	$ -
-	-	9,619,698	9,636,586
(6,445,626)	(6,311,568)	(1,062,755)	(1,326,771)
(7,380,619)	(7,279,172)	(9,240,331)	(9,065,871)
3,109,082	3,276,126	(683,388)	(756,056)
511,547	511,547	-	-
1,235,630	2,627,871	-	-
58,209	10,446	1,000	-
93,015	(35,893)	-	-
431,550	(105,190)	-	-
(7,603)	(114,194)	-	-
(1,366,785)	(1,327,461)	824,000	875,000
955,563	1,567,126	825,000	875,000
(3,905,224)	(3,587,630)	(977,972)	(1,680,857)
77,105	-	-	-
8,465	1,518	90,573	344,096
(6,577)	-		
634,056	3,707,173	-	-
(1,356,572)	(3,623,107)	-	-
-	37,232	-	-
(516,619)	(553,632)	-	-
(5,065,366)	(4,018,446)	(887,399)	(1,336,761)
138,866	126,959	77,527	70,719
(861,855)	951,765	(668,260)	(1,147,098)
17,477,229	16,525,464	11,594,371	12,741,469
$ 16,615,374	$ 17,477,229	$ 10,926,111	$ 11,594,371

City of Sheboygan, Wisconsin

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Enterprise Funds			
	Sewerage System	Water Utility	Transit Commission	Nonmajor Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	$ 91,346	$ 3,160,055	$ (3,439,378)	$ (188,756)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	1,125,362	1,460,127	352,204	43,023
Depreciation charged to sewer utility	-	119,740	-	-
Intergovernmental revenues	-	-	-	-
Change in liability (asset) and deferred outflows and inflows of resources				
Pension	87,290	129,445	158,936	4,035
Change in operating assets and liabilities				
Accounts receivables	(98,409)	167,973	(8,833)	(4,494)
Due from other governments	-	(279,732)	-	-
Inventories and prepaid items	-	(1,137)	2,701	-
Accounts payable	72,657	204,086	(123,486)	3,564
Accrued and other current liabilities	55,180	-	5,905	444
Due to other governments	-	-	-	171
Deposits	-	-	(1,584)	-
Unearned revenue	205	-	-	-
Compensated absences	-	10,442	-	-
Net cash provided (used) by operating activities	$ 1,333,631	$ 4,970,999	$ (3,053,535)	$ (142,013)
Reconciliation of cash and cash equivalents to the statement of net position				
Cash and cash equivalents in current assets	$ 6,537,823	$ 6,791,575	$ 1,609,182	$ 729,419
Cash and cash equivalents in restricted assets	-	947,375	-	-
Total cash and cash equivalents	$ 6,537,823	$ 7,738,950	$ 1,609,182	$ 729,419
Noncash capital and related financing activities				
Amortization of premium	$ -	$ 4,447	$ -	$ -
Capital contributions	$ -	$ 250,000	$ -	$ -
Interest charged to construction	$ -	$ 2,814	$ -	$ -
Construction related accounts payable	$ -	$ 61,009	$ -	$ -

The notes to the basic financial statements are an integral part of this statement.

Totals		Governmental Activities - Internal Service Funds	
2017	2016	2017	2016
$ (376,733)	$ 57,030	$ (1,486,348)	$ (970,986)
2,980,716	2,879,108	858,005	858,109
119,740	123,719	-	-
-	6,450	-	-
379,706	249,535	72,813	58,071
56,237	(284,881)	(18,948)	(8,343)
(279,732)	31,918	-	-
1,564	(32,492)	(1,239)	1,262
156,821	234,138	(164,804)	20,276
61,529	9,739	57,133	(714,445)
171	-	-	-
(1,584)	1,562	-	-
205	300	-	-
10,442	-	-	-
$ 3,109,082	$ 3,276,126	$ (683,388)	$ (756,056)
$ 15,667,999	$ 16,517,287	$ 10,926,111	$ 11,594,371
947,375	959,942	-	-
$ 16,615,374	$ 17,477,229	$ 10,926,111	$ 11,594,371
$ 4,447	$ 4,345	$ -	$ -
$ 250,000	$ 340,609	$ -	$ -
$ 2,814	$ 64,850	$ -	$ -
$ 61,009	$ -	$ -	$ -

City of Sheboygan, Wisconsin

STATEMENT OF NET POSITION
AGENCY FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	2017	2016
ASSETS		
Cash and investments	$ 21,751,043	$ 24,622,636
Receivables		
Taxes	19,449,746	15,900,104
Special assessments	489	6,415
Other	20	-
TOTAL ASSETS	$ 41,201,298	$ 40,529,155
LIABILITIES		
Accounts payable	$ 13,760	$ 18,808
Due to other governments	41,187,538	40,510,347
TOTAL LIABILITIES	$ 41,201,298	$ 40,529,155

The notes to the basic financial statements are an integral part of this statement.

COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
DECEMBER 31, 2017

	Housing Authority of the City of Sheboygan	Harbor Centre Business Improvement District	Totals
ASSETS			
Cash and investments	$ 4,122,521	$ 26,680	$ 4,149,201
Receivables			
Accounts	29,891	8,542	38,433
Due from other governments	45,439	-	45,439
Inventories and prepaid items	31,667	-	31,667
Restricted assets			
Cash and investments	85,297	-	85,297
Capital assets, nondepreciable	479,944	-	479,944
Capital assets, depreciable	2,148,239	3,961	2,152,200
Total assets	6,942,998	39,183	6,982,181
DEFERRED OUTFLOWS OF RESOURCES			
Pension related amounts	146,217	-	146,217
LIABILITIES			
Accounts payable	14,629	13,900	28,529
Accrued and other current liabilities	110,798	2,004	112,802
Special deposits	78,566	-	78,566
Unearned revenues	5,038	-	5,038
Long-term obligations			
Net pension liability	18,948	-	18,948
Total liabilities	227,979	15,904	243,883
DEFERRED INFLOWS OF RESOURCES			
Pension related amounts	88,822	-	88,822
NET POSITION			
Net investment in capital assets	2,628,183	3,961	2,632,144
Restricted	1,693	-	1,693
Unrestricted	4,142,538	19,318	4,161,856
Total net position	$ 6,772,414	$ 23,279	$ 6,795,693

The notes to the basic financial statements are an integral part of this statement.

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2017

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Housing Authority of the City of Sheboygan	$ 2,243,868	$ 1,102,343	$ 1,020,474	$ 212,584
Centre Business Improvement District	147,827	153,047	1,957	-
Total component units	$ 2,391,695	$ 1,255,390	$ 1,022,431	$ 212,584
General revenues				
Interest and investment earnings				
Change in net position				
Net position - January 1				
Net position - December 31				

The notes to the basic financial statements are an integral part of this statement.

	Net (Expense) Revenue and Changes in Net Position		
	Housing Authority of the City of Sheboygan	Harbor Centre Business Improvement District	Totals
	$ 91,533	$ -	$ 91,533
	-	7,177	7,177
	91,533	7,177	98,710
	875	36	911
	92,408	7,213	99,621
	6,680,006	16,066	6,696,072
	$ 6,772,414	$ 23,279	$ 6,795,693

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Sheboygan, Wisconsin (the "City"), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the City are described below:

A. REPORTING ENTITY

The City is a municipal corporation governed by an elected mayor and sixteen member council. In accordance with GAAP, the basic financial statements are required to include the City and any separate component units that have a significant operational or financial relationship with the City. The City has identified the following component units that are required to be included in the basic financial statements in accordance with standards established by GASB Statement No. 61.

Discretely Presented Component Units

The component unit columns in the government-wide financial statements represent the financial data of the Housing Authority of the City of Sheboygan (the "Housing Authority") and the Harbor Centre Business Improvement District (the "District"). They are reported in separate columns to emphasize that they are legally separate from the City. The governing bodies of both organizations are appointed by the City's Common Council. Wisconsin Statutes also provide for circumstances where the City can impose its will on both organizations and also create a potential burden on the City. The financial information presented is for the fiscal year ended March 31, 2017 for the Housing Authority and December 31, 2017 for the District. Complete financial statements for the Housing Authority can be obtained from their office at 611 North Water Street, P.O. Box 1052, Sheboygan, WI 53082-1052. Complete financial statements for the District can be obtained from their office at 828 Center Avenue, Sheboygan, WI 53081.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Governmental funds include general, special revenue, debt service, capital projects and permanent funds. Proprietary funds include enterprise and internal service funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund

This is the City's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

Debt Service General Obligation Debt Fund
This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds, except debt issued to finance project plan expenditures of the City's tax incremental financing districts.

The City reports the following major enterprise funds:

Sewerage System
This fund is used to account for the operations of the City's sanitary sewer system.

Water Utility
This fund is used to account for the operations of the City's water treatment and distribution system.

Transit Commission
This fund is used to account for the operations of the City's transit system.

The City reports the following nonmajor funds:

Special Revenue Funds
Special revenue fund are used to account for the proceeds of specific revenue sources that are legally restricted for specific purposes. Nonmajor special revenue funds consist of the following:

Community Development Block Grant	Police Meg Unit
Revolving Loan Funds	Special Assessment
Lead Based Abatement Program	Redevelopment Authority
Mead Library	Municipal Court
Cable TV	Ambulance
Tourism Promotion	Storm Water
Harbor Center Marina	Park Impact Fees
	Park, Forestry & Open Space

Capital Project Funds
Capital project funds are used to account for financial resources to be used for the acquisition of equipment or construction of major capital facilities. The Capital Projects Tax Levy, Capital Projects TIF Districts, and Capital Projects Bonded funds are reported as nonmajor capital project funds.

Debt Service Funds
Debt service funds account for the resources accumulated and payments made for principal and interest on long-term general obligation debt. The TIF Districts debt service fund is reported as a nonmajor debt service fund.

Permanent Funds
Permanent funds are used to report resources that are legally restricted to the extent that only earning, and not principal, may be used for purposes that support the reporting government's programs. The City's cemetery perpetual care and library trust are reported as nonmajor permanent funds.

Enterprise Funds
Enterprise funds are used to report any activity for which a fee is charged to external users for goods and services, and must be used for activities which meet certain debt or cost recovery criteria. Nonmajor enterprise funds consist of the following:

Parking Facility	Boat Facility

Additionally, the City reports the following fund types:

- *Internal service fund* accounts for services provided to other departments or agencies of the City, or to other governments, on a cost reimbursement basis. The City reports the following internal service funds:

  Motor Vehicle
  Data Processing
  Health Self Insurance
  Workers Compensation Self Insurance
  General Liability Self Insurance

- The City accounts for assets held for individuals by various departments and funds held for other governmental agencies in an *agency fund.* The Property Tax Collection and Business Improvement District are accounted for as agency funds.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include intergovernmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, fines and forfeits and miscellaneous revenues are recognized when received in cash or when measurable and available.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and sewer functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, and fees and fines, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for services. Operating expenses for proprietary funds include the costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources, as they are needed.

D. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION OR FUND BALANCE

1. **Cash and Investments**

   Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less from date of acquisition are considered to be cash equivalents.

2. **Property Taxes and Special Charges/Receivable**

   Property taxes and special charges consist of taxes on real estate and personal property and user charges assessed against City properties. They are levied during December of the prior year and become an enforceable lien on property the following January 1. Property taxes are payable in various options depending on the type and amount. Personal property taxes and special charges are payable on or before January 31 in full. Real estate taxes are payable in full by January 31 or in two equal installments on or before January 31 and July 31. Real estate taxes not paid by January 31 are purchased by the County as part of the February tax settlement. Delinquent personal property taxes remain the collection responsibility of the City. Special charges not paid by January 31 are held in trust by the County and remitted to the City, including interest, when collected by the County.

   The City bills and collects its own property taxes and also levies and collects taxes for the Sheboygan Area School District, Kohler School District, Sheboygan County, Lakeshore Technical College and the State of Wisconsin. Collections and remittances of taxes for other entities are accounted for in the property tax agency fund.

3. **Accounts Receivable**

   Accounts receivable have been shown net of an allowance of $177,221 for uncollectible accounts. Delinquent real estate taxes are assumed by Sheboygan County as of July 31; therefore, no allowance is considered necessary. Delinquent personal property taxes remain the collection responsibility of the City; accordingly, an allowance for uncollectible accounts has been established. The City is able to recover a portion of these delinquent personal property taxes from other taxing jurisdictions.

4. **Special Assessments**

   Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. (Installments placed on the 2017 tax roll are recognized as revenue in 2018.)

5. **Loans Receivable**

   The City has received federal and state grant funds for economic development and housing rehabilitation loan programs and has passed the funds to various businesses and individuals in the form of loans. The City records a loan receivable and expenditure when the loan has been made and the funds disbursed. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements. In the governmental funds, the City records a deferred inflow of resources for the net amount of the receivable. As the loans are repaid, revenue is recognized. Any unspent loan proceeds are presented as restricted fund balance in the fund financial statements.

6. **Interfund Receivables and Payables**

   During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" and "due to other funds" in the fund financial statements. Noncurrent portions of the interfund receivables for the governmental funds are reported as "advances to other funds" and are offset by nonspendable fund balance since they do not constitute expendable available financial resources and therefore are not available for appropriation.

The amount reported on the statement of net position for internal balances represents the residual balance outstanding between the governmental and business-type activities.

7. **Inventories**
Inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

Inventories of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

8. **Prepaid Items**
Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items and are accounted for on the consumption method.

Prepaid items of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

9. **Capital Assets**
Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of $5,000 or higher and an estimated useful life in excess of a year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Governmental Activities	Business-type Activities
	Years	
Buildings and improvements	25 - 45	25 - 45
Improvements other than buildings	20 - 40	20 - 40
Machinery and equipment	3 - 25	3 - 25
Infrastructure	20 - 50	20 - 100

10. **Compensated Absences**
It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits in accordance with employee handbook policies and/or bargaining unit agreements. All vacation and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds in the fund financial statements only if they have matured, for example, as a result of employee resignations and retirements.

11. **Deferred Outflows/Inflows of Resources**
Deferred outflows of resources are a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the government that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses or expenditures and revenues are deferred until the future periods to which the outflows and inflows are applicable.

Governmental funds may report deferred inflows of resources for unavailable revenues. The City reports unavailable revenues for special assessments, loan receivables and accounts receivable. These inflows are recognized as revenues in the government-wide financial statements.

12. **Long-term Obligations**
In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

13. **Pensions**
For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

14. **Fund Equity**
Governmental Fund Financial Statements
Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- **Nonspendable fund balance.** Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.
- **Restricted fund balance.** Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.
- **Committed fund balance.** Amounts that are constrained for specific purposes by action of the Common Council through the passage of an ordinance or resolution, as each is equally difficult to remove the constraint. These constraints can only be removed or changed by the Common Council using the same action that was used to create them.
- **Assigned fund balance.** Amounts that are constrained for specific purposes by action of City management. The Common Council has not authorized an employee to assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.
- **Unassigned fund balance.** Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The City has not adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. When a policy does not specify the spend-down policy, GASB Statement No. 54 indicates that restricted funds would be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

Government-Wide and Proprietary Fund Statements
Equity is classified as net position and displayed in three components:

- **Net investment in capital assets.** Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- **Restricted net position.** Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- **Unrestricted net position.** Net position that is neither classified as restricted nor as net investment in capital assets.

E. USE OF ESTIMATES

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

F. PRIOR YEAR INFORMATION

Comparative amounts for the prior year have been presented in the basic financial statements to provide an understanding of changes in the City's financial position and operations. The comparative amounts may be summarized in total and not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2016, from which the summarized information was derived.

G. RECLASSIFICATIONS

Certain amounts in the prior year financial statements have been reclassified to conform with the presentation in the current year financial statements with no change in previously reported net position, changes in net position, fund balance or changes in fund balance.

NOTE 2: STEWARDSHIP AND COMPLIANCE

A. BUDGETS AND BUDGETARY ACCOUNTING

The City follows these procedures in establishing the budgetary data reflected in the basic financial statements:

1. During October, City management submits to the Common Council a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. After submission to the governing body, public hearings are held to obtain taxpayer comments. Following the public hearings, the proposed budget, including authorized additions and deletions, is legally enacted by Common Council action.
2. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all general, certain special revenue and debt service funds. Budget is defined as the originally approved budget plus or minus approved amendments. Individual amendments throughout the year were not material in relation to the original budget. Budget appropriations not expended during the year are closed to fund balance unless authorized by the governing body to be forwarded into the succeeding year's budget.
3. During the year, formal budgetary integration is employed as a management control device for the general fund, special revenue funds and debt service funds except for the Community Development Block Grant, Revolving Loan Funds, Lead Based Abatement Program, and Park Impact Fee Funds. Management control for the capital projects funds is achieved through project authorizations included in debt issue resolutions.

4. Expenditures may not exceed appropriations provided at the major function level of the City. Amendments to the budget during the year require initial approval by management and are subsequently authorized by the Common Council. The City's finance committee or the City's Finance Director can approve transfers within departments while transfers between departments and changes in the overall budget require approval by two-thirds of the Common Council.
5. Encumbrance accounting is not used by the City to record commitments related to unperformed contracts for goods or services.

The City did not have any material violation of legal or contractual provisions for the fiscal year ended December 31, 2017.

B. DEFICIT FUND EQUITY

The following funds had deficit fund balance as of December 31, 2017:

Funds	Deficit Fund Balance
Harbor Center Marina	$ 2,724,969
Redevelopment Authority	425,170
Capital Projects TIF Districts	1,007,203

The City anticipates funding the above deficits from future revenues of the funds or from resources available in the general fund.

C. PROPERTY TAX LEVY LIMIT

Wisconsin state statutes provide for a limit on the property tax levies for all Wisconsin cities, villages, towns and counties. For the 2017 and 2018 budget years, Wisconsin Statutes limit the increase in the maximum allowable tax levy to the change in the City's January 1 equalized value as a result of net new construction. The actual limit for the City for the 2017 budget was 1.94%. The actual limit for the City for the 2018 budget was 3.84%. Debt service for debt authorized after July 1, 2005 is exempt from the levy limit. In addition, Wisconsin statutes allow the limit to be adjusted for the increase in debt service authorized prior to July 1, 2005 and in certain other situations.

NOTE 3: DETAILED NOTES ON ALL FUNDS

A. CASH AND INVESTMENTS

The City maintains various cash and investment accounts, including pooled funds that are available for use by all funds. Each fund's portion of these accounts is displayed on the financial statements as "Cash and investments".

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following:

Time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool. In addition, investment of most trust funds including cemetery perpetual care funds is regulated by Chapter 881 of the Wisconsin Statutes. Investment of library trust funds is regulated by Chapter 112. These sections give broad authority to use such funds to acquire various kinds of investments, including common stock.

The carrying amount of the City's cash and investments totaled $91,034,143 on December 31, 2017 as summarized below:

Petty cash and cash on hand	$ 7,421
Deposits with financial institutions	20,935,004
Investments	
Negotiable certificates of deposit	6,915,987
Wisconsin local government investment pool	11,406,908
Federal Home Loan Bank	4,185,318
Federal National Mortgage Association	11,861,228
Federal Home Loan Mortgage Corporation	15,311,844
Federal Farm Credit Bank	9,103,254
Municipal bonds	1,102,734
Fixed income mutual funds	1,247,570
Money market mutual funds	1,251,156
U.S. Treasury notes	7,705,719
	$ 91,034,143

Reconciliation to the basic financial statements:

Government-wide statement of net position	
Cash and investments	$ 68,335,725
Restricted cash and investments	947,375
Fiduciary fund statement of net position	
Agency funds	21,751,043
	$ 91,034,143

Fair Value Measurements

The City categorizes 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 the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The City has the following fair value measurements as of December 31, 2017:

	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments			
Negotiable certificates of deposit	$ -	$ 6,915,987	$ -
Federal Home Loan Bank	-	4,185,318	-
Federal National Mortgage Association	-	11,861,228	-
Federal Home Loan Mortgage Corporation	-	15,311,844	-
Federal Farm Credit Bank	-	9,103,254	-
Municipal bonds	-	1,102,734	-
Fixed income mutual funds	-	1,247,570	-
Money market mutual funds	-	1,251,156	-
U.S. Treasury notes	-	7,705,719	-
	$ -	$ 58,684,810	$ -

Deposits and investments of the City are subject to various risks. Presented below is a discussion of the City's deposits and investments and the related risks.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The City does not have an additional custodial credit policy.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of $250,000 for the combined amount of all time and savings deposits and $250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of $250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of $250,000 per credit union member. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of $400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available. This coverage has been considered in determining custodial credit risk.

As of December 31, 2017, $5,712,185 of the City's deposits with financial institutions were in excess of federal and state depository insurance limits. No amounts were collateralized.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investment in securities to the top two ratings assigned by nationally recognized statistical rating organizations. Presented below is the actual rating as of the year-end for each investment type.

Investment Type	Amount	Exempt from Disclosure	AAA	Aa	Not Rated
Negotiable certificates of deposit	$ 6,915,987	$ -	$ -	$ -	$ 6,915,987
Wisconsin local government investment pool	11,406,908	-	-	-	11,406,908
Federal Home Loan Bank	4,185,318	-	4,185,318	-	-
Federal National Mortgage Association	11,861,228	-	11,861,228	-	-
Federal Home Loan Mortgage Corporation	15,311,844	-	15,311,844	-	-
Federal Farm Credit Bank	9,103,254	-	9,103,254	-	-
Municipal bonds	1,102,734	-	253,237	849,497	-
Fixed income mutual funds	1,247,570	-	-	-	1,247,570
Money market mutual funds	1,251,156	-	-	-	1,251,156
U.S. Treasury notes	7,705,719	7,705,719	-	-	-
Totals	$ 70,091,718	$ 7,705,719	$ 40,714,881	$ 849,497	$ 20,821,621

Concentration of Credit Risk

The investment policy of the City states that the funds of the City will be invested in accordance with Wisconsin State Statutes. The City's investment policy shall limit the investments to the following investment instruments and shall diversify the portfolio by instruments, financial institutions and maturities:

Instruments	Maximum % of Portfolio
U.S. Treasury obligations (bills, notes and bonds)	100%
U.S. government agency securities and Instruments of government sponsored operations	75%
Certificates of deposit in commerical banks	50%
State investment pool	100%

Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments are as follows:

Issuer	Investment Type	Reported Amount	Percent of Total Investments
Federal Farm Credit Bank	Federal agency securities	$ 9,103,254	13%
Federal National Mortgage Association	Federal agency securities	11,861,228	17%
Federal Home Loan Bank	Federal agency securities	4,185,318	6%
Federal Home Loan Mortgage Corporation	Federal agency securities	15,311,844	22%

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type	Amount	12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
Negotiable certificates of deposit	$ 6,915,987	$ 3,234,541	$ 1,220,530	$ 1,872,980	$ 587,936
Wisconsin local government investment pool	11,406,908	11,406,908	-	-	-
Federal Home Loan Bank	4,185,318	-	991,650	2,222,728	970,940
Federal National Mortgage Association	11,861,228	1,986,320	6,525,873	3,349,035	-
Federal Home Loan Mortgage Corporation	15,311,844	4,352,539	1,348,546	8,385,096	1,225,663
Federal Farm Credit Bank	9,103,254	-	6,530,498	2,572,756	-
Municipal bonds	1,102,734	185,809	174,596	742,329	-
Fixed income mutual funds	1,247,570	1,147,193	100,377	-	-
Money market mutual funds	1,251,156	1,251,156	-	-	-
U.S. Treasury notes	7,705,719	5,471,403	995,625	1,238,691	-
Totals	$ 70,091,718	$ 29,035,869	$ 17,887,695	$ 20,383,615	$ 2,784,539

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The City's investments include the following investments that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above):

Highly Sensitive Investments	Fair Value at Year End
Mortgage backed securities. These securities are subject to early payment in a period of declining interest rates. The resultant reduction in expected total cash flows affects the fair value of these securities and makes the fair values of these securities highly sensitive to changes in interest rates.	$ 40,461,644

Wisconsin Local Government Investment Pool

The City has investments in the Wisconsin local government investment pool (LGIP) of $11,406,908 at year-end. The LGIP is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2017, the fair value of the City's share of the LGIP's assets was substantially equal to the carrying value.

B. RESTRICTED ASSETS

Restricted assets on December 31, 2017 totaled $947,375 and consisted of cash and investments held for the following purposes:

Funds	Amount	Purpose
Enterprise Fund		
Water Utility		
Redemption account	$ 415,732	To segregate resources accumulated for debt service payments over the next twelve months.
Reserve account	531,643	To report resources set aside to make up potential future deficiencies in the redemption account.
Total Restricted Assets	$ 947,375	

C. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, nondepreciable:				
Land	$ 15,991,989	$ 889,598	$ 517,400	$ 16,364,187
Construction in progress	182,666	40,000	182,666	40,000
Total capital assets, nondepreciable	16,174,655	929,598	700,066	16,404,187
Capital assets, depreciable:				
Buildings and improvements	32,814,756	723,618	-	33,538,374
Improvements other than buildings	19,232,709	800,440	-	20,033,149
Machinery and equipment	20,996,085	1,530,764	364,068	22,162,781
Infrastructure	121,025,850	3,462,971	-	124,488,821
Subtotals	194,069,400	6,517,793	364,068	200,223,125
Less accumulated depreciation for:				
Land improvements	16,375,251	720,303	-	17,095,554
Buildings and improvements	11,475,517	426,161	-	11,901,678
Machinery and equipment	14,148,955	1,440,077	364,068	15,224,964
Infrastructure	61,962,975	2,449,669	-	64,412,644
Subtotals	103,962,698	5,036,210	364,068	108,634,840
Total capital assets, depreciable, net	90,106,702	1,481,583	-	91,588,285
Governmental activities capital assets, net	$ 106,281,357	$ 2,411,181	$ 700,066	107,992,472
Less: Capital related debt				34,428,232
Net investment in capital assets				$ 73,564,240

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, nondepreciable:				
Land	$ 887,683	$ 60,230	$ -	$ 947,913
Construction in progress	9,491,594	2,949,286	3,281,396	9,159,484
Total capital assets, nondepreciable	10,379,277	3,009,516	3,281,396	10,107,397
Capital assets, depreciable:				
Buildings and improvements	21,957,058	738,517	389,056	22,306,519
Improvements other than buildings	27,069,879	323,210	-	27,393,089
Machinery and equipment	33,177,869	946,734	543,018	33,581,585
Infrastructure	63,999,484	2,847,185	60,488	66,786,181
Subtotals	146,204,290	4,855,646	992,562	150,067,374
Less accumulated depreciation for:				
Buildings and improvements	14,573,443	578,482	-	15,151,925
Improvements other than buildings	20,667,294	343,410	-	21,010,704
Machinery and equipment	24,862,688	970,018	118,331	25,714,375
Infrastructure	26,158,173	1,208,546	60,488	27,306,231
Subtotals	86,261,598	3,100,456	178,819	89,183,235
Total capital assets, depreciable, net	59,942,692	1,755,190	813,743	60,884,139
Business-type activities capital assets, net	$ 70,321,969	$ 4,764,706	$ 4,095,139	70,991,536
Less: Capital related debt				19,948,824
Net investment in capital assets				$ 51,042,712

Depreciation expense was charged to functions of the City as follows:

Governmental activities	
General government	$ 45,612
Public safety	506,063
Public works	2,640,408
Culture and recreation	531,051
Conservation and development	455,071
Subtotal	4,178,205
Capital assets held by City's internal service fund are charged to various functions based on their usage of the assets	858,005
Total depreciation expense - governmental activities	$ 5,036,210
Business-type activities	
Sewerage system	$ 1,125,362
Water utility	
Depreciation expense	1,460,127
Depreciation expense allocated to clearing accounts	119,740
Transit commission	352,204
Parking facility	9,532
Boat facility	33,491
Total depreciation expense - business-type activities	$ 3,100,456

D. INTERFUND RECEIVABLE, PAYABLES, AND TRANSFERS

Interfund receivables and payables between individual funds of the City, as reported in the fund financial statements, as of December 31, 2017 are detailed below:

	Interfund Receivables	Interfund Payables
Governmental funds		
General	$ 2,011,681	$ -
Special revenue funds		
Community development block grant	-	656,586
Harbor center marina	-	2,820,364
Debt service funds		
TIF districts	-	174,504
GO Debt	2,811,581	-
Capital projects funds		
Tax levy	-	600,000
Bonded	600,000	-
TIF districts	-	5,331
Enterprise fund		
Water utility	-	1,166,477
Totals	$ 5,423,262	$ 5,423,262

The principal purpose of these interfunds is to account for the lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Interfund advances between funds as of December 31, 2017 are detailed below:

	Interfund Receivables	Interfund Payables
Governmental funds		
General	$ 2,572,400	$ -
Special revenue fund		
Redevelopment authority	-	575,000
Debt service fund		
TIF districts	-	935,646
Capital projects funds		
Tax levy	472,563	-
TIF districts	-	1,534,317
Totals	$ 3,044,963	$ 3,044,963

The principal purpose of these interfund advances was financing debt service maturities of the City's tax incremental financing districts and capital acquisitions.

For the statement of net position, interfund balances which are owed within the governmental activities or business-type activities are netted and eliminated. A reconciliation to the statement of net position follows:

Due from other funds	$ 1,166,477
Internal service fund allocation to business-type activities	(214,109)
Total internal balances - government wide Statement of Net Position	$ 952,368

Interfund transfers for the year ended December 31, 2017 were as follows:

Fund	Transfer In	Transfer Out
General	$ 2,811,255	$ 7,860
Special revenue		
Cable TV	-	425,000
Tourism Promotion	-	1,519,222
Harbor Center Marina	745,913	-
Police Meg Unit	4,931	-
Special Assessment	-	698,822
Municipal Court	-	274,197
Ambulance	-	536,401
Capital projects		
Tax Levy	1,058,688	7,086
TIF Districts	1,331,519	-
Bonded	-	949,000
Debt service		
GO Debt	1,101,426	745,913
TIF Districts	264,999	1,596,518
Permanent		
Cemetary Perpetual Care	-	1,250
Enterprise		
Sewerage System	-	254,414
Water Utility	-	1,137,063
Parking Facility	10,015	-
Internal service		
Motor Vehicle	949,000	125,000
	$ 8,277,746	$ 8,277,746

Interfund transfers were made for the following purposes:

Tax equivalent payment made by water utility to general fund	$ 1,137,063
Tax equivalent payment made by sewer utility to general fund	254,414
Transfer from cemetery fund to reimburse general fund for operating costs	1,250
Transfer from cable TV to general fund for operating costs	425,000
Transfer from tourism promotion to reimburse the general fund for operating costs	57,930
Transfer from municipal court to general fund for operating costs	274,197
Transfer from ambulance fund to general fund for operating costs	536,401
Transfer from motor vehicle to general fund for operating costs	125,000
Transfer from general fund to reimburse MEG unt fund for operating costs	4,931
Transfer from convention center debt service to harbor center marina fund to reduce advances	745,913
Transfer to debt service fund from tourism promotion	791,292
Transfer to debt service fund from assessments	310,134
Transfer from TID 6 debt service fund to TID 6 capital fund for projects	125,000
Transfer from general fund to reimburse parking facility for operating costs	2,929
Transfer to reimburse parking facility for operating costs	7,086
Transfer to motor vehicle for equipment bonded in capital projects	949,000
Transfer from TID 11 debt service fund to TID 6 capital fund for projects	264,999
Transfer from tourism fund to capital projects for tourism related projects	670,000
Transfer to capital project fund from assessments	388,688
Transfer from TID 11 debt service fund to TID 6 capital fund for projects	872,819
Transfer from TID 12 debt service fund to TID 12 capital fund for projects	300,000
Transfer from TID 14 debt service fund to TID 14 capital fund for projects	33,700
	$ 8,277,746

E. LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations of the City for the year ended December 31, 2017:

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
Governmental activities:					
General obligation debt					
Bonds	$ 15,980,022	$ -	$ 2,230,636	$ 13,749,386	$ 2,419,775
Notes	18,639,531	5,400,000	2,814,952	21,224,579	3,034,951
Total general obligation debt	34,619,553	5,400,000	5,045,588	34,973,965	5,454,726
Debt premium	218,453	118,130	40,533	296,050	44,470
Debt discount	(59,739)	-	(6,843)	(52,896)	(6,843)
Mortgage notes	225,000	-	-	225,000	-
Capital leases	1,131,924	-	202,986	928,938	209,960
Sheboygan County	1,000,000	-	-	1,000,000	-
Compensated absences	3,043,949	1,911,314	1,146,786	3,808,477	1,611,404
Governmental activities					
Long-term obligations	$ 40,179,140	$ 7,429,444	$ 6,429,050	$ 41,179,534	$ 7,313,717
Business-type activities:					
General obligation debt					
Bonds	$ 214,978	$ -	$ 14,363	$ 200,615	$ 15,225
Revenue bonds	21,161,644	634,056	1,356,572	20,439,128	1,404,853
Bond anticipation notes	-	-	-	-	-
Debt premium	45,786	-	4,447	41,339	-
Compensated absences	520,105	49,028	55,406	513,727	53,448
Business-type activities					
Long-term obligations	$ 21,942,513	$ 683,084	$ 1,430,788	$ 21,194,809	$ 1,473,526

Total interest paid during the year on long-term debt totaled $1,506,378.

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/17
General obligation debt					
General obligation bonds					
General obligation bonds	9/1/07	10/1/26	4.50-5.00%	$ 8,000,000	$ 6,725,000
Taxable refunding bonds	6/23/10	4/1/27	3.50-5.25%	8,325,000	4,205,000
Refunding bonds	8/4/15	11/1/18	1.00-1.25%	2,375,000	800,000
Refunding bonds	8/25/16	10/1/22	1.00-2.00%	2,720,000	2,220,000
General obligation notes					
Land recycling loan	12/23/02	5/1/22	0%	2,700,000	400,645
Land recycling loan	4/14/04	5/1/23	0%	756,625	238,935
Promissory notes (Build America Bonds)	6/23/10	4/1/20	3.50-4.20%	2,045,000	675,000
Promissory notes	5/10/12	4/1/22	2.00-2.125%	4,745,000	2,450,000
Promissory notes	8/4/15	10/1/24	2.00-2.125%	4,310,000	2,375,000
Promissory notes	4/12/16	10/1/25	1.00-2.00%	3,400,000	2,925,000
Promissory notes	4/20/16	10/1/25	1.00-2.30%	7,525,000	6,760,000
Promissory notes	5/15/17	4/1/27	1.50-2.50%	5,000,000	5,000,000
State trust fund loan	9/12/17	3/15/22	3.50%	400,000	400,000
Total outstanding general obligation debt					$ 35,174,580

Annual principal and interest maturities of the outstanding general obligation debt of $35,174,580 on December 31, 2017 are detailed below:

Year Ended	Governmental Activities		Business-type Activities		Totals	
December 31,	Principal	Interest	Principal	Interest	Principal	Interest
2018	$ 5,454,726	$ 952,175	$ 15,225	$ 7,623	$ 5,469,951	$ 959,798
2019	4,198,813	811,318	16,138	7,601	4,214,951	818,919
2020	4,147,873	717,957	17,079	7,193	4,164,952	725,150
2021	4,316,820	615,137	18,131	6,696	4,334,951	621,833
2022	4,315,733	510,101	19,219	7,046	4,334,952	517,147
2023 - 2027	12,540,000	1,047,408	114,823	19,243	12,654,823	1,066,651
	$ 34,973,965	$ 4,654,096	$ 200,615	$ 55,402	$ 35,174,580	$ 4,709,498

For governmental activities, the other long-term liabilities are generally funded by the general fund.

Build America Bond

The general obligation debt issued on June 23, 2010 qualifies as Build America Bonds, as described in Section 54AA of the Internal Revenue Code. The interest on the debt is taxable as set forth in the regulations. The City is eligible to receive a 35% subsidy of the annual interest payment from the Federal government. In order to receive this subsidy it is necessary for the City to file a claim form annually.

Legal Margin for New Debt

The City's legal margin for creation of additional general obligation debt on December 31, 2017 was $104,883,117 as follows:

Equalized valuation of the City		$ 2,619,605,000
Statutory limitation percentage		(x) 5%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes		130,980,250
Total outstanding general obligation debt applicable to debt limitation	$ 35,174,580	
Less: Amounts available for financing general obligation debt		
Debt service funds	9,077,447	
Net outstanding general obligation debt applicable to debt limitation		26,097,133
Legal margin for new debt		$ 104,883,117

Mortgage Notes

Mortgage notes currently outstanding consist of a note with the Sheboygan Development Corporation. A repayment schedule does not exist as of December 31, 2017.

Amount due to Sheboygan County, Wisconsin

Sheboygan County, Wisconsin, provided funding to assist in the development and construction of the infrastructure of the Marina Boatworks facility. To the extent the City does not recover its initial taxpayer funding contribution through tax incremental revenues, the City will share any surplus cash with Sheboygan County in proportion to the initial taxpayer funding contributions excluding tax incremental revenue effects until the $1,000,000 has been returned.

Revenue Bonds

Revenue bonds outstanding on December 31, 2017 totaled $20,439,128 and were comprised of the following issues:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/17
Sewerage system					
Clean Water Fund Loan	5/26/10	5/1/30	2.40%	$ 2,747,622	$ 2,009,542
Clean Water Fund Loan	10/23/13	5/1/33	2.63%	8,525,377	7,509,931
Water utility					
Revenue bonds	3/10/04	5/15/23	2.75%	3,152,000	1,176,568
Revenue bonds	4/1/07	5/1/27	4.00-5.00%	4,000,000	2,525,000
Revenue bonds	4/3/13	5/1/33	2.00-3.50%	3,000,000	2,550,000
Revenue bonds	5/13/15	5/1/35	1.65%	2,990,520	2,793,087
Revenue bonds	4/20/16	4/20/25	1.00-2.00%	2,115,000	1,875,000
Total outstanding revenue bonds					$20,439,128

Annual principal and interest maturities of the outstanding revenue bonds of $20,439,128 on December 31, 2017 are detailed below:

Year Ended December 31,	Business-type Activities		
	Principal	Interest	Total
2018	$ 1,404,853	$ 521,395	$ 1,926,248
2019	1,445,385	486,275	1,931,660
2020	1,466,432	449,044	1,915,476
2021	1,498,010	410,576	1,908,586
2022	1,530,130	370,959	1,901,089
2023 - 2027	6,944,686	1,251,369	8,196,055
2028 - 2032	4,859,165	456,921	5,316,086
2033 - 2034	1,290,467	24,004	1,314,471
	$ 20,439,128	$ 3,970,543	$ 24,409,671

Utility Revenues Pledged

The City has pledged future water and sewer customer revenues, net of specified operating expenses, to repay the water and sewerage system revenue bonds. Proceeds from the bonds provided financing for the construction or acquisition of capital assets used with the systems. The bonds are payable solely from water and sewer customer net revenues and are payable through 2034. The total principal and interest remaining to be paid on the bonds is $24,409,671. Principal and interest paid for the current year and total customer net revenues for the water utility were $1,159,925 and $4,837,749, respectively. Principal and interest paid for the current year and total customer net revenues for the sewerage system were $713,343 and $1,301,621, respectively.

Other Debt Information

There are a number of limitations and restrictions contained in the various bond and note obligations. The City believes it is substantially in compliance with all material limitations and restrictions.

Capital Lease

The City is obligated under various leases accounted for as capital leases that were used to finance the acquisition of capital assets. The cost of the capital assets under the capital leases are $1,590,282 and the related accumulated depreciation is $676,890 as of December 31, 2017.

The following is a schedule of the minimum lease payments under the lease agreements and the present values of the minimum lease payments at December 31, 2017:

Year Ending	Governmental Activities
2018	$ 240,716
2019	240,708
2020	240,715
2021	181,953
2022	106,455
Subtotal	1,010,547
Less: Amount representing interest	81,609
Present value of future minimum lease payments	$ 928,938

F. CONDUIT DEBT OBLIGATIONS

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2017, there were 5 series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $12,224,676.

G. PENSION PLAN

1. Plan Description

The WRS is a cost-sharing, multiple-employer, defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be found at http://etf.wi.gov/publications/cafr.htm.

For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are 1) final average earnings, 2) years of creditable service, and 3) a formula factor.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

The WRS also provides death and disability benefits for employees.

2. Post-Retirement Adjustments

The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

Year	Core Fund Adjustment	Variable Fund Adjustment
2007	3%	10%
2008	6.6	0
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)

3. Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remained of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period ending December 31, 2016, the WRS recognized $2,235,521 in contributions from the City.

Contribution rates for the reporting period are:

Employee Category	Employee	Employer
General (including teachers)	6.6%	6.6%
Protective with Social Security	6.6%	9.4%
Protective without Social Security	6.6%	13.2%

4. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2017, the City reported a liability of $1,988,213 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015 rolled forward to December 31, 2016. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2016, the City's proportion was 0.24121808%, which was a decrease of 0.00202434% from its proportion measured as of December 31, 2015.

For the year ended December 31, 2017, the City recognized pension expense of $5,133,864.

At December 31, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 758,106	$ 6,252,758
Net differences between projected and actual earnings on pension plan investments	9,896,693	-
Changes in assumptions	2,075,754	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	70,129	32,921
Employer contributions subsequent to the measurement date	2,515,080	-
Total	$ 15,315,762	$ 6,285,679

$2,515,080 reported as deferred outflows related to pension resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31,	Expense
2017	$ 2,654,431
2018	2,654,431
2019	1,799,349
2020	(596,614)
2021	3,406
Total	$ 6,515,003

5. Actuarial Assumptions

The total pension liability in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date:	December 31, 2015
Measurement date of net pension liability:	December 31, 2016
Actuarial cost method:	Entry Age
Asset valuation method:	Fair Value
Long-term expected rate of return:	7.2%
Discount rate:	7.2%
Salary increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.6%
Mortality	Wisconsin 2012 Mortality Table
Post-retirement adjustments*	2.1%

* *No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2015 using experience from 2012 - 2014. The total pension liability for December 31, 2016 is based upon a roll-forward of the liability calculated from the December 31, 2015 actuarial valuation.

Long-term Expected Return on Plan Assets. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

	Current Asset Allocation %	Destination Target Asset Allocation %	Long-term Expected Nominal Rate of Return %	Long-term Expected Real Rate of Return %
Core Fund Asset Class				
Global equities	50%	45%	8.3%	5.4%
Fixed income	24.5%	37%	4.2%	1.4%
Inflation sensitive assets	15.5%	20%	4.3%	1.5%
Real estate	8%	7%	6.5%	3.6%
Private equity/debt	8%	7%	9.4%	6.5%
Multi-asset	4%	4%	6.6%	3.7%
Total Core Fund	110%	120%	7.4%	4.5%
Variable Fund Asset Class				
U.S. equities	70%	70%	7.6%	4.7%
International equities	30%	30%	8.5%	5.6%
Total Variable Fund	100%	100%	7.9%	5%

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.75%

Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations

Single Discount Rate. A single discount rate of 7.20% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long-term bond rate of 3.78%. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan members contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.2 percent, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase to Discount Rate (8.20%)
City's proportionate share of the net pension liability (asset)	$ 26,156,215	$ 1,988,213	$ (16,622,244)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at http://etf.wi.gov/publications/cafr.htm.

6. Payables to the Pension Plan

At December 31, 2017, the City reported a payable of $575,021 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2017.

H. OTHER POSTEMPLOYMENT BENEFITS

Plan Description. The City provides health care related benefits for employees who retire prior to the age of 65. Benefit terms including eligibility and vesting requirements vary by employee classification. There were 423 active and 54 retired employees in the single-employer plan as of the most recent actuary valuation date.

Annual OPEB Cost and Net OPEB Obligation. The City's other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC), and the amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation.

Component	Amount
Annual required contribution	$ 536,473
Interest on net OPEB	45,176
Adjustment to annual required contribution	(76,830)
Annual OPEB cost (expense)	504,819
Contributions made	375,717
Change in net OPEB obligation	129,102
OPEB obligation - beginning of year	1,505,861
OPEB obligation - end of year	$ 1,634,963

The annual required contribution for the current year was determined as part of the January 1, 2016 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions include (a) 3.0% discount rate, and (b) projected salary increases as 3.0%.

The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with a long-term perspective of the calculations. The unfunded actuarial accrued liability is being amortized as an open level dollar amount of projected payroll. The remaining amortization period at December 31, 2017 is 30 years, and the remaining amount is $4,955,334.

Trend Information. The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2017 is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/17	$ 504,819	74%	$ 1,634,963
12/31/16	427,267	87%	1,505,861
12/31/15	565,061	59%	1,450,704

Funded Status and Funding Progress. The funded status of the plan as of January 1, 2016, the most recent actuarial valuation date, was as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b-a] / c)
1/1/16	$ -	$ 4,955,334	$ 4,955,334	0.00%	$26,123,451	19%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far in the future, such as assumptions about future terminations, mortality, and healthcare cost trends. Actuarially determined amounts are subject to continual revision as actuarial results are compared with past experience and new estimates are made about the future.

Actuarial methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2016 actuarial valuation, the entry age normal method was used. The actuarial assumptions include a rate of 3.0% to discount expected liabilities to the valuation date. The initial healthcare trend rate was 7.5% for medical and dental, reduced by decrements to an ultimate rate of 5.0% for medical and dental after eighteen years. The UAAL is being amortized as a level dollar of projected payroll on an open basis. The remaining amortization period at December 31, 2017 was 30 years.

I. FUND EQUITY

Nonspendable Fund Balance

In the fund financial statements, portions of the governmental fund balances are amounts that cannot be spent because they are either 1) not in spendable form or 2) legally or contractually required to be maintained intact. At December 31, 2017, nonspendable fund balance was as follows:

	General	Nonmajor
Nonspendable		
Inventories and prepaid items	$ 186,787	$ 595,405
Long-term accounts and interfund receivables	2,217,588	-
Principal of endowment	-	1,476,888
Total Nonspendable Fund Balance	$ 2,404,375	$ 2,072,293

Restricted Fund Balance

In the fund financial statements, portions of governmental fund balances are not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2017, restricted fund balance was as follows:

Special Revenue Funds	
Restricted for	
Community development	$ 1,636,498
Debt Service Funds	
Restricted for	
Debt service	7,105,997
Tax incremental financing districts	1,971,450
Total Debt Service Funds Restricted Fund Balance	9,077,447
Capital Projects Funds	
Restricted for	
Capital improvements	1,161,327
Permanent Fund	
Restricted for	
Library trust	550,088
Total Restricted Fund Balance	$ 12,425,360

Committed Fund Balance

In the fund financial statements, portions of government fund balances are committed by City Council action. At December 31, 2017, General Fund balance was committed as follows:

General Fund	
Committed for	
Development	$ 350,000

Assigned Fund Balance

Portions of governmental fund balances have been assigned to represent tentative management plans that are subject to change. At December 31, 2017, fund balance was assigned as follows:

General Fund	
Assigned for subsequent years budget	$ 684,880
Special Revenue Funds	
Library activities and programs	1,073,904
Cable TV program	823,776
Tourism and promotion activities	206,115
Public safety - MEG unit	24,232
Special assessments	1,005,377
Municipal court operations	997
Ambulance services	386,117
Storm water	103,926
Park and recreation	136,111
Subtotal	3,760,555
Capital Projects Funds	
Assigned for subsequent year's expenditures	
Capital Improvements	4,785,745
Total	$ 9,231,180

Minimum General Fund Balance Policy

The City has also adopted a minimum fund balance policy of 25% of subsequent year budgeted expenditures not including debt service, for the general fund. The minimum fund balance is maintained for cash flow and working capital purposes. The minimum fund balance amount is calculated as follows:

Budgeted 2018 General Fund Expenditures	$ 37,651,007
Minimum Fund Balance %	(x) 25%
Minimum Fund Balance Amount	$ 9,412,752

The City's unassigned general fund balance of $20,461,650 is above the minimum fund balance amount.

Net Position
The City reports restricted net position at December 31, 2017 as follows:

Governmental activities	
Restricted for	
Expendable	
Debt service	$ 6,764,981
Tax incremental financing districts	1,971,450
Community development	8,034,681
Cemetery perpetual care	876,888
Library trust	1,150,088
Total governmental activities restricted net position	18,798,088
Business-type activities	
Restricted for	
Debt service	365,973
Total restricted net position	$ 19,164,061

NOTE 4: OTHER INFORMATION

A. COMPONENT UNITS

This report contains the Housing Authority of the City of Sheboygan (the "Housing Authority") and the Harbor Centre Business Improvement District, which are included as component units. Financial information for both is presented as a separate column in the statement of net position and statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

Information related to the Housing Authority is as follows:

Significant Accounting Policies
The Housing Authority follows the accrual basis of accounting.

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value.

Capital assets are stated at cost at the date of acquisition. The provision for depreciation was computed under the straight-line method over the useful lives of the assets.

Deposits and Investments

The carrying amount of the Housing Authority's cash and investments totaled $4,207,818 on March 31, 2017 as summarized below:

Deposits with financial institutions	$ 269,315
Investments	
Government debt securities	2,261,819
Money market funds	60,061
Negotiable certificates of deposit	407,029
Exchange traded funds	1,209,594
	$ 4,207,818

Reconciliation to the basic financial statements

Combining Statement of Net Position	
Cash and investments	$ 4,122,521
Cash and cash equivalents - restricted	85,297
	$ 4,207,818

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The City does not have an additional custodial credit policy.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of $250,000 for the combined amount of all time and savings deposits and $250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of $250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of $250,000 per credit union member. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of $400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available. This coverage has been considered in determining custodial credit risk.

As of March 31, 2017, none of the Housing Authority's deposits with financial institutions were in excess of federal and state depository insurance limits. No amounts were collateralized.

Fair Value Measurements

The Housing Authority categorizes 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 the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs.

The Housing Authority has the following fair value measurements as of December 31, 2017:

	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Federal National Mortgage Association	$ -	$ 274,117	$ -
Federal Home Loan Mortgage Corporation	-	935,387	-
Federal Farm Credit Bank	-	461,536	-
Federal Home Loan Bank	-	441,125	-
U.S. Treasury securities	-	149,654	-
Negotiable certificates of deposit	-	407,029	-
Exchange traded funds	1,209,594	-	-
Total investments by fair value level	$ 1,209,594	$ 2,668,848	$ -

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investments in securities to the top two ratings assigned by nationally recognized statistical rating organization. The Authority does not have an additional credit risk policy. Presented below is the actual rating as of March 31, 2017, for each investment type.

Investment Type	Amount	Exempt from Disclosure	AAA	Aa	Not Rated
Federal National Mortgage Association	$ 274,117	$ -	$ 274,117	$ -	$ -
Federal Home Loan Mortgage Corporatior	935,387	-	935,387	-	-
Federal Farm Credit Bank	461,536	-	-	461,536	-
Federal Home Loan Bank	441,125	-	-	441,125	-
U.S. Treasury securities	149,654	149,654	-	-	-
Totals	$ 2,261,819	$ 149,654	$ 1,209,504	$ 902,661	$ -

Concentration of Credit Risk

Concentration of credit risk refers to risk of loss attributed to investments in a single issuer. The Housing Authority does not have an additional investment policy regarding concentration of credit risk.

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The Housing Authority's investments include the following investments that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above):

Highly Sensitive Investments	Fair Value at Year End
Mortgage backed securities. These securities are subject to early payment in a period of declining interest rates. The resultant reduction in expected total cash flows affects the fair value of these securities and makes the fair values of these securities highly sensitive to changes in interest rates.	$ 2,112,165

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Housing Authority does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Information about the sensitivity of the fair values of the Housing Authority's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the Housing Authority's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type	Amount	12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
Federal National Mortgage Association	$ 274,117	$ -	$ -	$ 274,117	$ -
Federal Home Loan Mortgage Corporation	935,387	-	-	935,387	-
Federal Farm Credit Bank	461,536	119,658	-	341,878	-
Federal Home Loan Bank	441,125	-	-	98,304	342,821
U.S. Treasury securities	149,654	149,654	-	-	-
Negotiable certificates of deposit	407,029	407,029	-	-	-
Exchange traded funds	1,209,594	1,209,594	-	-	-
Totals	$ 3,878,442	$ 1,885,935	$ -	$ 1,649,686	$ 342,821

Capital Assets

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, nondepreciable:				
Land	$ 346,943	$ -	$ -	$ 346,943
Construction in progress	124,068	212,584	203,651	133,001
Total capital assets, nondepreciable	471,011	212,584	203,651	479,944
Capital assets, depreciable:				
Buildings and improvements	8,770,469	288,994	-	9,059,463
Machinery and equipment	861,863	65,242	5,178	921,927
Total capital assets, depreciable	9,632,332	354,236	5,178	9,981,390
Less accumulated depreciation	7,562,316	276,013	5,178	7,833,151
Net capital assets, depreciable	2,070,016	78,223	-	2,148,239
Total capital assets, net of accumulated depreciation	$ 2,541,027	$ 290,807	$ 203,651	$ 2,628,183

Accumulated depreciation is not available by class or function.

Information related to the Business Improvement District is as follows:

Significant Accounting Policies
The Business Improvement District follows the accrual basis of accounting.

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value.

Deposits and Investments
Deposits in banks are insured by the Federal Deposit Insurance Corporation (FDIC) up to the statutory amount for demand deposits and time deposits. At year end, the carrying amount of the District's cash totaled $26,680 and consisted entirely of bank deposits. The entire bank balance was covered by federal and state depository insurance.

B. TAX INCREMENTAL FINANCING DISTRICTS
The City has established one capital projects fund and one debt service fund to account for Tax Incremental Districts (the "TID") which were created by the City in accordance with Section 66.1105 of the Wisconsin Statutes. At the time the TIDs were created, the property tax base within each TID was "frozen" and increment taxes resulting from increases to the property tax base are used to finance TID improvements, including principal and interest on long-term debt issued by the City to finance such improvements. The Statutes allow eligible project costs to be incurred up to five years prior to the maximum termination date.

Since creation of the above TIDs, the City has provided various financing sources to the TID. The foregoing amounts are not recorded as liabilities in the TID capital project fund but can be recovered by the City from any future excess tax increment revenues. As of December 31, 2017, the amounts the City can recover from future excess tax increment revenues are as follows:

	Recoverable Costs
TID No. 5	$ (15,772)
TID No. 6	(5,545,461)
TID No. 10	(631,644)
TID No. 11	1,297,242
TID No. 12	175,466
TID No. 13	278,416
TID No. 14	473,903
TID No. 15	155,865
TID No. 16	(4,675,365)
TID No. E1	(444,732)

The intent of the City is to recover the above amounts from future TID surplus funds, if any, prior to termination of the respective Districts. Unless terminated by the City prior thereto, each TID has a statutory termination year as follows:

	Termination Year
TID No. 5	2018
TID No. 6	2023
TID No. 10	2024
TID No. 11	2021
TID No. 12	2027
TID No. 13	2032
TID No. 14	2031
TID No. 15	2031
TID No. 16	2035
TID No. E1	2025

C. TAX ABATEMENTS

The City has created tax incremental financing districts (the "TIDs") in accordance with Wisconsin State Statute 66.1105, *Tax Increment Law.* As part of the project plan for the TIDs, the City entered into agreements with developers for a creation of tax base within the TIDs. The agreements require the City to make annual repayments of property taxes collected within the TIDs to the developers, based upon the terms of the agreements. As tax abatements, those developer payments and the related property tax revenues are not reported as revenues or expenditures in the financial statements.

For the year ended December 31, 2017, the City abated property taxes totaling $721,733 under this program, including the following tax abatement agreements that each exceeded 10% of the total amount abated:

- A property tax abatement of $263,353 to a developer for a senior housing project within Tax Incremental District No. 13.
- A property tax abatement of $302,772 to a developer for retail development within Tax Incremental District No. 14.
- A property tax abatement of $155,608 to a developer for retail development within Tax Incremental District No. 15.

D. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The City participates in a public entity risk pool called Cities and Villages Mutual Insurance Company to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omission. However, other risks, such as workers compensation and health care of its employees are accounted for and financed by the City in health self-insurance internal service fund and the workers compensation self-insurance internal service fund.

Self-Insurance Fund

For health insurance claims, the uninsured risk of loss is $150,000 per person. In addition, there is a minimum aggregate deductible for the current policy year which is the greater of $6,874,632 or 90% of the monthly aggregate deductible for the first month of the policy year, multiplied by twelve months. The City has purchased commercial insurance for claims in excess of those amounts. Settled claims have exceeded the commercial coverage for the individual stop-loss, but not the aggregate deductible during any of the past three years.

For workers compensation claims, the uninsured risk of loss is $500,000 per incident. The City has purchased commercial insurance for claims in excess of those amounts. Settled claims have not exceeded the commercial coverage in any of the past three years.

All funds of the City participate in the risk management program. Amounts payable to the internal service funds are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses. $8,883,093 was available for that reserve at year end, and is included in unrestricted net position of the internal service funds.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for health insurance, workers compensation, and general liability claims that have been incurred but not reported.

	Liability January 1	Current Year Claims and Changes in Estimates	Claims Payments	Liability December 31
Health Insurance				
2017	$ 667,743	$ 6,396,154	$ 6,342,629	$ 721,268
2016	1,332,954	5,271,879	5,937,090	667,743
Workers Compensation				
2017	55,993	298,397	292,881	61,509
2016	65,274	362,222	371,503	55,993
General Liability				
2017	185,703	167,036	167,036	185,703
2016	185,703	168,966	168,966	185,703

Wisconsin Municipal Insurance Commission (WMIC)
Cities and Villages Mutual Insurance company (CVMIC)
CVMIC is a municipal mutual insurance company established on September 14, 1987 under Section 611.23 of the Wisconsin Statutes. CVMIC provides liability insurance coverage to the cities and Villages which make up the membership of the WMIC that was established under Section 66.30 of the Wisconsin Statutes governing intergovernmental cooperation commissions.

CVMIC insures the municipalities up to $5,000,000 per occurrence above the self-insured retention amount selected by each individual city or City. CVMIC also provides excess insurance of $5,000,000 over the CVMIC layer thru a group purchase program paid proportionately by members for a total limit of $10,000,000 per occurrence. Members pay premiums based on their self-insured retention amount, claims experience and population.

Management of CVMIC and WMIC consists of a board of directors and officers elected by the membership from each class of participants based on population. The board of directors hires the company executive director who in turn hires the management staff of CVMIC. The City does not exercise any control over the activities of CVMIC and WMIC beyond the election of the officer and board.

Financial statements of CVMIC can be obtained directly from CVMIC's offices. The City's Mutual Member Participation Calculation for 2017 is calculated at 2.936%. This calculation is based on premiums, claims and self-insured retention of the city as compared to the entire membership. The City's participation portion of available funds would be distributed upon dissolution. WMIC is not required to have an audit.

The City pays an annual premium to CVMIC for its general liability insurance as noted. The City's self-insured retention amount annually is $125,000 per occurrence and $500,000 in the aggregate. An actuarially determined estimate for outstanding losses and incurred but not reported losses related to the City is $40,485 as of December 31, 2017.

E. CONTINGENCIES
The City participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. An audit under the Uniform Guidance has been conducted but final acceptance is still pending. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

From time to time, the City is party to other various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the legal counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

F. SUBSEQUENT EVENT

The Water Utility of the City of Sheboygan issued $4,705,000 Water Utility Revenue Bonds on March 1, 2018, which were used for both refunding and nonrefunding purposes.

G. UPCOMING ACCOUNTING PRONOUNCEMENTS

In June 2015, the GASB issued a new standard addressing accounting and financial reporting for postemployment benefits other than pensions (OPEB). GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, addresses accounting and reporting by employer governments that provide OPEB benefits to their employees. The City will, after adoption of GASB No. 75, recognize on the face of the financial statements its OPEB liability. GASB No. 75 is effective for fiscal years beginning after June 15, 2017. The City is currently evaluating the impact this standard will have on the financial statements when adopted.

In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. The Statement establishes criteria for identifying fiduciary activities and addresses financial reporting for these activities. This statement is effective for reporting periods beginning after June 15, 2018. The City is currently evaluating the impact this standard will have on the financial statements when adopted.

In June 2017, the GASB issued Statement No. 87, *Leases*. The Statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. This statement is effective for reporting periods beginning after December 15, 2019. The City is currently evaluating the impact this standard will have on the financial statements when adopted.

REQUIRED SUPPLEMENTARY INFORMATION

City of Sheboygan, Wisconsin

SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFIT PLAN
FOR THE YEAR ENDED DECEMBER 31, 2017

Actual Valuation Date January 1	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2)-(1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4)/(5)
2008	$ -	$ 5,291,565	0.00%	$ 5,291,565	$ 27,270,092	19.40%
2010	-	6,126,869	0.00%	6,126,869	25,536,076	23.99%
2012	-	4,231,036	0.00%	4,231,036	25,031,966	16.90%
2014	-	4,879,620	0.00%	4,879,620	26,387,532	18.49%
2016	-	4,955,334	0.00%	4,955,334	26,123,451	18.97%

See notes to required supplementary information.

City of Sheboygan, Wisconsin

SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN
FOR THE YEAR ENDED DECEMBER 31, 2017

Year Ended December 31,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	$ 317,005	$ 651,682	48.64%
2010	491,903	583,533	84.30%
2011	438,536	653,520	67.10%
2012	632,472	350,789	180.30%
2013	502,179	410,228	122.41%
2014	67,853	503,634	13.47%
2015	331,000	593,753	55.75%
2016	372,110	457,761	81.29%
2017	375,717	536,473	70.03%

See notes to required supplementary information.

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

Fiscal Year Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered-Employee Payroll (plan year)	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
12/31/15	0.24125991%	$ (5,926,003)	$ 26,387,532	22.46%	102.74%
12/31/16	0.24324242%	3,952,640	27,577,423	14.33%	98.20%
12/31/17	0.24121808%	1,988,213	26,123,451	7.61%	99.12%

SCHEDULE OF CONTRIBUTIONS
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered-Employee Payroll (fiscal year)	Contributions as a Percentage of Covered-Employee Payroll
12/31/15	$ 2,385,841	$ 2,385,841	$ -	$ 27,577,423	8.65%
12/31/16	2,235,521	2,235,521	-	26,123,451	8.56%
12/31/17	2,515,080	2,515,080	-	26,534,421	9.48%

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

There were no changes of benefit terms or assumptions for any participating employer in the WRS.

The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The City is required to present the last ten fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

SUPPLEMENTARY INFORMATION

City of Sheboygan, Wisconsin

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Special Revenue						
	Community Development Block Grant	Revolving Loan Funds	Lead Based Abatement Program	Mead Library	Cable TV	Tourism Promotion	Harbor Center Marina
ASSETS							
Cash and investments	$ 916,541	$ 717,875	$ 8,641	$ 1,223,550	$ 683,346	$ 81,908	$ 153,311
Receivables							
Taxes and special charges	-	-	-	2,335,829	-	-	-
Accounts	-	-	-	-	145,195	226,442	26,015
Special assessments	-	-	-	-	-	-	-
Loans	3,301,078	3,097,105	416,765	-	-	-	-
Other	-	781	-	-	995	870	-
Due from other funds	-	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	-	-
Due from other governments	657,113	-	-	-	-	-	-
Inventories and prepaid items	-	-	-	-	-	-	36,405
Total assets	$ 4,874,732	$ 3,815,761	$ 425,406	$ 3,559,379	$ 829,536	$ 309,220	$ 215,731
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities							
Accounts payable	$ 3,766	$ -	$ -	$ 69,422	$ 2,356	$ 102,527	$ 60,606
Accrued and other current liabilities	4,101	-	-	80,224	3,404	578	-
Due to other funds	656,586	-	-	-	-	-	2,820,364
Advance from other funds	-	-	-	-	-	-	-
Due to other governments	-	-	416,765	-	-	-	-
Special deposits	-	-	-	-	-	-	59,730
Unearned revenues	-	-	-	-	-	-	-
Total liabilities	664,453	-	416,765	149,646	5,760	103,105	2,940,700
Deferred inflows of resources							
Property taxes levied for subsequent year	-	-	-	2,335,829	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Loans receivable	3,301,078	3,097,105	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	3,301,078	3,097,105	-	2,335,829	-	-	-
Fund balances							
Nonspendable	-	-	-	-	-	-	36,405
Restricted	909,201	718,656	8,641	-	-	-	-
Assigned	-	-	-	1,073,904	823,776	206,115	-
Unassigned	-	-	-	-	-	-	(2,761,374)
Total fund balances	909,201	718,656	8,641	1,073,904	823,776	206,115	(2,724,969)
Total liabilities, deferred inflows of resources, and fund balances	$ 4,874,732	$ 3,815,761	$ 425,406	$ 3,559,379	$ 829,536	$ 309,220	$ 215,731

City of Sheboygan, Wisconsin

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Special Revenue							
	Police Meg Unit	Special Assessment	Redevelopment Authority	Municipal Court	Ambulance	Storm Water	Park Impact Fees	Park, Forestry & Open Space
ASSETS								
Cash and investments	$ 21,814	$ 961,668	$ 207,218	$ 22,892	$ 222,836	$ 103,802	$ 72,806	$ 53,192
Receivables								
Taxes and special charges	-	-	-	-	-	-	-	110,000
Accounts	-	41,297	-	3,300	359,164	-	-	-
Special assessments	-	689,418	-	-	-	-	-	-
Loans	-	-	1,040,004	-	-	-	-	-
Other	26	1,596	314	111	292	124	18	95
Due from other funds	-	-	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	-	-	-
Due from other governments	4,931	-	-	-	-	-	-	25,000
Inventories and prepaid items	-	-	-	-	-	-	-	-
Total assets	$ 26,771	$ 1,693,979	$ 1,247,536	$ 26,303	$ 582,292	$ 103,926	$ 72,824	$ 188,287
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
Liabilities								
Accounts payable	$ 1,905	$ -	$ 57,702	$ 21,706	$ 15,222	$ -	$ -	$ 15,000
Accrued and other current liabilities	634	-	-	3,600	12,441	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Advance from other funds	-	-	575,000	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-	-
Special deposits	-	-	-	-	-	-	-	-
Unearned revenues	-	-	-	-	-	-	-	-
Total liabilities	2,539	-	632,702	25,306	27,663	-	-	15,000
Deferred inflows of resources								
Property taxes levied for subsequent year	-	-	-	-	-	-	-	110,000
Accounts receivable	-	-	-	-	168,512	-	-	-
Loans receivable	-	-	1,040,004	-	-	-	-	-
Special assessments	-	688,602	-	-	-	-	-	-
Total deferred inflows of resources	-	688,602	1,040,004	-	168,512	-	-	110,000
Fund balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Assigned	24,232	1,005,377	-	997	386,117	103,926	72,824	63,287
Unassigned	-	-	(425,170)	-	-	-	-	-
Total fund balances	24,232	1,005,377	(425,170)	997	386,117	103,926	72,824	63,287
Total liabilities, deferred inflows of resources, and fund balances	$ 26,771	$ 1,693,979	$ 1,247,536	$ 26,303	$ 582,292	$ 103,926	$ 72,824	$ 188,287

City of Sheboygan, Wisconsin

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Capital Projects			Debt Service	Permanent Funds		Totals	
	Capital Projects Tax Levy	Capital Projects TIF Districts	Capital Projects Bonded	TIF Districts	Cemetery Perpetual Care	Library Trust	2017	2016
ASSETS								
Cash and investments	$ 4,474,171	$ 888,518	$ 829,307	$ 2,675,565	$ 876,717	$ 1,150,088	$ 16,345,766	$ 18,402,470
Receivables								
Taxes and special charges	929,507	-	-	3,388,756	-	-	6,764,092	6,544,775
Accounts	280,843	139,915	-	9,049	93	-	1,231,313	829,669
Special assessments	-	-	-	-	-	-	689,418	632,889
Loans	496,969	-	-	390,000	-	-	8,741,921	8,698,632
Other	5,439	-	-	7,986	78	-	18,725	31,605
Due from other funds	-	-	600,000	-	-	-	600,000	-
Advance to other funds	472,563	-	-	-	-	-	472,563	77,730
Due from other governments	697,735	-	-	-	-	-	1,384,779	779,278
Inventories and prepaid items	59,000	-	500,000	-	-	-	595,405	93,162
Total assets	$ 7,416,227	$ 1,028,433	$ 1,929,307	$ 6,471,356	$ 876,888	$ 1,150,088	$ 36,843,982	$ 36,090,210
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
Liabilities								
Accounts payable	$ 803,342	$ 495,328	$ 267,980	$ 1,000	$ -	$ -	$ 1,917,862	$ 756,384
Accrued and other current liabilities	-	660	-	-	-	-	105,642	157,566
Due to other funds	600,000	5,331	-	174,504	-	-	4,256,785	3,620,282
Advance from other funds	-	1,534,317	-	935,646	-	-	3,044,963	1,328,775
Due to other governments	-	-	-	-	-	-	416,765	724,326
Special deposits	-	-	-	-	-	-	59,730	-
Unearned revenues	131,664	-	-	-	-	-	131,664	138,664
Total liabilities	1,535,006	2,035,636	267,980	1,111,150	-	-	9,933,411	6,725,997
Deferred inflows of resources								
Property taxes levied for subsequent year	929,507	-	-	3,388,756	-	-	6,764,092	6,544,775
Accounts receivable	-	-	-	-	-	-	168,512	215,344
Loans receivable	106,969	-	-	-	-	-	7,545,156	7,974,306
Special assessments	-	-	-	-	-	-	688,602	631,925
Total deferred inflows of resources	1,036,476	-	-	3,388,756	-	-	15,166,362	15,366,350
Fund balances								
Nonspendable	59,000	-	500,000	-	876,888	600,000	2,072,293	1,562,662
Restricted	-	-	1,161,327	1,971,450	-	550,088	5,319,363	7,588,981
Assigned	4,785,745	-	-	-	-	-	8,546,300	8,183,988
Unassigned	-	(1,007,203)	-	-	-	-	(4,193,747)	(3,337,768)
Total fund balances	4,844,745	(1,007,203)	1,661,327	1,971,450	876,888	1,150,088	11,744,209	13,997,863
Total liabilities, deferred inflows of resources, and fund balances	$ 7,416,227	$ 1,028,433	$ 1,929,307	$ 6,471,356	$ 876,888	$ 1,150,088	$ 36,843,982	$ 36,090,210

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Special Revenue						
	Community Development Block Grant	Revolving Loan Funds	Lead Based Abatement Program	Mead Library	Cable TV	Tourism Promotion	Harbor Center Marina
REVENUES							
Taxes	$ -	$ -	$ -	$ 2,305,741	$ -	$ 1,572,735	$ 145
Special assessments	-	-	-	-	-	-	-
Intergovernmental	1,130,343	-	-	689,879	-	-	-
Licenses and permits	-	-	-	-	569,961	-	-
Fines and forfeits	-	-	-	-	-	20	-
Public charges for services	-	-	-	43,668	707	-	816,946
Miscellaneous	210,170	294,693	6,417	51,389	5,883	9,528	1,887
Total revenues	1,340,513	294,693	6,417	3,090,677	576,551	1,582,283	818,978
EXPENDITURES							
Current							
General government	-	-	-	-	-	1,885	-
Public safety	-	-	-	-	-	30,536	-
Public works	-	-	-	-	-	-	740,609
Health and human services	-	-	-	-	-	-	-
Culture and recreation	-	-	-	3,039,232	145,983	30,669	-
Conservation and development	449,253	75,000	-	-	-	524,261	-
Debt service							
Principal	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	3,753
Capital outlay	805,805	-	-	35,884	62,362	795	225,892
Total expenditures	1,255,058	75,000	-	3,075,116	208,345	588,146	970,254
Excess of revenues over (under) expenditures	85,455	219,693	6,417	15,561	368,206	994,137	(151,276)
OTHER FINANCING SOURCES (USES)							
Long-term debt issued	-	-	-	-	-	-	-
Capital lease proceeds	-	-	-	-	-	-	-
Premium on debt issued	-	-	-	-	-	-	-
Payment to advance refunding escrow agent	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	745,913
Transfers out	-	-	-	-	(425,000)	(1,519,222)	-
Total other financing sources (uses)	-	-	-	-	(425,000)	(1,519,222)	745,913
Net change in fund balances	85,455	219,693	6,417	15,561	(56,794)	(525,085)	594,637
Fund balances - January 1	823,746	498,963	2,224	1,058,343	880,570	731,200	(3,319,606)
Fund balances - December 31	$ 909,201	$ 718,656	$ 8,641	$ 1,073,904	$ 823,776	$ 206,115	$ (2,724,969)

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Special Revenue							
	Police Meg Unit	Special Assessment	Redevelopment Authority	Municipal Court	Ambulance	Storm Water	Park Impact Fees	Park, Forestry & Open Space
REVENUES								
Taxes	$ -	$ -	$ 22,222	$ -	$ -	$ -	$ -	$ 110,000
Special assessments	-	434,350	-	-	-	-	-	-
Intergovernmental	29,638	-	-	-	8,730	-	-	25,000
Licenses and permits	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	705,457	-	-	-	-
Public charges for services	-	-	-	3,300	1,317,886	19,949	72,751	-
Miscellaneous	314	30,819	102,158	545	1,876	753	73	701
Total revenues	29,952	465,169	124,380	709,302	1,328,492	20,702	72,824	135,701
EXPENDITURES								
Current								
General government	-	-	-	434,712	-	-	-	-
Public safety	29,539	-	-	-	554,098	-	-	-
Public works	-	-	-	-	-	8,341	-	-
Health and human services	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Conservation and development	-	-	27,771	-	-	-	-	-
Debt service								
Principal	-	-	-	-	89,311	-	-	-
Interest and fiscal charges	-	-	-	-	17,145	-	-	-
Capital outlay	457	-	831,791	-	-	7,536	-	72,414
Total expenditures	29,996	-	859,562	434,712	660,554	15,877	-	72,414
Excess of revenues over (under) expenditures	(44)	465,169	(735,182)	274,590	667,938	4,825	72,824	63,287
OTHER FINANCING SOURCES (USES)								
Long-term debt issued	-	-	-	-	-	-	-	-
Capital lease proceeds	-	-	-	-	-	-	-	-
Premium on debt issued	-	-	-	-	-	-	-	-
Payment to advance refunding escrow agent	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	4,931	-	-	-	-	-	-	-
Transfers out	-	(698,822)	-	(274,197)	(536,401)	-	-	-
Total other financing sources (uses)	4,931	(698,822)	-	(274,197)	(536,401)	-	-	-
Net change in fund balances	4,887	(233,653)	(735,182)	393	131,537	4,825	72,824	63,287
Fund balances - January 1	19,345	1,239,030	310,012	604	254,580	99,101	-	-
Fund balances - December 31	$ 24,232	$ 1,005,377	$ (425,170)	$ 997	$ 386,117	$ 103,926	$ 72,824	$ 63,287

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Capital Projects			Debt Service	Permanent Funds		Totals	
	Capital Projects Tax Levy	Capital Projects TIF Districts	Capital Projects Bonded	TIF Districts	Cemetery Perpetual Care	Library Trust	2017	2016
REVENUES								
Taxes	$ 1,681,879	$ -	$ -	$ 2,559,012	$ -	$ -	$ 8,251,734	$ 8,182,016
Special assessments	-	-	-	-	-	-	434,350	208,188
Intergovernmental	790,314	250,000	600,000	53,639	-	-	3,577,543	1,625,656
Licenses and permits	-	-	-	-	-	-	569,961	598,520
Fines and forfeits	-	-	-	-	-	-	705,477	732,004
Public charges for services	-	205,796	-	-	11,611	-	2,492,614	1,917,781
Miscellaneous	96,797	-	-	194,152	9,166	156,365	1,173,686	1,250,462
Total revenues	2,568,990	455,796	600,000	2,806,803	20,777	156,365	17,205,365	14,514,627
EXPENDITURES								
Current								
General government	-	-	-	-	-	-	436,597	460,646
Public safety	-	-	-	-	-	-	614,173	564,818
Public works	-	-	-	-	-	-	748,950	1,043,327
Health and human services	-	-	-	-	12,139	-	12,139	450
Culture and recreation	-	-	-	-	-	312,409	3,528,293	3,053,777
Conservation and development	-	2,788,302	304,350	-	-	-	4,168,937	4,301,908
Debt service								
Principal	-	-	-	1,734,951	-	-	1,824,262	1,721,686
Interest and fiscal charges	-	-	-	243,434	-	-	264,332	650,224
Capital outlay	3,063,500	2,410,853	3,839,051	-	-	-	11,356,340	6,263,323
Total expenditures	3,063,500	5,199,155	4,143,401	1,978,385	12,139	312,409	22,954,023	18,060,159
Excess of revenues over (under) expenditures	(494,510)	(4,743,359)	(3,543,401)	828,418	8,638	(156,044)	(5,748,658)	(3,545,532)
OTHER FINANCING SOURCES (USES)								
Long-term debt issued	-	400,000	5,000,000	-	-	-	5,400,000	13,645,000
Capital lease proceeds	-	-	-	-	-	-	-	664,000
Premium on debt issued	-	-	-	-	-	-	-	49,079
Payment to advance refunding escrow agent	-	-	-	-	-	-	-	(6,940,000)
Proceeds from sale of capital assets	696,450	-	-	-	-	-	696,450	1,039,062
Transfers in	1,058,688	1,331,519	-	264,999	-	-	3,406,050	1,219,939
Transfers out	(7,086)	-	(949,000)	(1,596,518)	(1,250)	-	(6,007,496)	(4,654,866)
Total other financing sources (uses)	1,748,052	1,731,519	4,051,000	(1,331,519)	(1,250)	-	3,495,004	5,022,214
Net change in fund balances	1,253,542	(3,011,840)	507,599	(503,101)	7,388	(156,044)	(2,253,654)	1,476,682
Fund balances - January 1	3,591,203	2,004,637	1,153,728	2,474,551	869,500	1,306,132	13,997,863	12,521,181
Fund balances - December 31	$ 4,844,745	$ (1,007,203)	$ 1,661,327	$ 1,971,450	$ 876,888	$ 1,150,088	$ 11,744,209	$ 13,997,863

City of Sheboygan, Wisconsin

MEAD LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 2,305,741	$ 2,305,741	$ 2,305,741	$ -
Intergovernmental	642,413	642,413	689,879	47,466
Public charges for services	65,500	65,500	43,668	(21,832)
Miscellaneous	66,000	66,000	51,389	(14,611)
Total revenues	3,079,654	3,079,654	3,090,677	11,023
EXPENDITURES				
Current				
Culture and recreation	3,037,954	3,069,465	3,039,232	30,233
Capital outlay	41,700	41,700	35,884	5,816
Total expenditures	3,079,654	3,111,165	3,075,116	36,049
Net change in fund balance	-	(31,511)	15,561	47,072
Fund balance - January 1	1,058,343	1,058,343	1,058,343	-
Fund balance - December 31	$ 1,058,343	$ 1,026,832	$ 1,073,904	$ 47,072

City of Sheboygan, Wisconsin

CABLE TV SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Licenses and permits	$ 625,000	$ 625,000	$ 569,961	$ (55,039)
Public charges for services	650	650	707	57
Miscellaneous	4,500	4,500	5,883	1,383
Total revenues	630,150	630,150	576,551	(53,599)
EXPENDITURES				
Current				
Culture and recreation	141,214	141,214	145,983	(4,769)
Capital outlay	71,315	71,315	62,362	8,953
Total expenditures	212,529	212,529	208,345	4,184
Excess of revenues over expenditures	417,621	417,621	368,206	(49,415)
OTHER FINANCING USES				
Transfers out	(425,000)	(425,000)	(425,000)	-
Net change in fund balance	(7,379)	(7,379)	(56,794)	(49,415)
Fund balance - January 1	880,570	880,570	880,570	-
Fund balance - December 31	$ 873,191	$ 873,191	$ 823,776	$ (49,415)

City of Sheboygan, Wisconsin

TOURISM PROMOTION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 1,387,000	$ 1,387,000	$ 1,572,735	$ 185,735
Fines and forfeits	-	-	20	20
Miscellaneous	3,000	3,000	9,528	6,528
Total revenues	1,390,000	1,390,000	1,582,283	192,283
EXPENDITURES				
Current				
General government	3,150	3,150	1,885	1,265
Public safety	25,122	25,122	30,536	(5,414)
Culture and recreation	53,801	53,801	30,669	23,132
Conservation and development	465,000	465,000	524,261	(59,261)
Capital outlay	1,500	1,500	795	705
Total expenditures	548,573	548,573	588,146	(39,573)
Excess of revenues over expenditures	841,427	841,427	994,137	152,710
OTHER FINANCING USES				
Transfers out	(1,464,930)	(1,464,930)	(1,519,222)	(54,292)
Net change in fund balance	(623,503)	(623,503)	(525,085)	98,418
Fund balance - January 1	731,200	731,200	731,200	-
Fund balance - December 31	$ 107,697	$ 107,697	$ 206,115	$ 98,418

City of Sheboygan, Wisconsin

HARBOR CENTER MARINA SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ -	$ -	$ 145	$ 145
Public charges for services	800,000	800,000	816,946	16,946
Miscellaneous	-	-	1,887	1,887
Total revenues	800,000	800,000	818,978	18,978
EXPENDITURES				
Current				
Public works	557,080	557,080	740,609	(183,529)
Debt service				
Interest and fiscal charges	4,000	4,000	3,753	247
Capital outlay	350,000	350,000	225,892	124,108
Total expenditures	911,080	911,080	970,254	(59,174)
Deficiency of revenues under expenditures	(111,080)	(111,080)	(151,276)	(40,196)
OTHER FINANCING SOURCES				
Transfers in	350,000	350,000	745,913	395,913
Net change in fund balance	238,920	238,920	594,637	355,717
Fund balance - January 1	(3,319,606)	(3,319,606)	(3,319,606)	-
Fund balance - December 31	$ (3,080,686)	$ (3,080,686)	$ (2,724,969)	$ 355,717

POLICE MEG UNIT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	$ 53,827	$ 53,827	$ 29,638	$ (24,189)
Miscellaneous	-	-	314	314
Total revenues	53,827	53,827	29,952	(23,875)
EXPENDITURES				
Current				
Public safety	53,827	53,827	29,539	24,288
Capital outlay	-	-	457	(457)
Total expenditures	53,827	53,827	29,996	23,831
Deficiency of revenues under expenditures	-	-	(44)	(44)
OTHER FINANCING SOURCES				
Transfers in	-	-	4,931	4,931
Net change in fund balance	-	-	4,887	4,887
Fund balance - January 1	19,345	19,345	19,345	-
Fund balance - December 31	$ 19,345	$ 19,345	$ 24,232	$ 4,887

City of Sheboygan, Wisconsin

SPECIAL ASSESSMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Special assessments	$ 282,760	$ 282,760	$ 434,350	$ 151,590
Miscellaneous	12,600	12,600	30,819	18,219
Total revenues	295,360	295,360	465,169	169,809
OTHER FINANCING USES				
Transfers out	(698,822)	(698,822)	(698,822)	-
Net change in fund balance	(403,462)	(403,462)	(233,653)	169,809
Fund balance - January 1	1,239,030	1,239,030	1,239,030	-
Fund balance - December 31	$ 835,568	$ 835,568	$ 1,005,377	$ 169,809

City of Sheboygan, Wisconsin

REDEVELOPMENT AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 25,000	$ 25,000	$ 22,222	$ (2,778)
Miscellaneous	-	-	102,158	102,158
Total revenues	25,000	25,000	124,380	99,380
EXPENDITURES				
Current				
Conservation and development	45,000	50,000	27,771	22,229
Capital outlay	-	575,000	831,791	(256,791)
Total expenditures	45,000	625,000	859,562	(234,562)
Net change in fund balance	(20,000)	(600,000)	(735,182)	(135,182)
Fund balance - January 1	310,012	310,012	310,012	-
Fund balance - December 31	$ 290,012	$ (289,988)	$ (425,170)	$ (135,182)

City of Sheboygan, Wisconsin

MUNICIPAL COURT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Fines and forfeits	$ 825,000	$ 825,000	$ 705,457	$ (119,543)
Public charges for services	4,500	4,500	3,300	(1,200)
Miscellaneous	-	-	545	545
Total revenues	829,500	829,500	709,302	(120,198)
EXPENDITURES				
Current				
General government	544,393	544,393	434,712	109,681
Excess of revenues over expenditures	285,107	285,107	274,590	(10,517)
OTHER FINANCING USES				
Transfers out	(279,860)	(279,860)	(274,197)	5,663
Net change in fund balance	5,247	5,247	393	(4,854)
Fund balance - January 1	604	604	604	-
Fund balance - December 31	$ 5,851	$ 5,851	$ 997	$ (4,854)

City of Sheboygan, Wisconsin

AMBULANCE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ -	$ 8,730	$ 8,730	$ -
Public charges for services	1,200,000	1,200,000	1,317,886	117,886
Miscellaneous	-	-	1,876	1,876
Total revenues	1,200,000	1,208,730	1,328,492	119,762
EXPENDITURES				
Current				
Public safety	663,599	672,329	554,098	118,231
Debt service				-
Principal	-	-	89,311	(89,311)
Interest and fiscal charges	-	-	17,145	(17,145)
Total expenditures	663,599	672,329	660,554	11,775
Excess of revenues over expenditures	536,401	536,401	667,938	131,537
OTHER FINANCING USES				
Transfers out	(536,401)	(536,401)	(536,401)	-
Net change in fund balance	-	-	131,537	131,537
Fund balance - January 1	254,580	254,580	254,580	-
Fund balance - December 31	$ 254,580	$ 254,580	$ 386,117	$ 131,537

City of Sheboygan, Wisconsin

STORM WATER SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Public charges for services	$ 1,200	$ 1,200	$ 19,949	$ 18,749
Miscellaneous	-	-	753	753
Total revenues	1,200	1,200	20,702	19,502
EXPENDITURES				
Current				
Public works	-	8,804	8,341	463
Capital outlay	80,000	80,000	7,536	72,464
Total expenditures	80,000	88,804	15,877	72,927
Net change in fund balance	(78,800)	(87,604)	4,825	92,429
Fund balance - January 1	99,101	99,101	99,101	-
Fund balance - December 31	$ 20,301	$ 11,497	$ 103,926	$ 92,429

City of Sheboygan, Wisconsin

PARK FORESTRY & OPEN SPACE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 110,000	$ 110,000	$ 110,000	$ -
Intergovernmental	-	-	25,000	25,000
Miscellaneous	-	-	701	701
Total revenues	110,000	110,000	135,701	25,701
EXPENDITURES				
Capital outlay	110,000	110,000	72,414	37,586
Net change in fund balance	-	-	63,287	63,287
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ 63,287	$ 63,287

City of Sheboygan, Wisconsin

CAPITAL PROJECTS TAX LEVY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 1,733,457	$ 1,733,457	$ 1,681,879	$ (51,578)
Intergovernmental	1,150,000	1,150,000	790,314	(359,686)
Miscellaneous	4,020,375	4,037,875	96,797	(3,941,078)
Total revenues	6,903,832	6,921,332	2,568,990	(4,352,342)
EXPENDITURES				
Current				
Conservation and development	-	390,000	-	390,000
Capital outlay	8,150,820	9,021,252	3,063,500	5,957,752
Total expenditures	8,150,820	9,411,252	3,063,500	6,347,752
Excess of revenues over (under) expenditures	(1,246,988)	(2,489,920)	(494,510)	1,995,410
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	1,470,000	1,720,000	696,450	(1,023,550)
Transfers in	1,058,688	1,058,688	1,058,688	-
Transfers out	(89,289)	(350,289)	(7,086)	343,203
Total other financing sources (uses)	2,439,399	2,428,399	1,748,052	(680,347)
Net change in fund balance	1,192,411	(61,521)	1,253,542	1,315,063
Fund balance - January 1	3,591,203	3,591,203	3,591,203	-
Fund balance - December 31	$ 4,783,614	$ 3,529,682	$ 4,844,745	$ 1,315,063

City of Sheboygan, Wisconsin

CAPITAL PROJECTS TIF DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental	$ 75,000	$ 75,000	$ 250,000	$ 175,000
Public charges for services	215,000	215,000	205,796	(9,204)
Miscellaneous	75,000	475,000	-	(475,000)
Total revenues	365,000	765,000	455,796	(309,204)
EXPENDITURES				
Current				
Conservation and development	65,000	3,389,868	2,788,302	601,566
Capital outlay	1,006,000	2,792,047	2,410,853	381,194
Total expenditures	1,071,000	6,181,915	5,199,155	982,760
Excess of revenues over (under) expenditures	(706,000)	(5,416,915)	(4,743,359)	673,556
OTHER FINANCING SOURCES				
Long-term debt issued	-	400,000	400,000	-
Transfers in	61,000	1,086,762	1,331,519	244,757
Total other financing sources	61,000	1,486,762	1,731,519	244,757
Net change in fund balance	(645,000)	(3,930,153)	(3,011,840)	918,313
Fund balance - January 1	2,004,637	2,004,637	2,004,637	-
Fund balance - December 31	$ 1,359,637	$ (1,925,516)	$ (1,007,203)	$ 918,313

City of Sheboygan, Wisconsin

CAPTIAL PROJECTS BONDED FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	$ 600,000	$ 600,000	$ 600,000	-
Miscellaneous	5,000	5,000	-	(5,000)
Total revenues	605,000	605,000	600,000	(5,000)
EXPENDITURES				
Current				
Conservation and development	-	350,000	304,350	45,650
Capital outlay	8,701,600	9,514,112	3,839,051	5,675,061
Total expenditures	8,701,600	9,864,112	4,143,401	5,720,711
Excess of revenues over (under) expenditures	(8,096,600)	(9,259,112)	(3,543,401)	5,715,711
OTHER FINANCING SOURCES (USES)				
Long-term debt issued	9,000,000	9,000,000	5,000,000	(4,000,000)
Transfers out	(949,000)	(949,000)	(949,000)	-
Total other financing sources (uses)	8,051,000	8,051,000	4,051,000	(4,000,000)
Net change in fund balance	(45,600)	(1,208,112)	507,599	1,715,711
Fund balance - January 1	1,153,728	1,153,728	1,153,728	-
Fund balance - December 31	$ 1,108,128	$ (54,384)	$ 1,661,327	$ 1,715,711

City of Sheboygan, Wisconsin

DEBT SERVICE GO DEBT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 2,886,889	$ 2,886,889	$ 2,886,889	$ -
Miscellaneous	507,965	507,965	556,797	48,832
Total revenues	3,394,854	3,394,854	3,443,686	48,832
EXPENDITURES				
Current				
General government	-	-	450	(450)
Debt service				-
Principal	3,438,666	3,438,666	3,424,312	14,354
Interest and fiscal charges	763,322	763,322	838,670	(75,348)
Total expenditures	4,201,988	4,201,988	4,263,432	(61,444)
Excess of revenues over (under) expenditures	(807,134)	(807,134)	(819,746)	(12,612)
OTHER FINANCING SOURCES (USES)				
Premium on debt issued	-	-	118,130	118,130
Transfers in	1,047,134	1,047,134	1,101,426	54,292
Transfers out	(350,000)	(350,000)	(745,913)	(395,913)
Total other financing sources (uses)	697,134	697,134	473,643	(223,491)
Net change in fund balance	(110,000)	(110,000)	(346,103)	(236,103)
Fund balance - January 1	7,452,100	7,452,100	7,452,100	-
Fund balance - December 31	$ 7,342,100	$ 7,342,100	$ 7,105,997	$ (236,103)

City of Sheboygan, Wisconsin

DEBT SERIVCE TIF DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 2,995,754	$ 2,995,754	$ 2,559,012	$ (436,742)
Intergovernmental	28,332	28,332	53,639	25,307
Miscellaneous	21,498	21,498	194,152	172,654
Total revenues	3,045,584	3,045,584	2,806,803	(238,781)
EXPENDITURES				
Current				
Conservation and development	741,572	741,572	-	741,572
Debt service				-
Principal	1,814,834	1,814,834	1,734,951	79,883
Interest and fiscal charges	212,155	212,155	243,434	(31,279)
Total expenditures	2,768,561	2,768,561	1,978,385	790,176
Excess of revenues over expenditures	277,023	277,023	828,418	551,395
OTHER FINANCING SOURCES (USES)				
Premium on debt issued	-	-	-	-
Transfers in	347,235	347,235	264,999	(82,236)
Transfers out	(325,999)	(784,699)	(1,596,518)	(811,819)
Total other financing sources (uses)	21,236	(437,464)	(1,331,519)	(894,055)
Net change in fund balance	298,259	(160,441)	(503,101)	(342,660)
Fund balance - January 1	2,474,551	2,474,551	2,474,551	-
Fund balance - December 31	$ 2,772,810	$ 2,314,110	$ 1,971,450	$ (342,660)

City of Sheboygan, Wisconsin

CEMETERY PERPETUAL CARE PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Public charges for services	$ 9,400	$ 9,400	$ 11,611	$ 2,211
Miscellaneous	1,250	1,250	9,166	7,916
Total revenues	10,650	10,650	20,777	10,127
EXPENDITURES				
Current				
Health and human services	750	750	12,139	(11,389)
Excess of revenues over expenditures	9,900	9,900	8,638	(1,262)
OTHER FINANCING USES				
Transfers out	(1,250)	(1,250)	(1,250)	-
Net change in fund balance	8,650	8,650	7,388	(1,262)
Fund balance - January 1	869,500	869,500	869,500	-
Fund balance - December 31	$ 878,150	$ 878,150	$ 876,888	$ (1,262)

City of Sheboygan, Wisconsin

LIBRARY TRUST PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Miscellaneous	$ 9,545	$ 9,545	$ 156,365	$ 146,820
EXPENDITURES				
Current				
Culture and recreation	-	-	312,409	(312,409)
Net change in fund balance	9,545	9,545	(156,044)	(165,589)
Fund balance - January 1	1,306,132	1,306,132	1,306,132	-
Fund balance - December 31	$ 1,315,677	$ 1,315,677	$ 1,150,088	$ (165,589)

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Parking Facility	Boat Facility	Totals 2017	Totals 2016
ASSETS				
Current assets				
Cash and investments	$ 458,866	$ 270,553	$ 729,419	$ 781,389
Receivables				
Taxes and special charges	14,777	-	14,777	16,103
Customer accounts	26,977	34	27,011	20,117
Special assessments	130,430	-	130,430	123,853
Other	631	176	807	1,881
Total current assets	631,681	270,763	902,444	943,343
Other assets				
Advance to other funds	-	-	-	445,913
Capital assets				
Nondepreciable	716,258	-	716,258	716,258
Depreciable	479,371	410,030	889,401	561,247
Total capital assets	1,195,629	410,030	1,605,659	1,277,505
Total assets	1,827,310	680,793	2,508,103	2,666,761
DEFERRED OUTFLOWS OF RESOURCES				
Pension related amounts	33,184	-	33,184	43,391
LIABILITIES				
Current liabilities				
Accounts payable	19,470	15,854	35,324	31,760
Accrued and other current liabilities	4,036	-	4,036	3,592
Due to other governments	3,150	-	3,150	2,979
Unearned revenue	-	91	91	91
Total current liabilities	26,656	15,945	42,601	38,422
Long-term obligations, less current portion				
Net pension liability	4,141	-	4,141	7,516
Total liabilities	30,797	15,945	46,742	45,938
DEFERRED INFLOWS OF RESOURCES				
Pension related amounts	13,093	-	13,093	15,890
NET POSITION				
Net investment in capital assets	1,195,629	410,030	1,605,659	1,277,505
Unrestricted	620,975	254,818	875,793	1,370,819
Total net position	$ 1,816,604	$ 664,848	$ 2,481,452	$ 2,648,324

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Parking Facility	Boat Facility	Totals 2017	Totals 2016
OPERATING REVENUES				
Charges for services	$ 384,836	$ 62,420	$ 447,256	$ 420,979
Other	6,181	-	6,181	5,283
Total operating revenues	391,017	62,420	453,437	426,262
OPERATING EXPENSES				
Personal services	181,428	-	181,428	175,568
Contractual services	181,756	156,883	338,639	261,189
Supplies and materials	43,902	-	43,902	53,851
Insurance	696	-	696	884
Other	34,505	-	34,505	7,567
Depreciation	9,532	33,491	43,023	45,031
Total operating expenses	451,819	190,374	642,193	544,090
Operating loss	(60,802)	(127,954)	(188,756)	(117,828)
NONOPERATING REVENUES				
Interest income	5,353	3,835	9,188	22,094
Gain on disposal of capital assets	2,666	-	2,666	-
Other nonoperating revenues	15	-	15	14,758
Total nonoperating revenues	8,034	3,835	11,869	36,852
Loss before transfers	(52,768)	(124,119)	(176,887)	(80,976)
Transfers in	10,015	-	10,015	8,694
Transfers out	-	-	-	(91,675)
Change in net position	(42,753)	(124,119)	(166,872)	(163,957)
Net position - January 1	1,859,357	788,967	2,648,324	2,812,281
Net position - December 31	$ 1,816,604	$ 664,848	$ 2,481,452	$ 2,648,324

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Parking Facility	Boat Facility	Totals 2017	Totals 2016
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	$ 386,149	$ 62,965	$ 449,114	$ 392,536
Cash paid for employee wages and benefits	(176,949)	-	(176,949)	(317,323)
Cash paid to suppliers	(271,418)	(142,760)	(414,178)	(172,442)
Net cash used by operating activities	(62,218)	(79,795)	(142,013)	(97,229)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Nonoperating revenues	15	-	15	14,758
Transfer in (out)	10,015	-	10,015	(82,981)
Advances to other funds	-	445,913	445,913	(106,809)
Net cash provided (used) by noncapital financing activities	10,030	445,913	455,943	(175,032)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(35,577)	(335,600)	(371,177)	(164,070)
Sale of capital assets	2,666	-	2,666	-
Special assessments assessed	(6,577)	-	(6,577)	-
Net cash used by capital and related financing activities	(39,488)	(335,600)	(375,088)	(164,070)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	5,353	3,835	9,188	22,094
Change in cash and cash equivalents	(86,323)	34,353	(51,970)	(414,237)
Cash and cash equivalents - January 1	545,189	236,200	781,389	1,195,626
Cash and cash equivalents - December 31	$ 458,866	$ 270,553	$ 729,419	$ 781,389
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES				
Operating loss	$ (60,802)	$ (127,954)	$ (188,756)	$ (117,828)
Adjustments to reconcile operating loss to net cash used by operating activities				
Depreciation	9,532	33,491	43,023	45,031
Change in liability (asset) and deferred outflows and inflows of resources				
Pension	4,035	-	4,035	2,666
Change in operating assets and liabilities				
Accounts receivables	(5,039)	545	(4,494)	(33,724)
Accounts payable	(10,559)	14,123	3,564	4,606
Accrued and other current liabilities	444	-	444	460
Due to other governments	171	-	171	1,562
Unearned revenue	-	-	-	(2)
Net cash used by operating activities	$ (62,218)	$ (79,795)	$ (142,013)	$ (97,229)
Reconciliation of cash and cash equivalents to the statement of net position				
Cash and cash equivalents in current assets	$ 458,866	$ 270,553	$ 729,419	$ 781,389
Noncash capital and related financing activities				
None				

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2017

	Motor Vehicle	Data Processing	Health Self Insurance	Workers Compensation Self Insurance	General Liability Self Insurance	Total
ASSETS						
Current assets						
Cash and investments	$ 2,490,211	$ 878,895	$ 5,302,046	$ 1,810,444	$ 444,515	$ 10,926,111
Receivables						
Accounts	-	-	-	-	29,110	29,110
Other	2,963	1,054	6,816	2,086	441	13,360
Inventories and prepaid items	-	-	-	-	47,423	47,423
Total current assets	2,493,174	879,949	5,308,862	1,812,530	521,489	11,016,004
Other assets						
Investment in CVMIC	-	-	-	-	2,205,665	2,205,665
Capital assets						
Depreciable	4,761,771	189,309	-	-	-	4,951,080
Total assets	7,254,945	1,069,258	5,308,862	1,812,530	2,727,154	18,172,749
DEFERRED OUTFLOWS OF RESOURCES						
Pension related amounts	170,804	160,392	35,162	26,369	-	392,727
LIABILITIES						
Current liabilities						
Accounts payable	94,577	26,747	18,288	-	7,055	146,667
Accrued and other current liabilities	16,741	17,201	721,268	61,509	185,703	1,002,422
Total current liabilities	111,318	43,948	739,556	61,509	192,758	1,149,089
Long-term obligations, less current portion						
Net pension liability	22,750	21,314	4,556	3,413	-	52,033
Total liabilities	134,068	65,262	744,112	64,922	192,758	1,201,122
DEFERRED INFLOWS OF RESOURCES						
Pension related amounts	71,923	67,384	14,403	10,789	-	164,499
NET POSITION						
Net investment in capital assets	4,761,771	189,309	-	-	-	4,951,080
Unrestricted	2,457,987	907,695	4,585,509	1,763,188	2,534,396	12,248,775
Total net position	$ 7,219,758	$ 1,097,004	$ 4,585,509	$ 1,763,188	$ 2,534,396	$ 17,199,855

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Motor Vehicle	Data Processing	Health Self Insurance	Workers Compensation Self Insurance	General Liability Self Insurance	Total
OPERATING REVENUES						
Interdepartmental charges for services	$ 1,811,338	$ 853,477	$ 6,037,897	$ 610,360	$ 258,621	$ 9,571,693
Other	4,071	-	207	1,134	61,541	66,953
Total operating revenues	1,815,409	853,477	6,038,104	611,494	320,162	9,638,646
OPERATING EXPENSES						
Personal services	559,966	503,692	123,527	139,975	-	1,327,160
Contractual services	627,383	277,262	269,830	19,753	98,751	1,292,979
Supplies and materials	270,615	7,711	96	-	-	278,422
Insurance	-	-	6,396,154	298,397	167,036	6,861,587
Other	43,951	37,514	425,376	-	-	506,841
Depreciation	833,047	24,958	-	-	-	858,005
Total operating expenses	2,334,962	851,137	7,214,983	458,125	265,787	11,124,994
Operating income (loss)	(519,553)	2,340	(1,176,879)	153,369	54,375	(1,486,348)
NONOPERATING REVENUES						
Interest income	16,769	5,617	39,519	12,749	2,873	77,527
Gain on disposal of capital assets	89,243	1,330	-	-	-	90,573
Other nonoperating revenues	-	-	1,000	-	-	1,000
Total nonoperating revenues	106,012	6,947	40,519	12,749	2,873	169,100
Income (loss) before transfers	(413,541)	9,287	(1,136,360)	166,118	57,248	(1,317,248)
Transfers in	949,000	-	-	-	-	949,000
Transfers out	(125,000)	-	-	-	-	(125,000)
Change in net position	410,459	9,287	(1,136,360)	166,118	57,248	(493,248)
Net position - January 1	6,809,299	1,087,717	5,721,869	1,597,070	2,477,148	17,693,103
Net position - December 31	$ 7,219,758	$ 1,097,004	$ 4,585,509	$ 1,763,188	$ 2,534,396	$ 17,199,855

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Motor Vehicle	Data Processing	Health Self Insurance
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from other departments	$ 1,817,477	$ 854,771	$ 6,044,002
Cash paid for employee wages and benefits	(527,172)	(471,399)	(68,432)
Cash paid to suppliers	(976,843)	(467,431)	(7,081,701)
Net cash provided (used) by operating activities	313,462	(84,059)	(1,106,131)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Nonoperating revenues	-	-	1,000
Transfer in (out)	824,000	-	-
Net cash provided by noncapital financing activities	824,000	-	1,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	(977,972)	-	-
Sale of capital assets	89,243	1,330	-
Net cash provided (used) by capital and related financing activities	(888,729)	1,330	-
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	16,769	5,617	39,519
Change in cash and cash equivalents	265,502	(77,112)	(1,065,612)
Cash and cash equivalents - January 1	2,224,709	956,007	6,367,658
Cash and cash equivalents - December 31	$ 2,490,211	$ 878,895	$ 5,302,046

Workers Compensation Self Insurance	General Liability Self Insurance	Total
$ 612,296	$ 291,152	$ 9,619,698
4,248	-	(1,062,755)
(452,609)	(261,747)	(9,240,331)
163,935	29,405	(683,388)
-	-	1,000
-	-	824,000
-	-	825,000
-	-	(977,972)
-	-	90,573
-	-	(887,399)
12,749	2,873	77,527
176,684	32,278	(668,260)
1,633,760	412,237	11,594,371
$ 1,810,444	$ 444,515	$ 10,926,111

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Motor Vehicle	Data Processing	Health Self Insurance
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	$ (519,553)	$ 2,340	$ (1,176,879)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	833,047	24,958	-
Change in liability (asset) and deferred outflows and inflows of resources			
Pension	33,114	29,775	5,676
Change in operating assets and liabilities			
Accounts receivables	2,068	1,294	5,898
Inventories and prepaid items	-	-	-
Accounts payable	(34,894)	(144,944)	9,755
Accrued and other current liabilities	(320)	2,518	49,419
Net cash provided (used) by operating activities	$ 313,462	$ (84,059)	$ (1,106,131)
Reconciliation of cash and cash equivalents to the statement of net position			
Cash and cash equivalents in current assets	$ 2,490,211	$ 878,895	$ 5,302,046

Noncash capital and related financing activities
None

Workers Compensation Self Insurance	General Liability Self Insurance	Total
$ 153,369	$ 54,375	$ (1,486,348)
-	-	858,005
4,248	-	72,813
802	(29,010)	(18,948)
-	(1,239)	(1,239)
-	5,279	(164,804)
5,516	-	57,133
$ 163,935	$ 29,405	$ (683,388)
$ 1,810,444	$ 444,515	$ 10,926,111

City of Sheboygan, Wisconsin

COMBINING STATEMENT OF NET POSITION
AGENCY FUNDS
DECEMBER 31, 2017
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Property Tax Collection	Business Improvement District	Totals 2017	Totals 2016
ASSETS				
Cash and investments	$ 21,738,167	$ 12,876	$ 21,751,043	$ 24,622,636
Receivables				
Taxes	19,311,633	138,113	19,449,746	15,900,104
Special assessments	-	489	489	6,415
Other	-	20	20	-
TOTAL ASSETS	$ 41,049,800	$ 151,498	$ 41,201,298	$ 40,529,155
LIABILITIES				
Accounts payable	$ 13,760	$ -	$ 13,760	$ 18,808
Due to other governments	41,036,040	151,498	41,187,538	40,510,347
TOTAL LIABILITIES	$ 41,049,800	$ 151,498	$ 41,201,298	$ 40,529,155

STATISTICAL SECTION

Statistical Section

This part of the City of Sheboygan, Wisconsin's comprehensive annual 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.

Category	Table Numbers
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.	**1, 2, 3, 4, 5, 6**
Revenue Capacity These schedules contain trend information to help the reader assess the City's most significant local revenue source, property taxes.	**7, 8, 9, 10, 11, 12**
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 future debt.	**13, 14, 15, 16, 17**
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	**18, 19, 20, 21, 22, 23**

City of Sheboygan, Wisconsin

Table 1
Net Position by Component
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net investment in capital assets	$ 38,970,270	$ 41,488,124	$ 58,606,360	$ 62,034,386	$ 62,614,199	$ 61,686,120	$ 65,499,602	$ 68,762,742	$ 72,566,789	$ 73,564,240
Restricted	10,200,793	10,493,524	11,657,598	13,430,825	10,025,353	10,281,124	15,388,499	26,080,482	19,788,354	18,798,088
Unrestricted	28,586,833	28,086,580	32,800,773	28,444,039	38,723,736	42,265,308	37,210,360	42,348,123	45,306,587	41,615,958
Total Governmental Activities Net Position	$ 77,757,896	$ 80,068,228	$ 103,064,731	$ 103,909,250	$ 111,363,288	$ 114,232,552	$ 118,098,461	$ 137,191,347	$ 137,661,730	$ 133,978,286
Business-type Activities										
Net investment in capital assets	$ 55,115,451	$ 55,832,054	$ 43,048,680	$ 44,776,929	$ 46,036,580	$ 47,127,812	$ 46,101,809	$ 49,034,460	$ 49,659,932	$ 51,042,712
Restricted	253,405	249,998	224,414	250,873	263,213	327,984	354,742	1,085,229	362,790	365,973
Unrestricted	11,642,831	10,878,800	11,014,009	11,169,275	13,397,149	14,623,418	16,873,324	16,791,423	18,726,071	18,495,886
Total Business-Type Activities Net Position	$ 67,011,687	$ 66,960,852	$ 54,287,103	$ 56,197,077	$ 59,696,942	$ 62,079,214	$ 63,329,875	$ 66,911,112	$ 68,748,793	$ 69,904,571
Primary Government										
Net investment in capital assets	$ 94,085,721	$ 97,320,178	$ 101,655,040	$ 106,811,315	$ 108,650,779	$ 108,813,932	$ 111,601,411	$ 117,797,202	$ 122,226,721	$ 124,606,952
Restricted	10,454,198	10,743,522	11,882,012	13,681,698	10,288,566	10,609,108	15,743,241	27,165,711	20,151,144	19,164,061
Unrestricted	40,229,664	38,965,380	43,814,782	39,613,314	52,120,885	56,888,726	54,083,684	59,139,546	64,032,658	60,111,844
Total Primary Government Net Position	$ 144,769,583	$ 147,029,080	$ 157,351,834	$ 160,106,327	$ 171,060,230	$ 176,311,766	$ 181,428,336	$ 204,102,459	$ 206,410,523	$ 203,882,857

Data Source:
City of Sheboygan Annual Financial Reports

City of Sheboygan, Wisconsin

Table 2
Changes in Net Position
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Governmental Activities										
General Government	$ 6,469,360	$ 7,071,443	$ 5,183,018	$ 5,326,674	$ 4,254,073	$ 5,171,405	$ 4,144,176	$ 4,564,930	$ 5,444,768	$ 4,708,434
Public Safety	21,489,185	21,408,702	20,716,281	20,581,232	19,556,679	21,006,290	22,111,836	21,536,099	25,225,575	23,939,749
Public Works	12,244,009	12,177,337	9,903,725	12,584,958	10,758,639	12,174,901	10,790,187	10,487,907	11,717,027	14,121,062
Health and Human Services	805,281	450,730	406,364	385,895	237,296	172,242	304,209	248,554	227,450	255,113
Culture and Recreation	7,636,722	7,120,598	6,712,200	5,707,005	5,770,952	6,032,967	6,543,709	6,351,971	6,044,438	6,772,787
Conservation and Development	1,846,998	2,072,271	3,315,157	6,296,295	7,363,068	4,171,513	4,884,854	3,794,389	6,814,846	8,173,750
Interest on Debt	3,192,276	2,797,690	2,746,639	2,525,082	2,035,610	1,715,905	1,633,489	1,560,094	1,500,390	1,066,364
Total Governmental Activities Expenses	53,683,831	53,098,771	48,983,384	53,407,141	49,976,317	50,445,223	50,412,460	48,543,944	56,974,494	59,037,259
Business Type Activities										
Sewerage System	7,711,056	6,250,337	5,837,214	6,376,121	5,897,388	5,883,145	6,890,509	6,581,820	6,953,152	7,362,528
Water Utility	4,266,675	4,871,023	5,089,016	4,701,580	4,613,636	5,018,488	5,716,087	5,696,692	5,686,315	5,982,391
Storm Water Utility	1,049,752	429,384	-	-	-	-	-	-	-	-
Transit Commission	4,318,999	4,241,882	4,492,552	4,647,465	4,034,267	4,312,550	4,438,191	4,484,699	4,248,573	4,384,859
Parking Facility	485,803	382,162	400,498	406,036	370,262	435,586	370,770	389,148	448,263	461,015
Boat Facility	68,371	76,693	77,220	185,309	85,492	108,672	80,927	84,605	96,892	190,374
Total Business-type Activities Expenses	17,900,656	16,251,481	15,896,500	16,316,511	15,001,045	15,758,441	17,496,484	17,236,964	17,433,195	18,381,167
Total Primary Government Expenses	$ 71,584,487	$ 69,350,252	$ 64,879,884	$ 69,723,652	$ 64,977,362	$ 66,203,664	$ 67,908,944	$ 65,780,908	$ 74,407,689	$ 77,418,426
Program Revenues										
Governmental Activities										
General Government	$ 1,500,247	$ 16,519,291	$ 1,539,460	$ 1,295,691	$ 1,418,870	$ 1,563,935	$ 1,578,668	$ 1,208,973	$ 1,193,456	$ 1,773,102
Public Safety	2,781,650	2,758,086	3,128,755	2,781,001	3,050,100	3,112,144	2,956,480	3,194,409	3,016,040	3,271,630
Public Works	3,552,929	2,520,781	4,759,933	4,865,155	5,421,157	5,113,945	5,869,381	6,463,775	10,324,602	5,572,375
Health and Human Services	86,872	95,415	113,975	125,782	123,796	128,532	110,999	101,684	118,574	106,824
Culture and Recreation	1,591,066	1,638,305	1,563,793	1,584,176	1,581,452	1,661,455	1,574,901	1,778,329	1,568,531	1,616,922
Conservation and Development	1,716,625	1,897,337	2,020,572	1,724,009	5,519,903	2,523,342	1,005,269	1,066,224	1,309,647	2,377,239
Interest on Debt	-	-	226,647	19,600	-	-	-	-	-	-
Total Governmental Activities Program Revenues	11,229,389	25,429,215	13,353,135	12,395,414	17,115,278	14,103,353	13,095,698	13,813,394	17,530,850	14,718,092

City of Sheboygan, Wisconsin

Table 2
Changes in Net Position
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Business Type Activities										
Sewerage System	$6,712,953	$6,488,530	$6,413,528	$7,346,232	$7,133,549	$6,903,941	$7,149,216	$7,096,664	$7,251,287	$7,208,012
Water Utility	6,121,589	5,653,700	6,841,264	7,005,029	7,649,532	7,735,297	8,161,634	8,840,779	8,885,067	9,093,923
Storm Water Utility	639,812	960,129	-	-	-	-	-	-	-	-
Transit Commission	3,555,159	3,324,942	5,515,551	3,609,075	3,675,718	3,566,870	3,667,944	3,481,367	3,448,376	3,445,948
Parking Facility	463,543	412,999	424,829	428,909	388,697	400,132	361,313	377,104	364,862	391,017
Boat Facility	143,088	134,889	114,165	104,637	102,109	96,943	74,705	96,004	61,400	62,420
Total Business Type Activities Program Revenues	17,636,144	16,975,189	19,309,337	18,493,882	18,949,605	18,703,183	19,414,812	19,891,918	20,010,992	20,201,320
Total Primary Government Program Revenues	$ 28,865,533	$ 42,404,404	$ 32,662,472	$ 30,889,296	$ 36,064,883	$ 32,806,536	$ 32,510,510	$ 33,705,312	$ 37,541,842	$ 34,919,412
Net (Expense)Revenue										
Governmental Activities	$ (42,454,442)	$ (27,669,556)	$ (35,630,249)	$ (41,011,727)	$ (32,861,039)	$ (36,341,870)	$ (37,316,762)	$ (34,730,550)	$ (39,443,644)	$ (44,319,167)
Business Type Activities	(264,512)	723,708	3,412,837	2,177,371	3,948,560	2,944,742	1,918,328	2,654,954	2,577,797	1,820,153
Total Primary Government Net Expenses	$ (42,718,954)	$ (26,945,848)	$ (32,217,412)	$ (38,834,356)	$ (28,912,479)	$ (33,397,128)	$ (35,398,434)	$ (32,075,596)	$ (36,865,847)	$ (42,499,014)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes	$ 27,296,803	$ 26,990,776	$ 27,788,931	$ 26,969,653	$ 26,433,662	$ 25,373,427	$ 25,979,122	$ 26,730,996	$ 25,554,735	$ 26,010,730
Federal and State Grants and other Contributions not restricted to specific functions	12,975,866	133,506	12,715,780	12,620,057	11,979,429	11,941,310	11,965,361	12,148,337	12,065,160	12,127,317
Interest and Investment Earnings	1,724,495	596,435	1,130,629	824,677	875,581	480,981	1,787,042	1,095,318	504,160	714,243
Miscellaneous	49,906	524,887	294,826	109,605	49,806	148,729	145,502	246,267	160,041	175,520
Gain on Sale of Capital Asset	-	-	-	164,471	-	-	-	-	170,150	226,451
Transfers	736,606	1,734,284	16,696,586	1,167,783	1,219,980	1,266,687	1,305,644	1,445,191	1,459,781	1,381,462
Total Governmental Activities General Revenues	42,783,676	29,979,888	58,626,752	41,856,246	40,558,458	39,211,134	41,182,671	41,666,109	39,914,027	40,635,723
Business Type Activities										
Taxes	658,345	658,345	638,595	638,595	511,559	511,547	511,547	511,547	511,547	511,547
Interest and Investment Earnings	399,080	182,488	220,511	157,950	157,704	99,438	110,229	180,976	126,959	138,866
Miscellaneous	-	118,908	69,508	99,605	95,058	88,357	1,732	63,038	79,641	58,209
Gain on Sale of Capital Asset	-	-	-	4,236	6,964	4,875	14,469	9,535	1,518	8,465
Transfers	(736,606)	(1,734,284)	(16,696,586)	(1,167,783)	(1,219,980)	(1,266,687)	(1,305,644)	(1,445,191)	(1,459,781)	(1,381,462)
Total Business Type Activities General Revenues	320,819	(774,543)	(15,767,972)	(267,397)	(448,695)	(562,470)	(667,667)	(680,095)	(740,116)	(664,375)
Total primary Government General Revenues	$ 43,104,495	$ 29,205,345	$ 42,858,780	$ 41,588,849	$ 40,109,763	$ 38,648,664	$ 40,515,004	$ 40,986,014	$ 39,173,911	$ 39,971,348
Change in Net Position										
Governmental Activities	$ 329,234	$ 2,310,332	$ 22,996,503	$ 844,519	$ 7,697,419	$ 2,869,264	$ 3,865,909	$ 6,935,559	$ 470,383	$ (3,683,444)
Business Type Activities	56,307	(50,835)	(12,355,135)	1,909,974	3,499,865	2,382,272	1,250,661	1,974,859	1,837,681	1,155,778
Total Primary Government	$ 385,541	$ 2,259,497	$ 10,641,368	$ 2,754,493	$ 11,197,284	$ 5,251,536	$ 5,116,570	$ 8,910,418	$ 2,308,064	$ (2,527,666)

Data Source: City of Sheboygan Annual Financial Reports

City of Sheboygan, Wisconsin

Table 3
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Reserved	$ 2,967,095	$ 2,977,023	$ 2,014,548	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Nonspendable	-	-	-	1,625,695	1,619,045	1,654,485	1,590,841	1,804,028	1,432,804	2,404,375
Designated	4,850,787	4,614,000	4,014,000	-	-	-	-	-	-	-
Committed	-	-	-	-	-	992,144	836,003	2,936,649	350,000	350,000
Assigned	-	-	-	-	-	-	870,682	914,984	65,413	684,880
Unassigned	5,035,614	3,855,949	5,664,409	11,545,830	15,489,844	15,852,144	17,707,173	17,905,924	20,678,879	20,461,650
Total General Fund	$ 12,853,496	$ 11,446,972	$ 11,692,957	$ 13,171,525	$ 17,108,889	$ 18,498,773	$ 21,004,699	$ 23,561,585	$ 22,527,096	$ 23,900,905
Other Governmental Funds										
Reserved	$ 12,031,595	$ 10,513,107	$ 11,511,717	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Nonspendable	-	-	-	5,150,811	5,347,879	5,579,340	4,728,499	1,473,070	1,562,662	2,072,293
Designated	1,081,626	268,275	209,681	-	-	-	-	-	-	-
Restricted	-	-	-	5,827,697	9,408,259	5,885,019	7,369,740	13,484,081	15,041,081	12,425,360
Committed	-	-	-	-	-	-	-	40,000	-	-
Assigned	-	-	-	7,180,948	7,171,609	7,108,882	5,543,581	7,890,953	8,183,988	8,546,300
Unassigned	2,470,487	3,937,896	7,141,434	(2,485,070)	(2,596,664)	(2,837,406)	(3,028,343)	(3,275,599)	(3,337,768)	(4,193,747)
Total Other Funds	$ 15,583,708	$ 14,719,278	$ 18,862,832	$ 15,674,386	$ 19,331,083	$ 15,735,835	$ 14,613,477	$ 19,612,505	$ 21,449,963	$ 18,850,206
Total Governmental Funds										
Reserved	$ 14,998,690	$ 13,490,130	$ 13,526,265	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Nonspendable	-	-	-	6,776,506	6,966,924	7,233,825	6,319,340	3,277,098	2,995,466	4,476,668
Designated	5,932,413	4,882,275	4,223,681	-	-	-	-	-	-	-
Restricted	-	-	-	5,827,697	9,408,259	5,885,019	7,369,740	13,484,081	15,041,081	12,425,360
Committed	-	-	-	-	-	992,144	836,003	2,976,649	350,000	350,000
Assigned	-	-	-	7,180,948	7,171,609	7,108,882	6,414,263	8,805,937	8,249,401	9,231,180
Unassigned	7,506,101	7,793,845	12,805,843	9,060,760	12,893,180	13,014,738	14,678,830	14,630,325	17,341,111	16,267,903
Total Governmental Funds	$ 28,437,204	$ 26,166,250	$ 30,555,789	$ 28,845,911	$ 36,439,972	$ 34,234,608	$ 35,618,176	$ 43,174,090	$ 43,977,059	$ 42,751,111

Data Source: City of Sheboygan Annual Financial Reports

Note: In 2011 the City implemented GASB Statement No. 54, which changed the classifications of fund balances. Prior periods have not been reclassified to this new standard.

City of Sheboygan, Wisconsin

Table 4
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues										
Taxes	$ 27,296,803	$ 26,990,775	$ 27,788,931	$ 26,969,653	$ 26,433,662	$ 25,373,427	$ 25,979,122	$ 26,730,996	$ 26,233,311	$ 26,756,102
Special Assessments	344,980	407,400	210,612	185,639	291,643	307,802	483,427	257,859	208,188	434,350
Intergovernmental	17,890,271	18,366,110	18,272,517	18,927,296	20,726,417	17,731,503	16,229,810	16,470,674	15,833,146	17,836,401
Licenses and Permits	1,130,283	1,118,548	1,286,772	1,408,946	1,453,238	1,317,384	1,660,357	1,886,566	1,801,012	1,639,596
Fines and Forfeitures	2,043,330	1,774,039	1,710,250	1,208,976	1,357,149	1,568,882	1,616,499	1,175,917	1,041,267	1,060,330
Public Charges for Services	2,196,129	2,489,582	2,536,148	2,282,986	4,128,604	3,789,661	3,563,671	3,713,333	3,638,828	4,182,988
Intergovernmental Charges for Services	219,764	214,067	247,733	243,003	233,382	232,904	221,402	234,997	227,937	243,797
Miscellaneous	3,940,322	2,539,641	2,444,809	2,099,211	2,109,361	2,371,918	2,531,868	2,393,852	2,085,307	2,160,750
Realized/Unrealized Gain(Loss) on Investments	-	-	-	-	-	(1,179,021)	1,476,448	-	-	-
Total Revenues	55,061,882	53,900,162	54,497,772	53,325,710	56,733,456	51,514,460	53,762,604	52,864,194	51,068,996	54,314,314
Expenditures										
General Government	6,234,970	6,088,555	5,159,248	4,747,553	4,456,399	4,431,964	4,753,677	4,409,762	5,149,710	3,658,688
Public Safety	19,750,569	20,441,353	20,575,797	20,392,386	19,776,946	20,553,971	21,367,246	21,063,504	22,485,711	20,768,135
Public Works	8,305,682	8,775,515	8,130,896	8,111,058	7,399,144	7,953,580	7,814,736	7,720,406	8,486,569	9,108,029
Health and Human Services	407,003	702,021	394,006	370,949	275,459	340,304	302,082	234,405	233,901	233,765
Culture and Recreation	7,048,105	7,169,897	6,262,894	5,924,214	5,760,169	5,863,342	5,805,461	5,540,481	5,575,667	6,030,421
Conservation and Development	2,643,509	3,250,971	3,149,784	3,854,765	2,422,061	3,011,655	2,867,851	2,737,786	4,559,225	4,815,415
Other	14,625	-	-	-	-	-	-	-	-	-
Debt Service										
Principal	6,200,598	6,234,295	5,867,860	6,250,130	6,593,010	5,531,141	5,251,521	5,149,585	5,141,963	5,248,574
Interest and Fiscal Charges	2,823,147	2,861,514	2,988,749	2,479,650	2,668,736	1,898,993	1,696,911	1,599,422	1,534,676	1,103,002
Retirement of Unfunded Pension Liability	5,981,364	-	-	-	-	-	-	-	-	-
Capital Outlay	9,991,602	3,181,279	1,364,721	5,542,987	5,979,749	5,555,217	4,648,350	2,621,067	6,263,323	11,356,340
Total Expenditures	69,401,174	58,705,400	53,893,955	57,673,692	55,331,673	55,140,167	54,507,835	51,076,418	59,430,745	62,322,369
Excess of Revenues										
Over (Under) Expenditures	(14,339,292)	(4,805,238)	603,817	(4,347,982)	1,401,783	(3,625,707)	(745,231)	1,787,776	(8,361,749)	(8,008,055)
Other Financing Sources (Uses)										
Long Term Debt Issued	10,470,000	800,000	12,900,000	670,000	4,745,000	-	-	6,685,000	13,645,000	5,400,000
Premium on Long-Term Debt Issued	-	-	-	-	92,343	-	-	80,646	108,350	118,130
Refunding Debt Principal Payments	-	-	(1,440,000)	-	-	-	-	-	-	-
Retirement of Unfunded Pension Liability	(5,900,000)	-	-	-	-	-	-	-	-	-
Payment to Current Noteholder	(850,000)	-	(9,325,000)	-	-	-	-	(3,615,000)	(6,940,000)	-
Capital Leases	-	-	455,736	-	44,555	-	470,546	-	664,000	-
Sale of Capital Assets	-	-	29,374	214,900	-	28,656	227,609	483,412	1,102,587	706,515
Transfers In	10,201,805	4,231,206	4,290,426	3,462,970	5,235,118	4,760,545	6,791,285	4,428,951	5,242,639	7,318,731
Transfers Out	(5,108,563)	(2,496,922)	(3,124,814)	(2,127,934)	(3,924,738)	(3,368,858)	(5,360,641)	(4,294,871)	(4,657,858)	(6,761,269)
Total Other Financing Sources (Uses)	8,813,242	2,534,284	3,785,722	2,219,936	6,192,278	1,420,343	2,128,799	3,768,138	9,164,718	6,782,107
Net Change in Fund Balances	$ (5,526,050)	$ (2,270,954)	$ 4,389,539	$ (2,128,046)	$ 7,594,061	$ (2,205,364)	$ 1,383,568	$ 5,555,914	$ 802,969	$ (1,225,948)
Debt Service as a Percentage of										
Non-Capital Outlay Expenditures	14.6%	16.2%	16.8%	16.8%	16.8%	13.9%	13.4%	14.4%	11.8%	11.3%

Data Source: City of Sheboygan Annual Financial Reports

City of Sheboygan, Wisconsin

Table 5
General Governmental Expenditures by Function
Last Ten Fiscal Years

Fiscal Year	General Government		Public Safety		Public Works		Health and Human Services		Culture and Recreation		Conservation and Development		Other		Debt Service		Capital Outlay		Total Expenditures
2008	$ 6,234,970	9.0%	$ 19,750,569	28.5%	$ 8,305,682	12.0%	$ 407,003	0.6%	$ 7,048,105	10.2%	$ 2,643,509	3.8%	14,625	0.0%	$ 15,005,109	21.6%	$ 9,991,602	14.4%	$ 69,401,174
2009	6,088,555	10.4%	20,441,353	34.8%	8,775,515	14.9%	702,021	1.2%	7,169,897	12.2%	3,250,971	5.5%	-	0.0%	9,095,809	15.5%	3,181,279	5.4%	58,705,400
2010	5,159,248	9.6%	20,575,797	38.2%	8,130,896	15.1%	394,006	0.7%	6,262,894	11.6%	3,149,784	5.8%	-	0.0%	8,856,609	16.4%	1,364,721	2.5%	53,893,955
2011	4,747,553	8.2%	20,392,386	35.4%	8,111,058	14.1%	370,949	0.6%	5,924,214	10.3%	3,854,765	6.7%	-	0.0%	8,729,780	15.1%	5,542,987	9.6%	57,673,692
2012	4,456,399	8.1%	19,776,946	35.7%	7,399,144	13.4%	275,459	0.5%	5,760,169	10.4%	2,422,061	4.4%	-	0.0%	9,261,746	16.7%	5,979,749	10.8%	55,331,673
2013	4,431,964	8.0%	20,553,971	37.3%	7,953,580	14.4%	340,304	0.6%	5,863,342	10.6%	3,011,655	5.5%	-	0.0%	7,430,134	13.5%	5,555,217	10.1%	55,140,167
2014	4,753,677	8.7%	21,367,246	39.2%	7,814,736	14.3%	302,082	0.6%	5,805,461	10.7%	2,867,851	5.3%	-	0.0%	6,948,432	12.7%	4,648,350	8.5%	54,507,835
2015	4,409,762	8.6%	21,063,504	41.2%	7,720,406	15.1%	234,405	0.5%	5,540,481	10.8%	2,737,786	5.4%	-	0.0%	6,749,007	13.2%	2,621,067	5.1%	51,076,418
2016	5,149,710	8.7%	22,485,711	37.8%	8,486,569	14.3%	233,901	0.4%	5,575,667	9.4%	4,559,225	7.7%	-	0.0%	6,676,639	11.2%	6,263,323	10.5%	59,430,745
2017	3,658,688	5.9%	20,768,135	33.3%	9,108,029	14.6%	233,765	0.4%	6,030,421	9.7%	4,815,415	7.7%	-	0.0%	6,351,576	10.2%	11,356,340	18.2%	62,322,369

Data Source:
City of Sheboygan Annual Financial Reports

City of Sheboygan, Wisconsin

Table 6
General Governmental Revenues by Source
Last Ten Fiscal Years

Fiscal Year	Taxes		Special Assessments		Intergovernmental		Licenses and Permits		Fines and Forfeitures		Public Charges for Services		Intergovernmental Charges for Services		Miscellaneous		Total Revenues
2008	$27,296,803	49.6%	$344,980	0.6%	$17,890,271	32.5%	$1,130,283	2.1%	$2,043,330	3.7%	$2,196,129	4.0%	$219,764	0.4%	$3,940,322	7.2%	$55,061,882
2009	26,990,775	50.1%	407,400	0.8%	18,366,110	34.1%	1,118,548	2.1%	1,774,039	3.3%	2,489,582	4.6%	214,067	0.4%	2,539,641	4.7%	53,900,162
2010	27,788,931	51.0%	210,612	0.4%	18,272,517	33.5%	1,286,772	2.4%	1,710,250	3.1%	2,536,148	4.7%	247,733	0.5%	2,444,809	4.5%	54,497,772
2011	26,969,653	50.6%	185,639	0.3%	18,927,296	35.5%	1,408,946	2.6%	1,208,976	2.3%	2,282,986	4.3%	243,003	0.5%	2,099,211	3.9%	53,325,710
2012	26,433,662	46.6%	291,643	0.5%	20,726,417	36.5%	1,453,238	2.6%	1,357,149	2.4%	4,128,604	7.3%	233,382	0.4%	2,109,361	3.7%	56,733,456
2013	25,373,427	49.3%	307,802	0.6%	17,731,503	34.4%	1,317,384	2.6%	1,568,882	3.0%	3,789,661	7.4%	232,904	0.5%	1,192,897	2.3%	51,514,460
2014	25,979,122	48.3%	483,427	0.9%	16,229,810	30.2%	1,660,357	3.1%	1,616,499	3.0%	3,563,671	6.6%	221,402	0.4%	4,008,316	7.5%	53,762,604
2015	26,730,996	50.6%	257,859	0.5%	16,470,674	31.2%	1,886,566	3.6%	1,175,917	2.2%	3,713,333	7.0%	234,997	0.4%	2,393,852	4.5%	52,864,194
2016	26,233,311	51.4%	208,188	0.4%	15,833,146	31.0%	1,801,012	3.5%	1,041,267	2.0%	3,638,828	7.1%	227,937	0.4%	2,085,307	4.1%	51,068,996
2017	26,756,102	49.3%	434,350	0.8%	17,836,401	32.8%	1,639,596	3.0%	1,060,330	2.0%	4,182,988	7.7%	243,797	0.4%	2,160,750	4.0%	54,314,314

Data Source:
City of Sheboygan Annual Financial Reports

City of Sheboygan, Wisconsin

Table 7
Comparative Tax Levies for All Direct and
Overlapping Governments and Total Collections
Last Ten Fiscal Years

Levy Year	Collection Year	State of Wisconsin	Sheboygan County	City of Sheboygan	Sheboygan Schools	Kohler Schools	LTC	Tax Incremental Districts	Gross Tax Levy	Total Collections	Percent Collected
2008	2009	$488,771	$12,963,376	$20,950,018	$24,763,787	$957,641	$3,918,838	$5,227,474	$69,269,905	$69,269,905	100.00%
2009	2010	486,282	12,682,076	20,843,745	26,836,449	916,150	3,915,829	5,917,089	71,597,620	71,597,620	100.00%
2010	2011	459,951	12,824,858	21,184,245	27,732,475	1,000,282	3,919,068	5,139,868	72,260,747	72,260,747	100.00%
2011	2012	438,905	12,480,070	21,184,245	27,451,042	929,266	3,796,475	4,249,814	70,529,817	70,529,817	100.00%
2012	2013	420,263	12,510,127	21,384,245	26,451,078	1,070,256	3,814,940	2,795,965	68,446,874	68,444,066	100.00%
2013	2014	415,405	12,775,443	21,677,093	26,277,339	1,052,565	3,834,719	2,978,357	69,010,921	69,004,269	99.99%
2014	2015	420,038	12,873,736	21,677,093	27,373,900	1,097,271	1,828,142	3,572,018	68,842,198	68,834,607	99.99%
2015	2016	408,573	12,921,384	21,728,810	25,993,399	1,184,439	1,840,990	3,062,794	67,140,389	67,126,667	99.98%
2016	2017	415,134	12,802,569	22,150,349	23,774,891	1,496,426	1,871,939	3,199,528	65,710,836	65,694,620	99.98%
2017	2018*	-	13,110,710	23,324,477	23,620,293	2,257,361	2,047,676	3,388,756	67,749,273	47,635,792	70.31%

* Collections to date are in process

Data Source:
Statement of taxes and Tax District Treasurer's Settlements

City of Sheboygan, Wisconsin

Table 8
Property Valuations
Assessed Valuations
Last Ten Fiscal Years

Year	Residential	Commercial	Manufacturing	Agricultural, Swamp & Forest	Other	Total Real Estate	Personal Property	Total Assessed
2008	1,794,278,100	682,958,500	140,812,000	42,100	400	2,618,091,100	93,911,480	2,712,002,580
2009	1,815,358,500	673,286,400	138,647,000	41,900	400	2,627,334,200	92,815,250	2,720,149,450
2010	1,815,800,600	665,474,500	143,191,100	43,900	400	2,624,510,500	88,191,290	2,712,701,790
2011	1,795,550,000	650,083,800	142,128,200	43,300	400	2,587,805,700	92,217,640	2,680,023,340
2012	1,782,914,100	652,973,000	150,309,000	43,700	100	2,586,239,900	104,952,820	2,691,192,720
2013	1,775,422,700	652,996,800	161,709,800	44,300	100	2,590,173,700	111,225,050	2,701,398,750
2014	1,523,132,000	633,126,800	141,649,900	40,700	100	2,297,949,500	99,829,340	2,397,778,840
2015	1,520,317,600	632,164,300	149,081,600	40,500	100	2,301,604,100	96,441,540	2,398,045,640
2016	1,521,114,200	671,761,200	147,841,700	41,100	100	2,340,758,300	97,163,820	2,437,922,120
2017	1,524,637,700	745,819,300	152,772,900	41,600	2,499,500	2,425,771,000	98,049,400	2,523,820,400

Source: Statistical Report of Property Valuations
Published by Bureau of Property Tax, Wisconsin Department of Revenue

City of Sheboygan, Wisconsin

Table 9
Assessed and Equalized Value of Taxable Property
Last Ten Fiscal Years

Levy Year	Collection Year	REAL PROPERTY		PERSONAL PROPERTY		TOTAL		Ratio of Assessed to Equalized Value	Computer Exemption Equalized Value
		Assessed Value	Equalized Value	Assessed Value	Equalized Value	Assessed Value	Equalized Value		
2008	2009	2,618,091,100	2,763,444,900	93,911,480	116,658,700	2,712,002,580	2,880,103,600	0.9417	17,047,510
2009	2010	2,627,334,200	2,766,933,800	92,815,250	98,500,200	2,720,149,450	2,865,434,000	0.9492	13,915,642
2010	2011	2,624,510,500	2,617,856,800	88,191,290	92,428,100	2,712,701,790	2,710,284,900	1.0001	15,290,394
2011	2012	2,587,805,700	2,499,443,800	92,217,640	86,820,500	2,680,023,340	2,586,264,300	1.0363	16,171,149
2012	2013	2,586,239,900	2,376,332,800	104,952,820	100,083,000	2,691,192,720	2,476,415,800	1.0867	15,576,708
2013	2014	2,590,173,700	2,338,932,200	111,225,050	108,862,000	2,701,398,750	2,447,794,200	1.0679	15,609,007
2014	2015	2,297,949,500	2,373,772,400	99,829,340	101,322,600	2,397,778,840	2,475,095,000	0.9691	14,743,031
2015	2016	2,301,604,100	2,309,391,900	96,441,540	98,140,100	2,398,045,640	2,407,532,000	0.9956	14,622,801
2016	2017	2,340,758,300	2,348,933,000	97,163,820	97,260,900	2,437,922,120	2,446,193,900	0.9966	19,904,206
2017	2018	2,425,771,000	2,520,552,000	98,049,400	99,053,000	2,523,820,400	2,619,605,000	0.9966	26,732,500

City of Sheboygan, Wisconsin

Table 10
Comparative Tax Rates for All Direct and Overlapping Governments
Per $1,000 of Assessed Value
Last Ten Fiscal Years

Properties within the Sheboygan Area School District

Levy Year	Collection Year	State of Wisconsin	Sheboygan County	City of Sheboygan	Sheboygan Schools	LTC	Total	School State Credit	Net Tax Rate	Assessed Valuation
2008	2009	$0.1802	$5.1727	$8.3596	$10.2468	$1.5637	$25.5230	$1.8013	$23.7217	$ 2,602,618,560
2009	2010	0.1788	5.0863	8.3596	11.1628	1.5705	26.3580	1.7330	24.6250	2,609,553,230
2010	2011	0.1696	5.0925	8.4118	11.4205	1.5562	26.6506	1.7004	24.9502	2,602,126,910
2011	2012	0.1638	4.9584	8.4167	11.3060	1.5084	26.3533	1.6927	24.6606	2,569,068,350
2012	2013	0.1562	4.8475	8.2861	10.7021	1.4782	25.4701	1.6942	23.7759	2,582,032,930
2013	2014	0.1538	4.9435	8.3879	10.6231	1.4838	25.5921	1.6690	23.9231	2,590,682,750
2014	2015	0.1752	5.6641	9.5374	12.6487	0.8043	28.8297	1.8493	26.9804	2,288,493,860
2015	2016	0.1704	5.6469	9.4958	11.9467	0.8045	28.0643	2.0965	25.9678	2,285,576,950
2016	2017	0.1703	5.5215	9.5531	10.9473	0.8073	26.9995	2.0256	24.9739	2,291,016,700
2017	2018	-	5.4680	9.7278	10.8246	0.8540	26.8743	2.0787	24.7956	2,308,201,040

Properties within the Kohler School District

Levy Year	Collection Year	State of Wisconsin	Sheboygan County	City of Sheboygan	Kohler Schools	LTC	Total	School State Credit	Net Tax Rate	Assessed Valuation
2008	2009	$0.1802	$5.1727	$8.3596	$10.7170	$1.5637	$25.9932	$1.8013	$24.1919	$ 109,384,020
2009	2010	0.1788	5.0863	8.3596	10.2591	1.5705	25.4543	1.7330	23.7213	110,596,220
2010	2011	0.1696	5.0925	8.4118	11.1108	1.5562	26.3409	1.7004	24.6405	110,574,880
2011	2012	0.1638	4.9584	8.4167	10.4384	1.5084	25.4857	1.6927	23.7930	110,860,990
2012	2013	0.1562	4.8475	8.2861	9.8045	1.4782	24.5725	1.6942	22.8783	109,159,790
2013	2014	0.1538	4.9435	8.3879	9.1521	1.8385	24.4758	1.6690	22.8068	110,716,000
2014	2015	0.1752	5.6641	9.5374	10.0405	0.8043	26.2215	1.8493	24.3722	109,284,980
2015	2016	0.1704	5.6469	9.4958	10.5313	0.8045	26.6489	2.0965	24.5524	112,468,690
2016	2017	0.1703	5.5215	9.5531	10.1863	0.8073	26.2385	2.0256	24.2129	146,905,420
2017	2018	-	5.4680	9.7278	10.4692	0.8540	26.5189	2.0256	24.4933	215,619,360

Source: Tax Levy from Direct and Overlapping Governments: Tax Increment Calculation Worksheet; and Tax Rate Calculations certified to tax roll

City of Sheboygan, Wisconsin

Table 11
Comparative Tax Rates for All Direct and Overlapping Governments
Per $1,000 of Equalized Value
Last Ten Fiscal Years

Properties within the Sheboygan Area School District

Levy Year	Collection Year	State of Wisconsin	Sheboygan County	City of Sheboygan	Sheboygan Schools	LTC	Total	School State Credit	Net Tax Rate	Equalized Valuation
2008	2009	$0.1697	$4.8711	$7.8722	$9.6494	$1.4725	$24.0350	$1.6963	$22.3387	$ 2,602,618,560
2009	2010	0.1697	4.8279	7.9349	10.5957	1.4907	25.0190	1.6450	23.3741	2,609,553,230
2010	2011	0.1696	5.0930	8.4126	11.4216	1.5564	26.6533	1.7006	24.9527	2,602,126,910
2011	2012	0.1697	5.1384	8.7222	11.7164	1.5632	27.3099	1.7541	25.5558	2,569,068,350
2012	2013	0.1697	5.2678	9.0045	11.6300	1.6064	27.6784	1.8411	25.8373	2,375,969,208
2013	2014	0.1642	5.2792	8.9574	11.3444	1.5846	27.3298	1.7823	25.5475	2,347,764,504
2014	2015	0.1698	5.4891	9.2427	12.2579	0.7794	27.9389	1.7922	26.1467	2,373,657,055
2015	2016	0.1697	5.6221	9.4540	11.8941	0.8010	27.9408	2.0873	25.8535	2,294,582,853
2016	2017	0.1697	5.5028	9.5206	10.9100	0.8046	26.9077	2.0187	24.8890	2,299,016,541
2017	2018	-	5.2607	9.3590	10.4142	0.8216	25.8555	1.9999	23.8556	2,264,908,548

Properties within the Kohler School District

Levy Year	Collection Year	State of Wisconsin	Sheboygan County	City of Sheboygan	Kohler Schools	LTC	Total	School State Credit	Net Tax Rate	Equalized Valuation
2008	2009	$0.1697	$4.8711	$7.8722	$10.0922	$1.4725	$24.4778	$1.6963	$22.7815	$ 109,384,020
2009	2010	0.1697	4.8279	7.9349	9.7379	1.4907	24.1612	1.6450	22.5163	110,596,220
2010	2011	0.1696	5.0930	8.4126	11.1119	1.5564	26.3435	1.7006	24.6430	110,574,880
2011	2012	0.1697	5.1384	8.7222	10.8173	1.5632	26.4108	1.7541	24.6567	110,860,990
2012	2013	0.1697	5.2678	9.0045	10.6546	1.6064	26.7029	1.8411	24.8618	100,446,592
2013	2014	0.1642	5.2792	8.9574	9.7735	1.5846	25.7589	1.7823	23.9766	100,029,696
2014	2015	0.1698	5.4891	9.2427	9.7302	0.7794	25.4113	1.7922	23.6191	101,437,945
2015	2016	0.1697	5.6221	9.4540	10.4850	0.8010	26.5316	2.0873	24.4444	112,949,147
2016	2017	0.1697	5.5028	9.5206	10.1517	0.8046	26.1493	2.0187	24.1306	147,177,359
2017	2018	-	5.2607	9.3590	10.0723	0.8216	25.5137	1.9999	23.5137	223,814,652

Source: Tax Levy from Direct and Overlapping Governments: Tax Increment Calculation Worksheet; and Tax Rate Calculations certified to tax roll

City of Sheboygan, Wisconsin

Table 12
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended December 31	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year Amount	Collected within the Fiscal Year Percentage of Levy	Subsequent Years Collections	Total Collected to Date Amount	Total Collected to Date Percentage of Levy
2008	$69,269,905	$69,172,177	99.86%	$97,728	$69,269,905	100.00%
2009	71,597,620	71,452,653	99.80%	144,967	71,597,620	100.00%
2010	72,260,747	72,125,852	99.81%	134,895	72,260,747	100.00%
2011	70,529,817	70,396,637	99.81%	133,180	70,529,817	100.00%
2012	68,446,874	68,314,917	99.81%	129,149	68,444,066	100.00%
2013	69,010,921	68,915,865	99.86%	88,404	69,004,269	99.99%
2014	68,842,198	68,702,254	99.80%	132,353	68,834,607	99.99%
2015	67,140,389	67,059,181	99.88%	67,486	67,126,667	99.98%
2016	65,710,836	65,571,281	99.79%	123,339	65,694,620	99.98%
2017*	67,749,273	47,635,792	70.31%	0	47,635,792	70.31%

* Collections to date are in process

Data Source:

Statement of Taxes and Tax District Treasurer's Settlement

City of Sheboygan, Wisconsin

Table 13
Ratio of Net General Obligation Debt to Equalized Value
Last Ten Fiscal Years

As of December 31	Total G.O. Debt Outstanding	Less: Funds Available for Debt Service	Net Debt Outstanding	Equalized Value	Statutory Debt Capacity (5% of Equalized Value)	Ratio of Net Debt to Debt Capacity	Population	Net Debt Per Capita	Net Debt Per $1,000 of Equalized Value
2008	$61,743,862	$909,559	$60,834,303	$2,880,103,600	$144,005,180	42.24%	50,580	1,203	21.12%
2009	56,376,126	1,397,537	54,978,589	2,865,434,000	143,271,700	38.37%	50,400	1,091	19.19%
2010	52,713,129	6,082,644	46,630,485	2,710,284,900	135,514,245	34.41%	49,288	946	17.21%
2011	47,241,852	6,857,907	40,383,945	2,586,264,300	129,313,215	31.23%	49,230	820	15.61%
2012	45,507,184	7,579,122	37,928,062	2,476,415,800	123,820,790	30.63%	49,110	772	15.32%
2013	40,094,063	7,728,872	32,365,191	2,447,794,200	122,389,710	26.44%	48,965	661	13.22%
2014	34,965,437	7,033,064	27,932,373	2,475,095,000	123,754,750	22.57%	48,897	571	11.29%
2015	33,075,255	10,364,975	22,710,280	2,407,532,000	120,376,600	18.87%	48,806	465	9.43%
2016	34,834,531	9,926,651	24,907,880	2,446,193,900	122,309,695	20.36%	48,653	512	10.18%
2017	35,174,580	9,077,447	26,097,133	2,619,605,000	130,980,250	19.92%	48,402	539	9.96%

Data Source:

City of Sheboygan Annual Financial Reports
State of Wisconsin Department of Administration, Demographic Service Center
State of Wisconsin Department of Revenue, Bureau of Property Tax

Note: Equalized value is used instead of assessed value due to the fact that the statutory debt capacity in Wisconsin is based on equalized value.

City of Sheboygan, Wisconsin

Table 14
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

	GOVERNMENTAL ACTIVITIES						BUSINESS-TYPE ACTIVITIES								
Fiscal Year	General Obligation Debt	Bond Premium	Bond Discount	Mortgage Notes	Capital Lease	Other	Revenue Bonds	General Obligation Debt	Bond Premium	Alliant Energy Notes	Total	Population	Net Debt Per Capita	Per Capital Personal Income*	Percentage of Personal Income
2008	$ 61,743,862	$ 7,030	$ -	$ 225,000	$ 526,814	$ 1,000,000	$ 14,297,457	$ -	$ 3,444	$ 86,989	$ 77,890,596	50,580	$ 1,540	N/A	N/A
2009	56,081,030	2,207	-	225,000	460,255	1,000,000	13,323,629	295,096	3,247	73,128	71,463,592	50,400	1,418	N/A	N/A
2010	52,427,589	-	-	225,000	846,130	1,000,000	14,430,308	285,540	3,050	1,225,484	70,443,101	49,288	1,429	$ 42,708	3.35%
2011	46,966,441	-	-	225,000	737,277	1,000,000	14,080,502	275,411	2,854	987,694	64,275,179	49,230	1,306	43,203	3.02%
2012	45,242,466	86,865	(87,111)	225,000	623,935	1,000,000	12,936,655	264,718	2,657	745,105	61,040,290	49,110	1,243	42,549	2.92%
2013	39,840,723	77,474	(80,268)	225,000	505,915	1,000,000	17,498,222	253,340	14,542	497,619	59,832,567	48,965	1,222	43,533	2.81%
2014	34,724,159	68,083	(73,425)	225,000	853,566	1,000,000	21,107,993	241,278	13,720	249,760	58,410,134	48,897	1,195	43,107	2.77%
2015	32,846,762	135,672	(66,582)	225,000	664,163	1,000,000	21,077,578	228,493	12,899	-	56,123,985	48,806	1,150	43,381	2.65%
2016	34,619,553	218,453	(59,739)	225,000	1,131,924	1,000,000	21,161,644	214,978	45,786	-	58,557,599	48,653	1,204	43,381	2.77%
2017	34,973,965	296,050	(52,896)	225,000	928,938	1,000,000	20,439,128	200,615	41,339	-	58,052,139	48,402	1,199	45,635	2.63%

Data Source:
City of Sheboygan Annual Financial Reports
State of Wisconsin Department of Administration, Demographic Service Center
State of Wisconsin Department of Revenue, Bureau of Property Tax
* U.S. Census Bureau, American Community Survey 2010 - 2015, Prior data not available

City of Sheboygan, Wisconsin

Table 15
Computation of Overlapping Debt
December 31, 2017

	Number of Taxing Entities	Amount of Debt Net of Sinking Funds	Applicable to City	Overlapping Debt
DIRECT DEBT:				
City of Sheboygan				
General obligation debt		$ 34,973,965	100.00%	$ 34,973,965
Premium / discount		243,154	100.00%	243,154
Capital lease		928,938	100.00%	928,938
Mortgage notes and other		1,225,000	100.00%	1,225,000
Total Direct Debt		$ 37,371,057		$ 37,371,057
OVERLAPPING DEBT:				
Sheboygan Area School District	1	$ 47,023,000	65.69%	$ 30,889,409
Kohler School District	1	4,915,000	32.50%	1,597,375
Lakeshore Technical College	1	30,040,000	17.45%	5,241,980
Sheboygan County	1	36,785,000	28.38%	10,439,583
Total Overlapping Debt		$ 118,763,000		$ 48,168,347
Total Direct and Overlapping Debt		$ 156,134,057		$ 85,539,404

Source: Confirmations with the respective municipalities

City of Sheboygan, Wisconsin

Table 16
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Equalized Value submit to Debt	$2,880,104	$2,865,434	$2,710,285	$2,586,264	$2,476,416	$2,447,794	$2,475,095	$2,407,532	$2,446,194	$2,619,605
Legal Debt Limit (5%)	144,005	143,272	135,514	129,313	123,821	122,390	123,755	120,377	122,310	130,980
Amount of Debt applicable to Limitation										
General Obligation Bonds:										
Governmental	31,485	29,000	36,665	33,855	30,875	28,345	25,780	23,275	16,195	13,950
General Obligation Notes:										
Governmental	30,259	27,376	16,048	13,387	14,633	11,749	9,185	9,800	18,640	21,225
Total General Obligation Debt	61,744	56,376	52,713	47,242	45,508	40,094	34,965	33,075	34,835	35,175
Amount Available for financing general obligation debt										
Debt Service Fund Reserves	910	1,398	6,083	6,858	7,579	7,729	7,033	10,365	9,927	9,077
Net Outstanding GO Debt Applicable to Debt Limitation	60,834	54,978	46,630	40,384	37,929	32,365	27,932	22,710	24,908	26,098
Percent of Debt to Legal Limit	42.24%	38.37%	34.41%	31.23%	30.63%	26.44%	22.57%	18.87%	20.36%	19.93%
Legal Margin for New Debt	83,171	88,294	88,884	88,929	85,892	90,025	95,823	97,667	97,402	104,882
Percentage of legal margin remaining	58%	62%	66%	69%	69%	74%	77%	81%	80%	80%
Governmental Percent	58%	62%	66%	69%	69%	74%	77%	81%	80%	80%
Population	50,580	50,400	49,288	49,230	49,110	48,965	48,806	48,806	48,653	48,402
Per Capita Debt	$1,220.72	$1,118.57	$1,069.49	$959.62	$926.65	$818.83	$716.41	$677.68	$715.99	$726.73

All dollar amounts are represented in thousands except Per Capita Debt
Wisconsin State Statute 67.03 limits total debt be no greater than 5 percent of the equalized real property of the City.

City of Sheboygan, Wisconsin

Table 17
Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirement (3) Principal	Interest	Total	Coverage
2017	$16,088,274	$9,939,904	$6,148,370	$1,404,853	$470,862	$1,875,715	327.79%
2016	15,887,042	9,726,466	6,160,576	1,488,107	582,352	2,070,459	297.55%
2015	15,272,630	9,242,550	6,030,080	1,672,214	621,635	2,293,849	262.88%
2014	15,298,362	9,763,240	5,535,122	1,293,418	580,216	1,873,634	295.42%
2013	14,602,721	8,284,188	6,318,533	1,180,805	430,992	1,611,797	392.02%
2012	14,801,829	8,012,182	6,789,647	1,143,846	471,198	1,615,044	420.40%
2011	14,457,633	8,654,944	5,802,689	1,067,956	492,245	1,560,201	371.92%
2010	13,314,362	8,624,057	4,690,305	1,006,347	476,844	1,483,191	316.23%
2009	12,155,804	8,958,047	3,197,757	973,828	510,037	1,483,865	215.50%
2008	13,111,456	9,026,464	4,084,992	891,830	541,139	1,432,969	285.07%

Notes: (1) Total operating revenues plus interest on investments and intergovernmental nonoperating revenues
(2) Total operating expenses less depreciation
(3) Includes interest and principal on revenue bonds issued for water and waterwater

City of Sheboygan, Wisconsin

Table 18
Principal Taxpayers Current Year and Nine Years Ago
Ten Largest Taxpayers - 2017

Name of Taxpayer	Nature of Business	Equalized Value	Net Taxes Paid	Percent of Total Taxes Levied
Acuity Mutual Insurance Co	Insurance	$134,812,520	$3,294,950	5.01%
Aurora Medical Group/Sheboygan Clinic	Medical Clinic	22,737,890	563,648	0.86%
Nemak (formerly J. L. French Corporation)	Aluminum die castings	17,500,500	433,497	0.66%
Sheboygan Acquisitions LLC	Hospitality resort (Blue Harbor)	17,216,430	426,042	0.65%
Plastics Engineering Co	Manufacturer of phenolid epoxy	14,808,000	366,890	0.56%
PJR Properties LLC	Nonresidential building operators	14,806,200	366,774	0.56%
Wal-Mart	Department and grocery store	14,404,000	351,968	0.54%
Country Village Apartments	Real Estate	13,951,740	346,729	0.53%
St. Nicholas Hospital	Hospital/surgery facilities	12,521,200	337,291	0.51%
Vollrath Co LLC	Manufacturer of stainless steel	11,951,100	296,264	0.45%
American Orthodontics	Manufacturer or orthodontic appliances	11,949,700	296,158	0.45%
	Total for Ten Largest Taxpayers	$286,659,280	$7,080,211	10.77%

Ten Largest Taxpayers - 2008

Name of Taxpayer	Nature of Business	Equalized Value	Net Taxes Paid	Percent of Total Taxes Levied
Acuity Mutual Insurance Co	Insurance	$51,042,430	$1,169,425	1.66%
Blue Harbor Resort Sheboygan LLC	Hotel/Convention Center	38,380,390	908,075	1.29%
Aurora Medical Group/Sheboygan Clinic	Medical Clinic	21,939,830	516,897	0.74%
Wal-Mart	Retail	17,591,250	409,162	0.58%
Plastics Engineering Co	Manufacturer of phenolid epoxy	15,185,000	364,894	0.52%
JFM1 LLC	Real Estate	14,829,380	351,643	0.50%
Country Village Apartments	Real Estate	14,165,760	336,036	0.48%
Fresh Brands Distributing, Inc	Wholesale/Retail Grocer	13,978,840	331,685	0.47%
J.L.French Corp	Aluminum die castings	13,933,900	330,477	0.47%
Development 3000 LLC	Real Estate	10,877,000	227,312	0.32%
	Total for Ten Largest Taxpayers	$211,923,780	$4,945,606	7.04%

City of Sheboygan, Wisconsin

Table 19
Principal Employers Current Year and Nine Years Ago
Ten Largest Employers - 2017

Name of Employer	Nature of Business	Approximate Number of Employees Full Time
Aurora Medical Group/ Aurora Health Care	Sheboygan Memorial Medical Center and Sheboygan Clinic	1480
Nemak	Aluminum die castings	1275
Sheboygan Area School District	Education	1257
Acuity Mutual Insurance Co	Insurance	1259
Rockline Industries Inc	Manufacturer	870
Sheboygan County	County employees	860
The Vollrath Company	Manufacturer	575
American Orthodontics	Manufacturer	514
City of Sheboygan	Government	498
Piggly Wiggly Midwest LLC	Wholesale/retail grocers	481

Ten Largest Employers - 2008

Name of Employer	Nature of Business	Approximate Number of Employees Full Time
Sheboygan Area School District	Education	1535
J.L.French Corp	Aluminum die castings	1086
Sheboygan Clinic	Medical Clinic	1000
Acuity Mutual Insurance Co	Insurance	850
Sheboygan Memorial Medical Center	Hospital	830
Sheboygan County	County employees	903
Rockline Industries	Manufacturer	725
St. Nicholas Hospital	Hospital	650
Fresh Brands Distributing Inc	Wholesale/retail grocers	500
City of Sheboygan	Government	484

City of Sheboygan, Wisconsin

Table 20
Demographics

Area- Square Miles	
2017	15.78
2016	14.81
2015	14.81
2014	14.71
2013	14.53
2012	14.52
2011	14.46
2010	14.19
2009	14.19
2008	14.19
2007	14.19

Age (2010)	
Under 5 years	7.30%
5 to 9 years	6.80%
10 to 14 years	6.50%
15 to 19 years	6.70%
20 to 24 years	6.30%
25 to 29 years	7.40%
30 to 34 years	6.70%
40 to 44 years	6.60%
45 to 49 years	7.40%
50 to 54 years	6.90%
55 to 59 years	5.90%
60 to 64 years	4.90%
65 to 69 years	3.70%
70 to 74 years	2.90%
75 to 79 years	2.70%
80 to 84 years	2.60%
85 years and older	2.60%

Race (2010 Census)	
White	82.60%
Black or African American	1.90%
American Indian	0.50%
Asian	8.80%
Other Asian	2.50%
Some other race	3.70%

Major Employers (2017)	
Aurora Medical Group	1,480
Nemak	1,275
Acuity Mutual Insurance	1,259
Sheboygan Area School District	1,257
Rockline Industries	870
Sheboygan County	860
The Vollrath Company	575
American Orthodontics	514
City of Sheboygan	498
Piggly Wiggly Midwest LLC	481

Population	
2017	48,402
2016	48,653
2015	50,650
2014	50,600
2013	50,580
2012	50,400
2011	49,288
2010	49,230
2009	49,110
2008	48,965
2007	48,897

Housing Units (2016)	
Total Dwelling Units	18,932
Single Family	12,770
Two Family	4,764
Three Family	183
Condominiums	744
Apartment Units	471

Building Permits		
Year	Number	Value in Millions
2017	3417	83.0
2016	3323	114.4
2015	3331	144.0
2014	3238	273.3
2013	3384	28.5
2012	3288	45.9
2011	3235	55.1
2010	3166	29.1

Water/Wastewater (2017)	
Active Accounts Serviced	18,774
Water Treated/Distrib.	4,609,348,000
Miles of Sanitary Sewers	171
Miles of Water Main	207

Largest Property Taxpayers (2017)	Assessed Value
Acuity Mutual Insurance	$ 134,812,520
Aurora Medical Group	$ 22,737,890
Nemak	$ 17,500,500
Sheboygan Acquisitions LLC	$ 17,216,430
Plastics Engineering Co.	$ 14,808,000
PJR Properties LLC	$ 14,806,200
Wal-Mart	$ 14,404,000
Country Village Apartments	$ 13,951,740
St. Nicholas Hospital	$ 12,521,200
American Orthodontics	$ 11,949,700

City of Sheboygan, Wisconsin

Table 20
Demographics

Employment Trends - Sheboygan County

Year	Employment	Unemployment Rate
2017	61,320	2.8
2016	60,905	3.7
2015	59,614	3.8
2014	57,860	5.2
2013	54,490	7.5
2012	54,420	8.4

Parks

Year	Developed Parks	Acres Maintained
2017	38	614.04
2016	38	614.04
2015	38	614.04
2014	38	614.04
2013	36	557.25
2012	36	557.25
2011	36	557.25
2010	36	557.25

Infrastructure

Miles of State Highway System	17
Miles of County Highway System	17
Miles of Local Roads & Streets	196
Miles of Sidewalks	375
Number of City-owned Street Lights	2518

Elections (2017)

Registered Voters		Turn-Out	Percent
Spring	26,396	5,755	21.80%

Public Safety- Police

Number of Sworn Officers	
2017	82
2016	82
2015	81
2014	81
2013	81
2012	81
2011	81
2010	78
Number of Police Stations	1
Number of Fire Stations	5
ISO Rating	2

Public Safety- Firefighter

Number of Sworn Officers	
2017	74
2016	72
2015	69
2014	72
2013	72
2012	72
2011	72
2010	76

School Registration (2016-2017)

Elementary Schools	56,250
Middle Schools	1,990
High Schools	3,344

Education Attainment (2010)

(Population 25 years and older)	
High School Graduate	39.90%
Associates Degree	5.90%
Bachelor's Degree	11.00%
Graduate or Professional Degree	4.80%

City of Sheboygan, Wisconsin

Table 21
Authorized Permanent Positions
Last Ten Calendar Years

	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	2016 Actual	2017 Actual
GENERAL FUND										
General Government	30.00	30.00	30.00	30.00	25.00	25.00	24.75	24.75	22.81	21.95
Public Safety	189.40	190.40	186.40	189.40	186.40	185.40	190.90	192.40	179.40	181.90
Public Works	94.00	94.00	94.00	94.00	60.00	60.00	59.00	58.00	59.00	62.00
Culture and Recreation	37.00	37.00	37.00	37.00	23.00	23.00	22.28	22.28	22.28	21.28
Development and Conservation	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Total General Fund	354.40	355.40	351.40	354.40	298.40	297.40	300.93	301.43	287.49	291.13
Mead Public Library	39.00	39.00	39.00	39.00	39.00	38.00	36.63	34.44	38.50	39.50
Municipal Court	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.13	2.23	2.50
Ambulance	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Cable Television Division	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50
Transit Utility	58.00	58.00	58.00	58.00	56.00	56.00	55.45	55.45	51.45	51.45
Parking Utility	3.00	3.00	3.00	3.00	3.00	2.30	2.30	2.30	2.30	2.30
Water Utility*	31.00	31.00	31.00	31.00	31.00	31.00	31.00	30.00	30.00	30.00
Wastewater Utility	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00
Information Technology Department	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Motor Vehicle Fund	9.00	9.00	8.00	8.00	7.00	7.00	7.00	7.00	7.00	6.00
	522.90	523.90	518.90	521.90	462.90	460.20	461.81	458.75	444.97	448.38

*Approval authorized by Board of Water Commissioners

City of Sheboygan, Wisconsin

Table 22
Select Operating Indicators by Function / Program
Last Ten Calendar Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Police										
Arrests	10,062	8,503	8,552	7,600	7,677	10,306	7,046	5,998	6,118	7,675
Parking citations	N/A	8,993	7,517	6,616	8,164	12,898	10,991	8,745	9,842	10,476
Fire										
Total fire calls	3,675	3,551	3,751	3,865	4,503	5,011	5,026	5,034	5,007	5,007
EMS calls	2,390	2,215	2,218	2,548	3,005	3,318	3,310	3,316	3,506	3,867
Building Inspection										
Permits issued	2,028	2,160	3,166	3,145	3,288	3,384	3,238	3,331	3,323	3,417
Public Works										
Refuse curbside collection (tons)	13,208	12,715	12,925	12,454	12,287	11,984	12,144	12,510	11,248	11,273
Recycling curbside collection (tons)	2,941	2,777	3,049	3,310	3,297	3,398	3,547	3,232	3,207	3,337
Salt (tonnage)	*	*	*	*	5,012	4,667	2,302	4,552	4,133	4,133
Municipal Court										
Cases	8,043	6,321	7,240	7,042	7,173	6,905	6,008	5,732	5,974	7,089
Mead Library										
Annual visits	336,090	358,267	356,491	345,852	338,399	316,764	308,293	316,162	335,999	319,693
Material checkout	819,127	903,265	897,531	841,853	757,380	711,743	648,034	604,841	570,709	813,117
Digital content checkout	23	42	148	3,435	14,895	22,375	38,634	50,425	69,802	78,272
Shoreline Metro										
Fixed route passengers	531,714	457,183	440,780	468,361	475,173	520,860	538,802	537,765	527,775	543,561
Paratransit passengers	70,362	65,708	64,259	56,737	47,565	41,892	37,062	35,492	34,317	35,589
Water and Wastewater Utility										
Active accounts	19,283	19,053	19,088	19,028	19,003	18,974	18,833	18,797	18,857	18,774

* Information is not available

City of Sheboygan, Wisconsin

Table 23
Capital Asset Statistics by Function/Program
Last Ten Calendar Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Function/Program										
General Government:										
City Hall	1	1	1	1	1	1	1	1	1	1
Public Safety:										
Police Facility	1	1	1	1	1	1	1	1	1	1
Fire Stations	5	5	5	5	5	5	5	5	5	5
Patrol Units	46	46	46	46	46	46	46	46	46	46
Fire Engines	13	13	13	13	13	13	13	13	13	13
Ambulances	4	4	4	4	4	4	4	4	4	4
Public Works:										
Office and Maintenance Shop	1	1	1	1	1	1	1	1	1	1
Bridges	16	16	16	16	16	16	16	16	16	16
Salt storage shed	1	1	1	1	1	1	1	1	1	1
Signalized Intersections	39	39	39	39	39	39	39	39	39	39
Health and Human Services										
Wildwood Cemetery	1	1	1	1	1	1	1	1	1	1
Culture and Recreation										
Parks	36	36	36	36	36	36	36	36	36	36
Park Shelters	18	18	18	18	18	18	18	18	18	18
Maywood Environmental Park	1	1	1	1	1	1	1	1	1	1
Mead Public Library	1	1	1	1	1	1	1	1	1	1
Senior Activity Center	1	1	1	1	1	1	1	1	1	1
Enterprise:										
Wastewater Plant	1	1	1	1	1	1	1	1	1	1
Water Utility Plant	1	1	1	1	1	1	1	1	1	1
Transit Facility	1	1	1	1	1	1	1	1	1	1
Boat Facilities Docks	123	123	123	123	123	123	123	123	123	123
Parking Lots	22	22	22	22	22	22	22	22	22	22

SINGLE AUDIT SECTION

Schenck
ADVISORY | TAX | ASSURANCE

Independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*

To the Mayor Michael Vandersteen and the Common Council
City of Sheboygan, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, 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 Sheboygan, Wisconsin, (the "City") as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 2, 2018. Our report includes a reference to other auditors who audited the financial statements of the Water Utility Enterprise Fund, as described in our report on the City of Sheboygan, Wisconsin's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Harbor Centre Business Improvement District were not audited in accordance with *Government Auditing Standards.*

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

PURPOSE OF THIS REPORT

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and on compliance. Accordingly, this communication is not suitable for any other purpose.

Schenck SC

Certified Public Accountants

Sheboygan, Wisconsin
May 2, 2018

Schenck
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Independent auditors' report on compliance for each major federal and state program and on internal control over compliance required by the Uniform Guidance and the *State Single Audit Guidelines*

To the Mayor Michael Vandersteen and the Common Council
City of Sheboygan, Wisconsin

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM

We have audited City of Sheboygan, Wisconsin's (the "City") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of the City's major federal and state programs for the year ended December 31, 2017. The City's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

MANAGEMENT'S RESPONSIBILITY

Management is responsible for compliance with the requirements of federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on compliance for each of the City's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. Those standards, Uniform Guidance and the *State Single Audit Guidelines* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the City's compliance.

OPINION ON EACH MAJOR FEDERAL AND STATE PROGRAM

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2017.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the *State Single Audit Guidelines.* Accordingly, this report is not suitable for any other purpose.

Schenck SC

Certified Public Accountants

Sheboygan, Wisconsin
May 2, 2018

City of Sheboygan, Wisconsin

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency
U.S. DEPARTMENT OF AGRICULTURE		
Urban and Community Forestry	10.675	Bay-Lake Regional Planning Commission
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		
Community Development Block Grant Entitlements Grants Cluster		
Community Development Block Grant	14.218	Direct Program
Community Development Block Grant - Program Income	14.218	Direct Program
Total Community Development Block Grant Entitlements Grants Cluster		
U.S. DEPARTMENT OF JUSTICE		
Public Safety Partnership and Community Policing Grant		
Anti-Heroin Task Force	16.710	WI Department of Justice
Anti-Methamphetamine	16.710	WI Department of Justice
Total Public Safety Partnership and Community Policing Grant		
Edward Byrne Memorial Justice Assistance Grant Program	16.738	WI Department of Justice
Total U.S. Department of Justice		
U.S. DEPARTMENT OF TRANSPORTATION		
Federal Transit Cluster		
Federal Transit Formula Grants	20.507	WI Department of Transportation
Highway Safety Cluster		
Alcohol Impaired Driving Countermeasures Incentive Grant	20.616	WI Department of Transportation
National Priority Safety Programs	20.616	WI Department of Transportation
Total Highway Safety Cluster		
Total U.S. Department of Transportation		
NATIONAL ENDOWMENT FOR THE ARTS		
Promotion of the Arts - Grants to Organizations and Individuals	45.024	Arts Midwest
NATIONAL ENDOWMENT FOR THE HUMANITIES		
Common Heritage	45.149	Direct Program
ENVIRONMENTAL PROTECTION AGENCY		
Drinking Water State Revolving Fund Cluster		
Capitalized Grants for Drinking Water State Revolving Funds	66.468	WI Department of Administration
Great Lakes Program	66.469	
King and Deland Park Infrastructure		WI Department of Natural Resources
River Habitat Restoration		WI Department of Natural Resources
Total Great Lakes Program		
Total Environmental Protection Agency		
U.S. DEPARTMENT OF HOMELAND SECURITY		
Assistance to Firefighters Grant	97.044	Direct Program
TOTAL EXPENDITURES OF FEDERAL AWARDS		

The notes to the schedule of expenditures of federal awards are an integral part of this schedule.

Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
16006-10B	$ -	$ 10,000	$ -	$ 10,000	$ -
N/A	(395,313)	868,543	657,113	1,130,343	145,576
N/A	-	480,322	-	480,322	-
	(395,313)	1,348,865	657,113	1,610,665	145,576
N/A	-	1,841	1,797	3,638	2,189
N/A	-	6,887	4,399	11,286	5,610
	-	8,728	6,196	14,924	7,799
2016-DJ-01-12248	-	14,251	-	14,251	7,152
	-	22,979	6,196	29,175	14,951
WI2018006000	-	-	1,206,561	1,206,561	-
3950957-31-29	-	59,824	-	59,824	33,605
3950957-90-27	-	1,000	-	1,000	-
	-	60,824	-	60,824	33,605
	-	60,824	1,206,561	1,267,385	33,605
00017817	(2,600)	2,600	-	-	-
N/A	-	553	-	553	-
4901-04	-	463,768	-	463,768	-
N/A	(217,636)	217,636	-	-	-
N/A	(52,099)	52,099	-	-	-
	(269,735)	269,735	-	-	-
	(269,735)	733,503	-	463,768	-
N/A	-	46,650	(34,377)	12,273	12,273
	$ (667,648)	$ 2,225,974	$ 1,835,493	$ 3,393,819	$ 206,405

City of Sheboygan, Wisconsin

SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	Pass-Through Entity Identifying Number
DEPARTMENT OF NATURAL RESOURCES			
Urban Forestry Grants	370.587	Direct Program	N/A
Urban Forestry Grants	370.587	Direct Program	N/A
Total Urban Forestry Grant			
Aquatic Invasive Species	370.678	Direct Program	N/A
Total Department of Natural Resources			
DEPARTMENT OF TRANSPORTATION			
Elderly and Handicapped Transportation Aids	395.101	Sheboygan County	N/A
Transit Operating Aids	395.104	Direct Program	N/A
Total Department of Transportation			
DEPARTMENT OF HEALTH SERVICES			
EMS-FAB Grant	435.167	Direct Program	N/A
DEPARTMENT OF JUSTICE			
Drug Crimes Enforcement	455.225	Direct Program	N/A
Beat Patrol Grant	505.603	Direct Program	N/A
Total Department of Justice			
TOTAL STATE PROGRAMS			

The notes to the schedule of expenditures of state awards are an integral part of this schedule.

(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
$ (21,900)	$ 21,900	$ -	$ -	$ -
-	-	25,000	25,000	-
(21,900)	21,900	25,000	25,000	-
(5,135)	5,135	-	-	-
(27,035)	27,035	25,000	25,000	-
(80,125)	238,948	158,823	317,646	-
(111,299)	910,086	189,929	988,716	-
(191,424)	1,149,034	348,752	1,306,362	-
-	8,730	-	8,730	-
-	9,861	-	9,861	-
-	121,434	-	121,434	-
-	131,295	-	131,295	-
$ (218,459)	$ 1,316,094	$ 373,752	$ 1,471,387	$ -

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards for the City are presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration.

The Schedules of Expenditures of Federal and State Awards include all federal and state awards of the City. Because the schedules present only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the City's 2017 fund financial statements. Accrued revenue at year-end consists of federal and state program expenditures scheduled for reimbursement to the City in the succeeding year while unearned revenue represents advances for federal and state programs that exceed recorded City expenditures. Because of subsequent program adjustments, these amounts may differ from the prior year's ending balances.

The City has not elected to charge a de minimis rate of 10% of modified total costs.

NOTE 3: OVERSIGHT AGENCIES

The federal and state oversight agencies for the City are as follows:

Federal - U.S. Department of Housing and Urban Development
State - Wisconsin Department of Transportation

City of Sheboygan, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2017

SECTION 1 - SUMMARY OF AUDITORS' RESULTS

BASIC FINANCIAL STATEMENTS

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
▶ Material weakness(es) identified?	No
▶ Significant deficiency(ies) identified?	None Reported
Noncompliance material to basic financial statements noted?	No

FEDERAL AND STATE AWARDS

Internal control over major program:	
▶ Material weakness(es) identified?	No
▶ Significant deficiency(ies) identified?	None Reported
Type of auditors' report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	No
Any audit findings disclosed that are required to be reported in accordance with the *State Single Audit Guidelines?*	No

Identification of major federal programs:

CFDA Number	Name of Federal Program
	Community Development Block Grant Entitlement Grants Cluster
14.218	Community Development Block Grant

Identification of major state programs:

State ID Number	Name of State Program
395.101	Elderly Transportation Aids

Audit threshold used to determine between Type A and Type B programs:	
Federal Awards	$750,000
State Awards	$250,000
Auditee qualified as low-risk auditee	Yes

City of Sheboygan, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2017

SECTION II - FINANCIAL STATEMENT FINDINGS

There are no findings related to the basic financial statements required to be reported under governmental auditing standards generally accepted in the United States of America for the year ended December 31, 2017.

SECTION III - FEDERAL AND STATE AWARD FINDINGS AND QUESTIONED COSTS

There are no findings and questioned costs required to be reported under Uniform Guidance and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration for the year ended December 31, 2017.

SECTION IV - OTHER ISSUES

1. Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern? No

2. Does the audit report show audit issues (i.e. material non-compliance, non-material non-compliance, questioned cost, material weakness, significant deficiencies, management letter comment, excess revenue or excess reserve) related to grant/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*:

Department of Natural Resources	No
Department of Transportation	No
Department of Health Services	No
Department of Justice	No
Department of Administration	No

3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? Yes

4. Name and signature of partner

Bryan Grunewald CPA

Bryan Grunewald, CPA

5. Date of report May 2, 2018

City of Sheboygan Name, Wisconsin

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND CORRECTIVE ACTION PLAN FOR THE YEAR ENDED DECEMBER 31, 2017

PRIOR YEAR AUDIT FINDINGS

There were no findings or questioned costs for federal or state awards for the year ended December 31, 2016.

CORRECTIVE ACTION PLAN

No corrective action plan is required.



City of Sheboygan
828 Center Avenue
Sheboygan, WI 53081
920-459-4000

www.sheboyganwi.gov

II

R. O. No. - 18 - 19. By FINANCE DIRECTOR. May 7, 2018.

Submitting the Comprehensive Annual Financial Report of the City of Sheboygan for the year ended December 31, 2017, prepared by Schenck SC.

FINANCE DIRECTOR

Finance + Personnel

II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting a claim from Scott and Terri Knapp for alleged damages to their home at 2828 North Avenue due to a sewer back-up.

Finance + Personnal

CITY CLERK

DATE RECEIVED 4-26-18 RECEIVED BY MKC

CLAIM NO. 2-18

CITY OF SHEBOYGAN NOTICE OF DAMAGE OR INJURY

APR 26 '18 PM 12:14

INSTRUCTIONS: TYPE OR PRINT IN BLACK INK

1. Notice of death, injury to persons or to property must be filed not later than 120 days after the occurrence.
2. Attach and sign additional supportive sheets, if necessary.
3. This notice form must be signed and filed with the Office of the City Clerk.

4. TWO ESTIMATES MUST BE ATTACHED IF YOU ARE CLAIMING DAMAGE TO A VEHICLE.

1. Name of Claimant: SCOTT & TERRI KNAPP
2. Home address of Claimant: 2828 NORTH AVE. SHEBOYGAN, WI 53083
3. Home phone number: 458-3514
4. Business address and phone number of Claimant: Kohler Co. 444 Highland Dr. Kohler, WI 53044 Phone: 457-4444 ext. 72225
5. When did damage or injury occur? (date, time of day) 4/20/18 12:00 NOON
6. Where did damage or injury occur? (give full description) SEWER BACKUP IN BASEMENT OF OUR HOME.
7. How did damage or injury occur? (give full description) BLOCKAGE IN MAIN CITY SEWER LINE ON NORTH AVE.
8. If the basis of liability is alleged to be an act or omission of a City officer or employee, complete the following: NA
   (a) Name of such officer or employee, if known:
   (b) Claimant's statement of the basis of such liability:
9. If the basis of liability is alleged to be a dangerous condition of public property, complete the following: NA
   (a) Public property alleged to be dangerous:
   (b) Claimant's statement of basis for such liability:

CLAIM NO. 2-112

NOTICE OF CLAIM FOR DAMAGE OR INJURY

INSTRUCTIONS: TYPE OR PRINT IN BLACK INK

1. This notice must be signed and filed with the Office of the City Clerk, ...

2. Failure to comply with additional requirements stated, if necessary, ...

3. Notice of claim must be presented or be properly mailed not later than 180 days after the occurrence.

4. TWO ESTIMATES WITH A CERTIFIED COMPLAINT MUST BE ATTACHED.

5. Name of claimant: ...

6. Residence address and phone number of claimant: ...

7. Name phone number: ...

8. Where did damage or injury occur: (City, time of day) ...

9. When did damage or injury occur: (Time and description) ...

10. Describe ...

11. How did damage or injury occur: (Give full description) ...

(a) Damage or injury to property: If known ...

(b) Statement of circumstances of the cause of such liability: ...

12. If the basis of liability is claimed to be a dangerous condition of public property, complete the following:

(a) Nature of injury claimed to be dangerous: ...

(b) Claimant's claim of legal duty owed: ...

10. Give a description of the injury, property damage or loss, so far as is known at this time. (If there were no injuries, state "NO INJURIES").

NO INJURIES.

SEWER BACKUP DAMAGE IN BASEMENT WAS MINIMAL (< $200) AND ITEMS ARE REPLACEABLE. HOWEVER GEN3 PLUMBING SPENT ~5 HOURS TRYING TO IDENTIFY THE SOURCE OF THE BLOCKAGE IN OUR LATERAL BEFORE SUSPECTING IT MIGHT BE IN THE CITY'S MAIN LINE. THEY CALLED SANITATION DEPT.

11. Name and address of any other person injured:

NONE / NA

12. Damage estimate: (You are not bound by the amounts provided here.)

Auto: $

Property: $

Personal injury: $

Other: (Specify below $ 891.00

REQUESTING REIMBURSENT FOR PAYMENT MADE TO GEN3 PLUMBING ON 4/20/18.

TOTAL $ 891.00

Damaged vehicle (if applicable)

NA

Make: _____ Model: _____ Year: _____ Mileage: _____

Names and addresses of witnesses, doctors and hospitals:

1) PLUMBERS AT GEN 3 PLUMBING, SCOTT & ANDY

— ALSO JOHN CVETAN FROM GEN 3

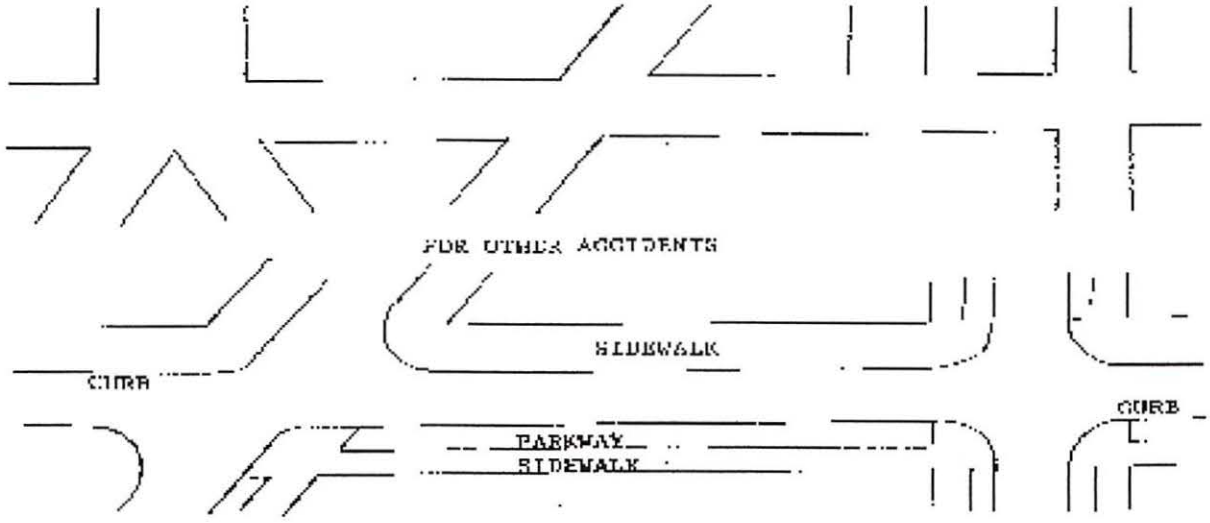
2) TWO MEN FROM SHEBOYGAN SEWER & SANITATION DEPT WHO CLEARED MAIN LINE ON NORTH AVE @ 28TH ST. ON 4/20/18.

FOR ALL ACCIDENT NOTICES, COMPLETE THE FOLLOWING DIAGRAM IN DETAIL. BE SURE TO INCLUDE NAMES OF ALL STREETS, HOUSE NUMBERS, LOCATION OF VEHICLES, INDICATING WHICH IS CITY VEHICLE (IF APPLICABLE), WHICH IS CLAIMANT VEHICLE, LOCATION OF INDIVIDUALS, ETC.

NA

NOTE: If diagrams below do not fit the situation, attach proper diagram and sign.

NA



SIGNATURE OF CLAIMANT _____ DATE _____

DATE RECEIVED _____ RECEIVED BY _____

CLAIM NO. _____

CLAIM

Claimant's Name:	SCOTT & TERRI KNAPP	Auto	$
Claimant's Address:	2828 NORTH AVE.	Property	$
	SHEBOYGAN, WI 53083	Personal Injury	$
Claimant's Phone No.	458-3514 (HOME)	Other (Specify below)	$ 891.00
	920-254-6390 SCOTT'S CELL	TOTAL	$ 891.00

PLEASE INCLUDE COPIES OF ALL BILLS, INVOICES, ESTIMATES, ETC.

WARNING: IT IS A CRIMINAL OFFENSE TO FILE A FALSE CLAIM.

(WISCONSIN STATUTES 943.395)

The undersigned hereby makes a claim against the City of Sheboygan arising out of the circumstances described in the Notice of Damage or Injury. The claim is for relief in the form of money damages in the total amount of $ 891.00 .

SEWER BACKUPS ARE RARE AND UNFORTUNATE. UPON DISCOVERY OF OURS IN THE BASEMENT ON FRIDAY NOON 4/20/18, MY WIFE TERRI IMMEDIATELY CONTACTED 3 PLUMBERS. ONLY GEN 3 PLUMBING COULD RESPOND IMMEDIATELY.

UPON ARRIVAL, GEN 3 ATTEMPTED TO CLEAR THE SUSPECTED BLOCKAGE IN OUR LATERAL BUT FOUND NONE EVEN AFTER MULTIPLE ATTEMPTS AND UP TO 100 FT OF SNAKING/ROUTERING.

AROUND 2:00 PM, GEN 3 RECEIVED A SECOND SEWER BACKUP COMPLAINT FROM A NEIGHBOR ACROSS THE STREET (2821 NORTH AVE.). GEN 3 ALSO ATTEMPTED TO CLEAR THEIR LATERAL BUT FOUND NO BLOCKAGE.

AROUND 4:00 PM, GEN 3 CONTACTED SHEBOYGAN CITY SEWER & SANITATION DEPT. THEY RESPONDED WITHIN AN HOUR AND DISCOVERED A MAIN LINE BLOCKAGE ON NORTH AVE. THEY THEN WERE ABLE TO QUICKLY CLEAR THE BLOCKAGE.

I AM RESPECTFULLY ASKING FOR REIMBURSEMENT OF THAT AFTERNOONS CHARGES THAT I MADE TO GEN 3 PLUMBING TOTALING $891.00.

THANK YOU

SIGNED Scott R. Knapp DATE: 4/23/18

ADDRESS: 2828 NORTH AVE. SHEBOYGAN, WI 53083

MAIL TO: CLERK'S OFFICE
828 CENTER AVE #100
SHEBOYGAN WI 53081

WORK ORDER

(Subject to the Terms and Conditions on reverse side of this page)

Customer No.

Call Date	Time	AM/PM	Job Address	City	Zip	Owner / Tenant
4/20/18	1P		2528 North Ave			☐ Owner ☐ Tenant

Customer Name: Jeff Knapp

Billing Last First

Address ☐ Same

City/Zip

P.O./Caller

Time Promised 12:45 ☐ AM ☐ PM

Phone When Ready ☐ Yes ☐ No

Res. Phone

Bus. Phone 617 3511

Extension

Cell Number

Add'l. Work Authorized By Name / **Initials**

Not To Exceed $

Estimated Price $

Please pay technician at time of service or a $25.00 billing fee will be added to invoice.

COLLECT ☐ COMMERCIAL ACCOUNT ☐

INSTRUCTIONS Inside drain in Basement Rear entry

GEN 3 PLUMBING, LLC
4505 S. Taylor Dr. • Sheboygan, WI 53081
Phone: (920) 207-2121
www.gen3plumbing.com MP231518

Labor Rate Based On ☐ ☒ Regular ☐ Emergency $ 94 per hour

S# 2602

QTY.	OFFICE	DESCRIPTION	SALE	QTY.	OFFICE	DESCRIPTION	SALE	QTY.	OFFICE	DESCRIPTION	SALE
		③ TOTAL				② TOTAL				① TOTAL	

CREDIT CARD ☐ Visa ☐ MC ☐ AMEX

_____

Exp. Date _____ CVD _____

X _____ CUSTOMER SIGNATURE

Check No. _____

☐ This payment received without face to face customer contact.

_____ AUTHORIZATION #

Service Date 4-20-18 Service Tech. Scott - ~~4~~ 4½ Andy ~~4~~ ½ H

Service Tech. Comments

Used the big sewer machine

PAID 4-20-18

Model Number: Serial Number:

Payment made by: ☐ Cash ☐ Credit Card ☐ Check Initials:

To the best of my knowledge, the above has been completed to my satisfaction. Furthermore, I have read and understand your terms and conditions on the reverse side of this page.

X Scott C. Knapp CUSTOMER SIGNATURE

Diagnostic Fee	
Tools & Supplies	
Parts Total 1, 2, & 3	
Bldg. Sewer Opening	280
Drain Opening	
Add'l. Drains ☐	
INSTALLATION TOTAL	~~813~~
Subtotal	611
Tax	
CUSTOMER PAYS	891 00

THANK YOU

II

R. O. No. _____ - 18 - 19. By DIRECTOR OF HUMAN RESOURCES. May 7, 2018.

Submitting Capital Improvement Projects (CIP) for the years 2019-2023 for the Department of Human Resources.

Finance + Personnel

DIRECTOR OF HUMAN RESOURCES

5 YEAR CAPITAL IMPROVEMENT PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$23,000	$0	$0	$0	$0	$23,000
Fire	$0	$0	$0	$0	$0	$0
Parks and Forestry	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$0	$0	$0	$0	$0	$0
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$0	$0	$0	$0	$0	$0
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$7,000	$0	$0	$0	$0	$7,000
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$30,000	$0	$0	$0	$0	$30,000
Human Resources Fund						
ADA Compliance Program	$30,000	$0	$0	$0	$0	$30,000
Total - Human Resources Fund	$30,000	$0	$0	$0	$0	$30,000

II

R. O. No. _____ - 18 - 19. By CHIEF OF POLICE. May 7, 2018.

Pursuant to section 54-65 of the Municipal Code, I herewith submit my quarterly report showing the Benchmark Measurements for my department for the period commencing January 1, 2018 and ending March 31, 2018.

Patrol and Investgations	2016 Actual	Y-T-D 03/31/17	2017 Actual	Y-T-D 03/31/18	2018 Goals
Homicide	1	0	0	0	0
Rape	21	3	24	10	20
Robbery	10	2	11	4	15
Aggravated Assualt	101	24	85	24	90
Violent Crime Total	133	28	120	38	125
Burglary	119	19	91	18	100
Theft	908	143	702	141	900
Motor Vehicle Theft	36	7	32	1	30
Arson	5	1	12	0	5
Property Crime Total	1,068	170	837	160	1050
Percent of Offenses Cleared	55%	72%	46%	73%	70%
Value of Property Stolen	$497,952	$133,387	$554,070	$70,595	$500,000
Value of Property Recovered	$204,714	$36,943	$184,216	$33,896	$200,000
Percent of Stolen Recovered	41%	28%	33%	48%	40%
Accident Investigations	1,900	443	1,736	447	1,500
Traffic Stops	4,256	1,742	6,157	1,464	No Goal
Traffic Arrests	2,426	1,154	4,669	1,145	No Goal
Other Arrests	3,692	743	3,006	832	No Goal
Speed Trailer Deployments	20	0	7	3	20
HVEE Deployments	N/A	1	6	2	12
Parking Tickets Issued	9,842	5,469	10,476	4136	10,000
Bicycles Recovered	200	24	139	4	150
Involuntary Commitments	148	42	161	48	No Goal
Administration					
District Attorney Request for Digital Evidence	N/A	303	1,008	284	2,750
Open Records Requests	4,310	981	3,778	1,029	4,000
Nixle Messages Sent	233	40	263	65	250
Press Releases	30	5	25	11	50
Tweets	N/A	55	298	82	350
Facebook likes	6,000	6,529	8,045	8,760	9,000
Reported Crime Maps	104	26	103	25	104
Crime Comparison Reports	52	13	44	13	52
Burglary Reports	86	19	51	0	0

LHPS

CHIEF OF POLICE

CITY OF SHEBOYGAN

REQUEST FOR LICENSING, HEARINGS AND PUBLIC SAFETY COMMITTEE CONSIDERATION

ITEM DESCRIPTION: Report of Officer, submitting the Police Department Quarterly Report for the period commencing January 1, 2018 and ending March 31, 2018.

REPORT PREPARED BY: Christopher Domagalski, Chief of Police

REPORT DATE: May 1, 2018 **MEETING DATE:** May 16, 2018

FISCAL SUMMARY:

Budget Line Item:	N/A
Budget Summary:	N/A
Budgeted Expenditure:	N/A
Budgeted Revenue:	N/A

STATUTORY REFERENCE:

Wisconsin Statutes:	N/A
Municipal Code:	Sec. 54-65

BACKGROUND / ANALYSIS:
The Quarterly Report of Benchmarks for the Police Department for the Period commencing January 1, 2018 and ending March 31, 2018 is presented for information and discussion as required by section 54-65 of the Municipal Code.

STAFF COMMENTS:

Highlights of the report are as follows:

- Overall Part 1 Crimes for the Period was flat in comparison to the same period in 2017 (198 vs. 198). There was a slight increase in violent crime, which was offset by a decrease in property crime. There were no significant trends during the period.

- Traffic accidents were also relatively flat during the period. During the first quarter of 2017 there was an increase in grant related directed seat belt enforcement to high accident corridors, which resulted in an increase in traffic stops and traffic arrests during the period. The numbers are slightly below due to resources being targeted to higher use months. The department has implemented a yearlong traffic safety initiative, "Car in gear Brain in gear", which is showing a positive trend towards traffic safety.

- There was an increase in involuntary commitments during the period from 42 to 48 that is concerning because of the large number of resources consumed by these calls.

- During the period training was provided to all sworn members on the following topics: rapid response, less lethal weapons for patrol, scenario based use of force training, the Drug Endangered Children Protocol, crime prevention through community engagement, legal update, dementia and resiliency.

ACTION REQUESTED:
Motion to recommend to Council to Approve the Report of Officer No. – 18 - 19.

ATTACHMENTS:

I. R.O No. – 18 - 19

II

R. O. No. ____ - 18 - 19. By CHIEF OF POLICE. May 7, 2018.

Submitting the attached Sheboygan Police Department Five Year Capital Improvement Plan for the period 2019 through 2023.

CHIEF OF POLICE

LHPS

CITY OF SHEBOYGAN

REQUEST FOR LICENSING, HEARINGS AND PUBLIC SAFETY COMMITTEE CONSIDERATION

ITEM DESCRIPTION: Report of Officer, submitting the Police Department five year Capital Improvement Plan for the period 2019 through 2023.

REPORT PREPARED BY: Christopher Domagalski, Chief of Police

REPORT DATE: May 2, 2018 **MEETING DATE:** May 16, 2018

FISCAL SUMMARY:

Budget Line Item:	N/A
Budget Summary:	N/A
Budgeted Expenditure:	N/A
Budgeted Revenue:	N/A

STATUTORY REFERENCE:

Wisconsin Statutes:	N/A
Municipal Code:	Sec. 54-65

BACKGROUND / ANALYSIS:
The Police Department five year Capital plan is attached for review and discussion.

STAFF COMMENTS:

The Police Department five year Capital Plan consists of the replacement of critical systems in the police facility, handguns, vehicles and squad computers. All are scheduled at or past end of life or the replacement schedule. The plan also contains a request for tactical body armor for the emergency response team. Alternative means for this purchase are being investigated and leaving the possibility this item may be removed from the plan.

ACTION REQUESTED:
Motion to file the Report of Officer No. – 18 - 19.

ATTACHMENTS:

I. Police Department Five Year Capital Plan.

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$221,025	$194,300	$247,300	$173,000	$170,000	$1,005,625
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$48,000	$46,000	$28,000	$50,000	$44,000	$216,000
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$0	$0	$0	$0	$0	$0
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$269,025	$240,300	$275,300	$223,000	$214,000	$1,221,625
Police						
Tactical Body Armor (16)	$32,000	$0	$0	$0	$0	$32,000
Air Conditioning Motor Replacement	$10,000	$0	$0	$0	$0	$10,000
Unmarked Vehicle	$39,500	$0	$0	$0	$0	$39,500
Handgun Replacement	$45,125	$0	$0	$0	$0	$45,125
Marked Vehicle (4)	$142,400	$0	$0	$0	$0	$142,400
Marked K-9 Vehicle	$0	$45,300	$0	$0	$0	$45,300
Unmarked Vehicle	$0	$43,000	$0	$0	$0	$43,000
Marked Vehicle (4)	$0	$152,000	$0	$0	$0	$152,000
Squad computers	$0	$0	$66,000	$0	$0	$66,000
Unmarked Vehicle	$0	$0	$43,000	$0	$0	$43,000
Unmarked Vehicle	$0	$0	$39,000	$0	$0	$39,000
Marked Vehicle	$0	$0	$39,000	$0	$0	$39,000
Unmarked Vehicle	$0	$0	$43,000	$0	$0	$43,000
Marked K-9 Vehicle	$0	$0	$45,300	$0	$0	$45,300
Facility Boiler Replacement	$0	$0	$0	$18,000	$0	$18,000
Marked Vehicle (5)	$0	$0	$0	$205,000	$0	$205,000
Patrol Wagon	$0	$0	$0	$0	$50,000	$50,000
Marked Vehicle (4)	$0	$0	$0	$0	$164,000	$164,000
Total - Police	$269,025	$240,300	$275,300	$223,000	$214,000	$1,221,625

II

R. O. No. _____ - 18 - 19. By FIRE CHIEF. May 7, 2018.

Submitting the 5 Year Capital Improvement Program requests for the Fire Department for the years 2019-2023.

Licenses Hearings Public Safety

FIRE CHIEF

CITY OF SHEBOYGAN

REQUEST FOR
LICENSING, HEARINGS, AND PUBLIC SAFETY COMMITTEE CONSIDERATION

ITEM DESCRIPTION: 2019 Fire Department Capital Improvement Budget Requests

REPORT PREPARED BY: Mike Romas, Fire Chief

REPORT DATE: April 26, 2018 **MEETING DATE:** May 16, 2018

FISCAL SUMMARY:

Budget Line Item:	N/A
Budget Summary:	N/A
Budgeted Expenditure:	N/A
Budgeted Revenue:	N/A

STATUTORY REFERENCE:

Wisconsin Statutes:	N/A
Municipal Code:	N/A

BACKGROUND / ANALYSIS:
This IFC is submitted to make the committee aware of future fire department capital improvement requests for 2019-2023.

STAFF COMMENTS:
2019 capital improvement requests include; 1) a battalion chief/command vehicle, 2) a three-quarter ton truck for fire prevention/plowing, 3) a public education van, and two carry-over requests for 4) extrication equipment and 5) Station 1 repairs. These requests will replace or update old and outdated vehicles, equipment and buildings which will improve department efficiency and reliability.

ACTION REQUESTED:
A motion to review the requested fire department 2019 capital budget and refer back to council.

ATTACHMENTS:
1. The fire department's 2019-2023 capital improvement program spreadsheet.

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$18,000	$0	$0	$0	$0	$18,000
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$16,000	$0	$0	$20,000	$40,000	$76,000
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$835,000	$0	$0	$835,000
G. O. Borrowed Funds	$388,000	$1,002,518	$0	$300,000	$600,000	$2,290,518
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$422,000	$1,002,518	$835,000	$320,000	$640,000	$3,219,518
Fire						
Extrication Equipment	$19,000	$0	$0	$0	$0	$19,000
Three-quarter ton pick-up truck	$45,000	$0	$0	$0	$0	$45,000
Battalion Chief Vehicle	$50,000	$0	$0	$0	$0	$50,000
Mini van for public education	$30,000	$0	$0	$0	$0	$30,000
Station One	$278,000	$0	$0	$0	$0	$278,000
Station Two	$0	$302,518	$0	$0	$0	$302,518
Engine	$0	$700,000	$0	$0	$0	$700,000
Regional Training Facility	$0	$0	$835,000	$0	$0	$835,000
Ambulance	$0	$0	$0	$320,000	$0	$320,000
Ambulance (2)	$0	$0	$0	$0	$640,000	$640,000
Total - Fire & Rescue	$422,000	$1,002,518	$835,000	$320,000	$640,000	$3,219,518

II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting a communication from the State of Wisconsin Department of Corrections on behalf of Michael Szente submitting a waiver from the Sex Offender Residency requirements in order to be placed at a TLP at either 1123/1125 North 14th Street or 930A Michigan Avenue depending on availability.

LHPS

_____

CITY CLERK

APR 16 '18 AM11:12

Date: 04/16/18_____

My name is: Agent Douglas Sundsmo for Michael Szente-Institution Release_____

I am requesting a waiver to the Sexual Residency Requirements so I may live at: 930 A Michigan Ave., Sheboygan, WI 53081 or 1123 or 1125 N. 14th St., Sheboygan, WI 53081.

Signature: Douglas Sundsmo_____

Phone Number:920-918- 8002_____

Any applications for a waiver from the Sex Offender Residency restrictions received by Noon on the Thursday prior to the following Monday's Council meeting will be submitted to that Council for referral to Public Protection and Safety. Anything after Noon on Thursday will not go to Council until the next Council meeting.

This will allow the Police Department to complete the necessary work they do to prepare for the Public Protection and Safety meeting.

Thank you for all your cooperation in the matter.

II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting a communication from Jediah J. Barrett requesting a waiver from the Sex Offender Residency requirements in order to reside at 1222 North 10th Street.

LHPS

CITY CLERK

APR 19 '18 AM10:40

Date: April 19th 2018

My name is: Jediah J Barrett

I am requesting a waiver to the Sexual Residency Requirements so I may live at:
1222 North 10th St. Sheyboygan, WI 53081

Signature: Jediah Barrett

Phone Number: (920) 522 3419

Any applications for a waiver from the Sex Offender Residency restrictions received by Noon on the Thursday prior to the following Monday's Council meeting will be submitted to that Council for referral to Public Protection and Safety. Anything after Noon on Thursday will not go to Council until the next Council meeting.

This will allow the Police Department to complete the necessary work they do to prepare for the Public Protection and Safety meeting.

Thank you for all your cooperation in the matter.

II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting a communication from Luis Mendez requesting a waiver from the Sex Offender Residency requirements in order to reside at 1311 Maryland Avenue.

LHPS

_____

CITY CLERK

APR 30 '18 PM 2:14

Date: 4/27/2018

My name is: Luis Mendez

I am requesting a waiver to the Sexual Residency Requirements so I may live at:

1311 Maryland Ave.
Sheboygan, Wisconsin 53081

Signature: Luis E. Mendez

Phone Number: (920) 912-5250

Any applications for a waiver from the Sex Offender Residency restrictions received by Noon on the Thursday prior to the following Monday's Council meeting will be submitted to that Council for referral to Public Protection and Safety. Anything after Noon on Thursday will not go to Council until the next Council meeting.

This will allow the Police Department to complete the necessary work they do to prepare for the Public Protection and Safety meeting.

Thank you for all your cooperation in the matter.

II

R. O. No. _____ - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting a communication from Christopher Holmes requesting a waiver from the Sex Offender Residency requirements in order to reside at 1540 Sibley Court.

_____

CITY CLERK

APR 30 '18 PM 5:04

Date: 4/30/2018

My name is: Christopher Holmes

I am requesting a waiver to the Sexual Residency Requirements so I may live at:
1540 Sibley Ct.
Sheboygan, WI 53081

Signature:

Phone Number: N/A

Any applications for a waiver from the Sex Offender Residency restrictions received by Noon on the Thursday prior to the following Monday's Council meeting will be submitted to that Council for referral to Public Protection and Safety. Anything after Noon on Thursday will not go to Council until the next Council meeting.

This will allow the Police Department to complete the necessary work they do to prepare for the Public Protection and Safety meeting.

Thank you for all your cooperation in the matter.

II

R.O. No. _____ - 18 - 19. By FIRE CHIEF. May 7, 2018.

Pursuant to section 50-564 of the Municipal Code, I herewith submit my quarterly report of Benchmark Measurements for the Fire Department, for the period commencing January 1, 2018 and ending March 31, 2018.

Incident Types	2016 Actual	1st Quarter 3/31/17	2017 Actual	1st Quarter 3/31/18	2018 Goals
Fires	138	33	126	23	
Rescue & Emergency Medical Service	3,931	997	3,959	1,062	
Non Fires	938	214	1,077	217	
TOTAL	5,007	1,244	5,162	1,302	
Station Incident Count Per Station					
Station 1	1,507	363	1,549	365	
Station 2	965	265	988	246	
Station 3	1,212	298	1,309	346	
Station 4	785	192	814	215	
Station 5	509	114	451	117	
Out of City	29	12	51	13	
Fire Loss					
Number of Incidents	72	16	65	16	
Total Property Loss	$ 846,192	$ 120,135	$ 276,985	$ 368,350	
Total Content Loss	$ 312,690	$ 50,670	$ 126,541	$ 192,185	
Total Loss	$ 1,158,882	$ 170,805	$ 403,526	$ 560,535	
Average Loss	$ 16,095	$ 10,675	$ 6,208	$ 35,033	
Workload					
Inspections	1,860	16	1,880	27	
School Safety Programs	183	0	183	0	
Training Hours	9,566	1,802	11,868	2,001	12,000
Investigations/Formal	138/10		70		
Efficiency					
EMS Average Response Time (Seconds) 360				**54%**	90%
Fire Average Response Time (Seconds) 380				**71%**	90%
Effectiveness					
Resident Satisfaction Rating	1	1	1	1	1
ISO Rating	2	2	2	2	1

Michael T. Romas

FIRE CHIEF

RHB

CITY OF SHEBOYGAN

REQUEST FOR LICENSING, HEARINGS, AND PUBLIC SAFETY COMMITTEE CONSIDERATION

ITEM DESCRIPTION: Report of Officer, submitting the Fire Department Quarterly Report for the period commencing January 1, 2018 and ending March 31, 2018.

REPORT PREPARED BY: Michael T. Romas, Fire Chief

REPORT DATE: April 9, 2018 **MEETING DATE: May 16, 2018**

FISCAL SUMMARY:

Budget Line Item:	N/A
Budget Summary:	N/A
Budgeted Expenditure:	N/A
Budgeted Revenue:	N/A

STATUTORY REFERENCE:

Wisconsin Statutes:	N/A
Municipal Code:	Sec. 50-564

BACKGROUND / ANALYSIS:
The Quarterly Report of Benchmarks for the Fire Department for the period commencing January 1, 2018 and ending March 31, 2018 is presented for information and discussion as required by section 50-564 of the Municipal code.

STAFF COMMENTS:
Highlights of the 2018 first quarter report are as follows:

- 31% decrease in fires (33 to 23)
- Lower response time percentage due to National Fire Incident Reporting System reclassification and interpretation
- On April 19, 2018, the Insurance Services Office (ISO) evaluated the City of Sheboygan for reclassification from Public Protection Classification 2 to 1

ACTION REQUESTED:
Motion to recommend to Council to Approve the Report of Officer No. -18-19.

ATTACHMENTS: R.O. No. -18-19

II

R. O. No. _____ - 18 - 19. DIRECTOR OF PUBLIC WORKS. May 7, 2018.

Submitting the 5 Year Capital Improvement Projects (CIP) for the years 2019-2023 for the Department of Public Works.

Public Works

DIRECTOR OF PUBLIC WORKS

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$280,000	$60,000	$60,000	$145,700	$75,000	$620,700
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$0	$0	$0	$0	$0	$0
County / State / Federal Grants	$50,000	$152,800	$41,600	$0	$0	$244,400
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$30,000	$288,200	$375,400	$3,585,700	$315,000	$4,594,300
Other Borrowed Funds	$171,400	$171,400	$171,400	$0	$0	$514,200
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$3,000,000	$0	$0	$0	$0	$3,000,000
TOTAL REVENUE	$3,531,400	$672,400	$648,400	$3,731,400	$390,000	$8,973,600
City Buildings						
City Hall Renovation	$3,000,000	$0	$0	$0	$0	$3,000,000
Municipal Service Buildings						
Locker Room (Women's) Phase 2	$200,000	$0	$0	$0	$0	$200,000
Men's Bathroom/Employee Entrance	$50,000	$0	$0	$0	$0	$50,000
HVAC System	$0	$100,000	$0	$0	$0	$100,000
Vehicle Wash Bay	$0	$100,000	$0	$0	$0	$100,000
Office Improvements	$0	$50,000	$0	$0	$0	$50,000
Improvement Garage Drain	$0	$0	$90,000	$0	$0	$90,000
Roof Replacement	$0	$0	$0	$2,000,000	$0	$2,000,000
Roof Replacement Solar Panels	$0	$0	$0	$1,500,000	$0	$1,500,000
Emergency Generator Replacement	$0	$0	$0	$0	$170,000	$170,000
Main Electrical Panel Update	$0	$0	$0	$0	$70,000	$70,000
Senior Activity Center						
Senior Activity Center Roof Replacement	$0	$0	$275,000	$0	$0	$275,000
Total - City Buildings	$3,250,000	$250,000	$365,000	$3,500,000	$240,000	$7,605,000
Traffic Control						
Modernize Fiber Optic Cable Synchronization	$50,000	$0	$0	$0	$0	$50,000
Traffic Control Upgrade - Replacement	$30,000	$0	$0	$0	$0	$30,000
Modernize Fiber Optic Cable Synchronization	$0	$191,000	$0	$0	$0	$191,000
Modernize Fiber Optic Cable Synchronization	$0	$0	$52,000	$0	$0	$52,000
Traffic Control						
LED Upgrade-Citywide	$30,000	$0	$0	$0	$0	$30,000
LED Upgrade-Downtown	$171,400	$0	$0	$0	$0	$171,400
LED Upgrade-Citywide	$0	$60,000	$0	$0	$0	$60,000
LED Upgrade-Downtown	$0	$171,400	$0	$0	$0	$171,400
LED Upgrade-Citywide	$0	$0	$60,000	$0	$0	$60,000
LED Upgrade-Downtown	$0	$0	$171,400	$0	$0	$171,400
LED Upgrade-Citywide	$0	$0	$0	$60,000	$0	$60,000
LED Upgrade-Downtown	$0	$0	$0	$171,400	$0	$171,400
LED Upgrade-Citywide	$0	$0	$0	$0	$150,000	$150,000
Total Traffic Control	$281,400	$422,400	$283,400	$231,400	$150,000	$1,368,600
Total Buildings Division	$3,531,400	$672,400	$648,400	$3,731,400	$390,000	$8,973,600

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$500,000	$500,000	$500,000	$500,000	$465,000	$2,465,000
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$0	$0	$0	$0	$0	$0
County / State / Federal Grants	$4,895,246	$0	$0	$6,534,000	$0	$11,429,246
Other Municipality Contributions	$411,000	$411,000	$411,000	$411,000	$411,000	$2,055,000
G. O. Borrowed Funds	$2,342,356	$3,737,750	$3,366,750	$2,658,250	$1,417,250	$13,522,356
Other Borrowed Funds	$2,500,000	$0	$0	$0	$0	$2,500,000
Donations	$120,000	$0	$0	$0	$0	$120,000
User Fees	$650,000	$650,000	$650,000	$650,000	$150,000	$2,750,000
Special Assessment	$100,000	$100,000	$100,000	$0	$0	$300,000
Vehicle Registration Fee	$791,750	$791,750	$791,750	$791,750	$791,750	$3,958,750
Other/CDBG	$300,900	$0	$0	$0	$0	$300,900
Fund Balance	$200,000	$0	$0	$0	$0	$200,000
TOTAL REVENUE	$12,811,252	$6,190,500	$5,819,500	$11,545,000	$3,235,000	$39,601,252
Public Works						
Superior Avenue (N 29th St to Taylor Dr)	$1,137,106	$0	$0	$0	$0	$1,137,106
Geele Avenue (Calumet Dr to N 23rd St)	$700,000	$0	$0	$0	$0	$700,000
Georgia Avenue (S. 9th St to S. 14th St)	$354,000	$0	$0	$0	$0	$354,000
St. Clair Avenue (N 9th St to N. 14th St)	$200,000	$0	$0	$0	$0	$200,000
North 10th Street (Erie Av to Superior Av)	$300,900	$0	$0	$0	$0	$300,900
North 10th Street (North Av to Pershing Av)	$424,800	$0	$0	$0	$0	$424,800
South 7th Street (Union Av to Wilson Av)	$275,000	$0	$0	$0	$0	$275,000
South 8th Street (Union Av to Wilson Av)	$564,300	$0	$0	$0	$0	$564,300
North Avenue (N 15th St to N 21st St)	$3,907,656	$0	$0	$0	$0	$3,907,656
Storm Water Management Plan	$500,000	$0	$0	$0	$0	$500,000
Annual Asphalt Chip Seal Program	$150,000	$0	$0	$0	$0	$150,000
Sidewalk Repair / Replacement Program	$100,000	$0	$0	$0	$0	$100,000
TID 17 (Innovation District) Infrastructure	$2,500,000	$0	$0	$0	$0	$2,500,000
Riverfront Railing Improvements	$200,000	$0	$0	$0	$0	$200,000
Clara Avenue (S 7th St to S 14th St)	$0	$604,500	$0	$0	$0	$604,500
Geele Avenue (N 25th St to N 38th St)	$0	$936,000	$0	$0	$0	$936,000
Kentucky Avenue (S 7th St to S 18th St)	$0	$500,000	$0	$0	$0	$500,000
North Avenue (Calumet Dr to Taylor Dr)	$0	$800,000	$0	$0	$0	$800,000
Geele Avenue (N 3rd St to Calumet Dr)	$0	$1,000,000	$0	$0	$0	$1,000,000
Storm Water Management Plan	$0	$500,000	$0	$0	$0	$500,000
Annual Asphalt Chip Seal Program	$0	$150,000	$0	$0	$0	$150,000
Sidewalk Repair / Replacement Program	$0	$100,000	$0	$0	$0	$100,000
Martin Avenue (N 15th St to Calumet Dr)	$0	$460,000	$0	$0	$0	$460,000
South 12th Street (Washington Av to Mead Av)	$0	$640,000	$0	$0	$0	$640,000
South Taylor Drive and Union Avenue Intersection	$0	$500,000	$0	$0	$0	$500,000
Erie Avenue (N 19th St to Taylor Dr)	$0	$0	$500,000	$0	$0	$500,000
South 13th Street (Indiana Av to Union Av)	$0	$0	$799,500	$0	$0	$799,500
Division Avenue (N 15th St to N 17th St)	$0	$0	$175,000	$0	$0	$175,000
Lakeshore Drive (Mead Av to Rail Road Tracks)	$0	$0	$740,000	$0	$0	$740,000
Main Avenue (N 15th St to N 17th St)	$0	$0	$175,000	$0	$0	$175,000
North 18th Street (Martin Av to Calumet Dr)	$0	$0	$180,000	$0	$0	$180,000
Storm Water Management Plan	$0	$0	$500,000	$0	$0	$500,000
Annual Asphalt Chip Seal Program	$0	$0	$150,000	$0	$0	$150,000
Sidewalk Repair/Replacement Program (City Wide)	$0	$0	$100,000	$0	$0	$100,000
Indiana Avenue (S 17th St to Taylor Dr)	$0	$0	$1,500,000	$0	$0	$1,500,000
Weeden Creek Road (S Business Dr to Lakeshore)	$0	$0	$1,000,000	$0	$0	$1,000,000
North 21st Street (Superior Av to Geele Av)	$0	$0	$0	$540,000	$0	$540,000
South Business Drive (Union Av to Washington Av)	$0	$0	$0	$3,355,000	$0	$3,355,000
Wilson Avenue (Lakeshore Dr to S Business Dr)	$0	$0	$0	$2,500,000	$0	$2,500,000
North 15th Street (North Av to Mayflower Av)	$0	$0	$0	$4,500,000	$0	$4,500,000
Storm Water Management Plan	$0	$0	$0	$500,000	$0	$500,000
Annual Asphalt Chip Seal Program	$0	$0	$0	$150,000	$0	$150,000
North 25th Street (Kohler Memorial Dr to North Av)	$0	$0	$0	$0	$1,160,000	$1,160,000
Oakland Avenue (S 11th St to S Business Dr)	$0	$0	$0	$0	$465,000	$465,000
South 18th Street (Mead Av to Washington Av)	$0	$0	$0	$0	$760,000	$760,000
Superior Avenue (N 18th St to N 23rd St)	$0	$0	$0	$0	$500,000	$500,000
Annual Asphalt Chip Seal Program	$0	$0	$0	$0	$150,000	$150,000
South 18th Street Extension Design/Permitting	$0	$0	$0	$0	$200,000	$200,000
Total Streets	$11,313,762	$6,190,500	$5,819,500	$11,545,000	$3,235,000	$38,103,762
Streets Administration						
Bridges						
Pennsylvania Ave Bridge	$1,497,490	$0	$0	$0	$0	$1,497,490
Docks						
	$12,811,252	$6,190,500	$5,819,500	$11,545,000	$3,235,000	$39,601,252

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$110,000	$110,000	$110,000	$110,000	$110,000	$550,000
Park and Forestry Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$65,000	$40,000	$40,000	$40,000	$40,000	$225,000
Vehicle / Land Sales	$0	$0	$0	$0	$0	$0
County / State / Federal Grants	$0	$100,000	$0	$200,000	$950,000	$1,250,000
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$123,000	$594,500	$429,500	$215,000	$410,000	$1,772,000
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$1,250,000	$10,000	$530,000	$375,000	$270,000	$2,435,000
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$190,000	$0	$0	$0	$0	$190,000
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$1,738,000	$854,500	$1,109,500	$940,000	$1,780,000	$6,422,000
Park & Forestry Division						
Urban Forestry Management	$200,000	$0	$0	$0	$0	$200,000
Park Sidewalk - ADA Accessiblity Project	$25,000	$0	$0	$0	$0	$25,000
J.C. Quarryview Swimming Area Revitalization	$30,000	$0	$0	$0	$0	$30,000
Butzen Sports Complex	$1,000,000	$0	$0	$0	$0	$1,000,000
Evergreen Park Area Two Project Completion	$25,000	$0	$0	$0	$0	$25,000
Wildwood Baseball Park (Sheboygan A's)	$250,000	$0	$0	$0	$0	$250,000
Kiwanis Park Master Plan Improvements	$60,000	$0	$0	$0	$0	$60,000
Vollrath Park - Tennis Courts Reconstruction	$128,000	$0	$0	$0	$0	$128,000
Park Camera Installation	$20,000	$0	$0	$0	$0	$20,000
Urban Forestry Management	$0	$334,500	$0	$0	$0	$334,500
Park Sidewalk - ADA Accessiblity Project	$0	$25,000	$0	$0	$0	$25,000
J.C. Quarryview Swimming Area Revitalization	$0	$100,000	$0	$0	$0	$100,000
Kiwanis Park Master Plan Improvements	$0	$110,000	$0	$0	$0	$110,000
Roosevelt Park - Tennis Courts Resurfacing	$0	$85,000	$0	$0	$0	$85,000
Veterans Park - Splash Pad	$0	$150,000	$0	$0	$0	$150,000
Evergreen Park - Area One Playground Upgrade	$0	$50,000	$0	$0	$0	$50,000
Urban Forestry Management	$0	$0	$334,500	$0	$0	$334,500
Park Sidewalk - ADA Accessiblity Project	$0	$0	$25,000	$0	$0	$25,000
Lakeview Park New Shelter Design	$0	$0	$25,000	$0	$0	$25,000
Wildwood Softball Park Concession Stand	$0	$0	$530,000	$0	$0	$530,000
Maywood Park - House Repairs	$0	$0	$30,000	$0	$0	$30,000
Playground Renovations - Miscellaneous Parks	$0	$0	$50,000	$0	$0	$50,000
Veterans Park - Court Improvements	$0	$0	$115,000	$0	$0	$115,000
Urban Forestry Management	$0	$0	$0	$285,000	$0	$285,000
Park Sidewalk - ADA Accessiblity Project	$0	$0	$0	$25,000	$0	$25,000
Lake View Park Shelter	$0	$0	$0	$400,000	$0	$400,000
Evergreen Park Area Five Shelter Design	$0	$0	$0	$30,000	$0	$30,000
Deland Park Bath House Design	$0	$0	$0	$25,000	$0	$25,000
Deland Park Performance Shelter	$0	$0	$0	$25,000	$0	$25,000
J.C. Quarryview Park Disc Golf Shelter/Shack	$0	$0	$0	$100,000	$0	$100,000
Kiwanis Park - Playground Renovation	$0	$0	$0	$50,000	$0	$50,000
Urban Forestry Management	$0	$0	$0	$0	$220,000	$220,000
Park Sidewalk - ADA Accessiblity Project	$0	$0	$0	$0	$25,000	$25,000
Evergreen Park Area Five Shelter Construction	$0	$0	$0	$0	$400,000	$400,000
Deland Park Bath House	$0	$0	$0	$0	$500,000	$500,000
Deland Park Performance Shelter	$0	$0	$0	$0	$500,000	$500,000
Deland Home Improvements	$0	$0	$0	$0	$25,000	$25,000
Vollrath Park - Bowl Lighting Replacement	$0	$0	$0	$0	$30,000	$30,000
Vollrath Park - Disc Golf Course Hillside Steps	$0	$0	$0	$0	$30,000	$30,000
End Park - Playground Renovation	$0	$0	$0	$0	$50,000	$50,000
Total - Public Works	$1,738,000	$854,500	$1,109,500	$940,000	$1,780,000	$6,422,000

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Parks and Forestry	$0	$0	$0	$0	$0	$0
Impact Fees / Room Tax	$0	$0	$0	$0	$0	$0
Vehicle Sales	$52,000	$213,000	$38,000	$1,500	$46,500	$351,000
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$1,097,000	$2,193,500	$411,500	$711,000	$550,000	$4,963,000
Other Borrowed Funds	$0	$0	$0	$0	$0	$0
Donations	$0	$0	$0	$0	$0	$0
User Fees	$0	$0	$0	$0	$0	$0
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$1,149,000	$2,406,500	$449,500	$712,500	$596,500	$5,314,000
Motor Vehicle Fund						
Snow Blower	$172,000	$0	$0	$0	$0	$172,000
Replacement Dump Box - Slide-In Salter	$85,000	$0	$0	$0	$0	$85,000
Single-Axle Dump Truck-Slide-In Salter-Spray Bar	$265,000	$0	$0	$0	$0	$265,000
Tar Kettle	$43,000	$0	$0	$0	$0	$43,000
Chipper Truck	$57,000	$0	$0	$0	$0	$57,000
Bucket Truck - Forestry Department	$232,500	$0	$0	$0	$0	$232,500
Black Top Hot Patcher	$62,500	$0	$0	$0	$0	$62,500
One Ton Four Wheel Drive Dump Truck	$107,000	$0	$0	$0	$0	$107,000
Three-Quarter Ton Two Wheel Drive Pickup	$62,000	$0	$0	$0	$0	$62,000
Three-Quarter Ton Four Wheel Drive Pickup	$63,000	$0	$0	$0	$0	$63,000
Utility Van (Mayor)	$0	$37,000	$0	$0	$0	$37,000
Street Sweeper	$0	$210,000	$0	$0	$0	$210,000
Automated Garbage Trucks (6)	$0	$1,800,000	$0	$0	$0	$1,800,000
Zero Turn Mower (2)	$0	$27,000	$0	$0	$0	$27,000
One-Half Ton Two Wheel Drive Pickup	$0	$33,000	$0	$0	$0	$33,000
Skidsteer	$0	$59,000	$0	$0	$0	$59,000
One-Half Ton Four Wheel Drive Pickup	$0	$32,000	$0	$0	$0	$32,000
One Ton Four Wheel Drive Dump Truck	$0	$53,000	$0	$0	$0	$53,000
Three-Quarter Ton Two Wheel Drive Pickup	$0	$31,000	$0	$0	$0	$31,000
One Ton Utility Box Truck	$0	$124,500	$0	$0	$0	$124,500
Turfcat Mower	$0	$0	$48,000	$0	$0	$48,000
Tri-Axle Dump Truck	$0	$0	$275,000	$0	$0	$275,000
One-Half Ton Four Wheel Drive Pickup	$0	$0	$30,000	$0	$0	$30,000
Three-Quarter Ton Four Wheel Drive Pickup(3)	$0	$0	$96,500	$0	$0	$96,500
Tandem Axle Dump Truck (2)	$0	$0	$0	$520,000	$0	$520,000
Zero Turn Mower	$0	$0	$0	$26,500	$0	$26,500
One-Half Ton Four Wheel Drive Pickup	$0	$0	$0	$32,500	$0	$32,500
One Ton Four Wheel Drive Utility Box Truck (2)	$0	$0	$0	$133,500	$0	$133,500
Three-Quarter Ton Cargo Van	$0	$0	$0	$0	$39,000	$39,000
Three-Quarter Ton Four Wheel Drive Pickup	$0	$0	$0	$0	$36,500	$36,500
Three-Quarter Ton Two Wheel Drive Pickup	$0	$0	$0	$0	$36,000	$36,000
One Ton Four Wheel Drive Dump Truck (2)	$0	$0	$0	$0	$118,000	$118,000
Stump Grinder	$0	$0	$0	$0	$62,000	$62,000
Tri-Axle Dump Truck	$0	$0	$0	$0	$305,000	$305,000
Total - Motor Vehicle Fund	$1,149,000	$2,406,500	$449,500	$712,500	$596,500	$5,314,000

5 YEAR CAPITAL IMPROVEMENTS PROGRAM

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
REVENUES						
Property Tax Levy: Capital Project Fund						
Police	$0	$0	$0	$0	$0	$0
Street Improvement and Sidewalks	$0	$0	$0	$0	$0	$0
General Government Projects	$0	$0	$0	$0	$0	$0
Fire	$0	$0	$0	$0	$0	$0
Park, Forestry and Open Space Fund	$0	$0	$0	$0	$0	$0
Park Impact Fee Fund	$0	$0	$0	$0	$0	$0
Vehicle / Land Sales	$0	$0	$15,000	$0	$0	$15,000
County / State / Federal Grants	$0	$0	$0	$0	$0	$0
Other Municipality Contributions	$0	$0	$0	$0	$0	$0
G. O. Borrowed Funds	$0	$0	$0	$0	$0	$0
Other Borrowed Funds	$0	$930,000	$2,500,000	$0	$0	$3,430,000
Donations	$0	$0	$0	$0	$0	$0
User Fees	$2,175,000	$1,915,000	$1,995,000	$1,750,000	$1,565,000	$9,400,000
Special Assessment	$0	$0	$0	$0	$0	$0
Vehicle Registration Fee	$0	$0	$0	$0	$0	$0
Other/CDBG	$0	$0	$0	$0	$0	$0
Fund Balance	$0	$0	$0	$0	$0	$0
TOTAL REVENUE	$2,175,000	$2,845,000	$4,510,000	$1,750,000	$1,565,000	$12,845,000

	2019 Requested	2020 Requested	2021 Requested	2022 Requested	2023 Requested	Total
Wastewater Utility						
Influent System Infrastructure	$150,000	$0	$0	$0	$0	$150,000
Aeration Blower Number Two Replacement	$200,000	$0	$0	$0	$0	$200,000
Anaerobic Digestion Cover	$300,000	$0	$0	$0	$0	$300,000
Primary Clarification Number Two Drive	$100,000	$0	$0	$0	$0	$100,000
Sewer Line Reconstruction / Relining	$1,000,000	$0	$0	$0	$0	$1,000,000
Weeden Creek Sanitary Sewer Design	$75,000	$0	$0	$0	$0	$75,000
Lakeshore Interceptor Inspection/Design	$300,000	$0	$0	$0	$0	$300,000
Mini Storm Sewer Program	$50,000	$0	$0	$0	$0	$50,000
Anaerobic Digester Heat Exchanger	$0	$100,000	$0	$0	$0	$100,000
East Digester Complex Roof Replacement	$0	$100,000	$0	$0	$0	$100,000
North Avenue Lift Station Control Upgrade	$0	$60,000	$0	$0	$0	$60,000
Primary Clarification Number Four Drive	$0	$100,000	$0	$0	$0	$100,000
Raw Influent Pump Number Three	$0	$220,000	$0	$0	$0	$220,000
Secondary Clarification Number Two Drive	$0	$85,000	$0	$0	$0	$85,000
Sewer Line Reconstruction / Relining	$0	$1,000,000	$0	$0	$0	$1,000,000
Weeden Creek Sanitary Sewer	$0	$930,000	$0	$0	$0	$930,000
Town of Wilson Lift Station Upgrade Design	$0	$200,000	$0	$0	$0	$200,000
Mini Storm Sewer Program	$0	$50,000	$0	$0	$0	$50,000
Indiana Avenue Pump Station Remodel	$0	$0	$195,000	$0	$0	$195,000
Main Office Complex - HVAC Control	$0	$0	$100,000	$0	$0	$100,000
Primary Clarification Number Three Drive	$0	$0	$90,000	$0	$0	$90,000
Secondary Clarification Number One Drive	$0	$0	$85,000	$0	$0	$85,000
South Aeration Upgrade	$0	$0	$275,000	$0	$0	$275,000
Sewer Line Reconstruction / Relining	$0	$0	$1,000,000	$0	$0	$1,000,000
Town of Wilson Lift Station Upgrade	$0	$0	$2,500,000	$0	$0	$2,500,000
Jet Truck	$0	$0	$215,000	$0	$0	$215,000
Mini Storm Sewer Program	$0	$0	$50,000	$0	$0	$50,000
Kentucky Avenue Pump Station Remodel	$0	$0	$0	$225,000	$0	$225,000
North Aeration Upgrade	$0	$0	$0	$275,000	$0	$275,000
Primary Clarification Number One Drive	$0	$0	$0	$90,000	$0	$90,000
Raw Influent Pump Number Four	$0	$0	$0	$160,000	$0	$160,000
Sewer Line Reconstruction / Relining	$0	$0	$0	$1,000,000	$0	$1,000,000
Secondary Clarification Number Three	$0	$0	$0	$0	$85,000	$85,000
Aeration Blower Number Five Replacement	$0	$0	$0	$0	$200,000	$200,000
Raw Influent Pump Number Two Replacement	$0	$0	$0	$0	$160,000	$160,000
Supervisory Control / Data Acquisition System	$0	$0	$0	$0	$120,000	$120,000
Sewer Line Reconstruction / Relining	$0	$0	$0	$0	$1,000,000	$1,000,000
Total - Wastewater Utility	$2,175,000	$2,845,000	$4,510,000	$1,750,000	$1,565,000	$12,845,000

III

Res. No. 18 - 19. By Alderperson Rindfleisch. May 7, 2018.

A RESOLUTION to authorize a transfer of appropriations in the 2018 Budget.

RESOLVED: That the Finance Director be and is hereby authorized and directed to make the following transfers of appropriations in the 2018 Budget for the purposes of:

Establish appropriation for City Hall renovations utilizing General Fund unreserved fund balance.

FROM	TO	AMOUNT
General Fund Fund Balance 101-253000	Capital Project Fund City Hall Renovations 400112100-621200	$2,500,000

Establish appropriation for land improvements in the South Pointe Enterprise Campus

FROM	TO	AMOUNT
TIF 18 Capital Fund General Obligation Notes 42815100-493502	TIF 18 Capital Fund Land Improvements 42861100-611200	$12,448,541

Finance Personnel

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

III

Res. No. ___ - 18 - 19. By Alderpersons Donohue and Sorenson. May 7, 2018.

A RESOLUTION PROVIDING FOR THE SALE OF APPROXIMATELY $25,465,000 GENERAL OBLIGATION PROMISSORY NOTES AND NOTE ANTICIPATION NOTES.

WHEREAS, the City of Sheboygan, Sheboygan County, Wisconsin (the "City") is presently in need of approximately $25,465,000 for public purposes, including paying the cost of various construction, improvement and acquisition projects set forth in the City's 2018 Capital Improvement Plan, including building repairs and renovations, street and sidewalk repair and improvements, park improvements and upgrades, and the acquisition of motor vehicles, fire engines, and other equipment, tax incremental district projects and City Hall renovations; and

WHEREAS, it is desirable to borrow said funds through the issuance of one or more series of general obligation promissory notes and note anticipation notes, on a tax-exempt or taxable basis, pursuant to Section 67.12(12) and Section 67.12(1)(b), Wisconsin Statutes, respectively.

NOW, THEREFORE, BE IT RESOLVED by the Common Council of the City that:

Section 1. The Notes. The City shall issue its general obligation promissory notes and note anticipation notes, in one or more series, on a tax-exempt or taxable basis, in an aggregate principal amount of approximately $25,465,000 (collectively, the "Notes") for the purposes above specified.

Section 2. Sale of the Notes. The Common Council hereby authorizes and directs that the Notes be offered for public sale. At a subsequent meeting, the Common Council shall consider such bids for the Notes as may have been received and take action thereon.

Finance + Personnel

Section 3. Official Notices of Sale. The City Clerk (in consultation with the City's financial advisor, Wisconsin Public Finance Professionals, LLC ("WPFP")) is hereby authorized and directed to cause the sale of the Notes to be publicized at such times and in such manner as the City Clerk may determine and to cause copies of complete Official Notices of Sale and other pertinent data to be forwarded to interested bidders as the City Clerk may determine.

Section 4. Official Statement. The City Clerk (in consultation with WPFP) shall also cause an Official Statement to be prepared and distributed. The appropriate City officials shall determine when the Official Statement is final for purposes of Securities and Exchange Commission Rule 15c2-12 and shall certify said Statement, such certification to constitute full authorization of such Statement under this resolution.

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the ____ day of _____, 20__.

Dated _____, 20__. _____, City Clerk

Approved _____ _____, 20__. _____, Mayor

III

Res. No. ____ - 18 - 19. By Alderpersons Wolf and Sorenson. May 7, 2018.

A RESOLUTION authorizing executing an easement for a mini-storm sewer.

RESOLVED: That the Mayor and City Clerk are hereby authorized and directed to execute the attached Easement for the City to construct a mini-storm sewer at the following location:

Kristopher J. and Rachel M. Mylius, 826 North 27th St.

Public Works

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

EASEMENT

THIS INDENTURE, made this ____day of _____, 2018, by a married couple Kristopher J. Mylius and Rachel M. Mylius residing at 826 N. 27th street, Sheboygan, Wisconsin 53081, **"GRANTOR,"** and the City of Sheboygan, a Municipal Corporation of the State of Wisconsin, **"GRANTEE";**

Return To:
City Attorney
828 Center Avenue, Suite 304
Sheboygan WI 53081-4442

59281-211530
Tax Parcel No.

WITNESSETH:

KNOW ALL MEN BY THESE PRESENTS, that the said **GRANTOR,** in consideration of the sum of one ($1.00) dollar and other valuable consideration in hand paid by said **GRANTEE,** receipt whereof is hereby confessed and acknowledged, and the covenants hereinafter contained, hereby grants a permanent easement to **GRANTEE** for municipal purposes, to construct and maintain a mini-storm sewer in, under, and along the north 8′ of the east 80′ of the following described property:

Rickmeier's Subdivision Lot 5, Block 2, CITY OF SHEBOYGAN, SHEBOYGAN COUNTY, STATE OF WISCONSIN

The **GRANTOR** further grants unto the **GRANTEE,** its successors and assigns, the right, privilege and easement to enter on said premises for the purposes of laying, patrolling, maintaining, cleaning, repairing and renewing said mini-storm sewer.

GRANTEE shall not specially assess **GRANTOR** for the mini-storm sewer construction. However, **GRANTOR** acknowledges and agrees that no site restoration is to be provided by **GRANTEE** in connection with construction of the mini-storm sewer.

The covenants herein contained shall be binding upon the parties hereto and their successors and assigns.

IN WITNESS WHEREOF, the **GRANTOR,** has caused the execution of this document on this _____day of _____, 2018.

Kristopher J. Mylius
(Sign in the presence of a Notary Public)

Rachel M. Mylius
(Sign in the presence of a Notary Public

STATE OF WISCONSIN)
) §
SHEBOYGAN COUNTY)

Personally came before me, this 27 day of April, 2018, Kristopher J. Mylius and Rachel M. Mylius, to me known to be the person(s) who executed the foregoing instrument and acknowledged the same.

Melissa Clevenger
Melissa Clevenger
Notary Public-Sheboygan County
My commission expires July 24, 2021

ACCEPTED BY: CITY OF SHEBOYGAN

BY: _____
Michael Vandersteen
Mayor

ATTEST: _____
Meredith DeBruin
City Clerk

STATE OF WISCONSIN)
) §
SHEBOYGAN COUNTY)

Personally came before me, this _____ day of _____, 2018, Michael Vandersteen, Mayor, and Meredith DeBruin, City Clerk, of the above-named municipal corporation, to me known to be such Mayor and City Clerk of said corporation, and acknowledged that they executed the foregoing instrument as such officers of said corporation, by its authority.

_____
_____
Notary Public-Sheboygan County
My commission expires _____

Acceptance is authorized by and in accordance with Res. No._____.

This instrument drafted by:

Charles C. Adams
Wisconsin State Bar No. 01021454

III

Res. No. _____ - 18 - 19. By Alderperson Wolf. May 7, 2018.

A RESOLUTION authorizing the appropriate City Officials to enter into a contract with Vinton Construction Company for $246,077.55 and Miller Engineers and Scientist for $2,000 for the South Taylor Drive Sanitary Sewer Extension Project.

WHEREAS: Four bids were received in response to bid #2420-18. The low bid received from Vinton Construction Company has been determined to meet all of the specifications.

WHEREAS, construction material testing services will be provided by Miller Engineers & Scientists in an amount not to exceed $2,000.

RESOLVED: That the appropriate City Officials to enter into a contract with Vinton Construction Company for $246,077.55 and Miller Engineers and Scientist for $2,000 for the South Taylor Drive Sanitary Sewer Extension Project.

BE IT FURTHER RESOLVED: That the appropriate City Officials are hereby authorized to draw orders on account #40033140-631200 Capital Project Funds - Street Improvements for $57,477.40 and account #60134110-521900 - Wastewater Utility Fund - Replacement Costs for $190,600.15 in payment of same.

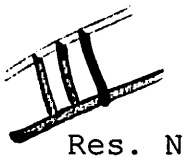
Public Works

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of_____, 20____.

Dated _____ 20 . _____, City Clerk

Approved _____ 20 . _____, Mayor



Res. No. _____ - 18 - 19. By Alderperson Wolf. May 7, 2018.

A RESOLUTION authorizing the appropriate City Officials to enter into a contract with Terra Engineering & Construction Corp. for $119,734.10 for the 2018 Miscellaneous Sewer Lining Project.

WHEREAS: Four bids were received in response to bid #2424-18. The low bid received from Terra Engineering & Construction Corp. has been determined to meet all of the specifications.

RESOLVED: That the appropriate City Officials to enter into a contract with Terra Engineering & Construction Corp. for $119,734.10 for the 2018 Miscellaneous Sewer Lining Project.

BE IT FURTHER RESOLVED: That the appropriate City Officials are hereby authorized to draw orders on account #60134110-980099 - Wastewater Utility Fund - Replacement Costs for $119,734.10 in payment of same.

Public Works

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the_____day of _____, 20____.

Dated _____ 20 . _____, City Clerk

Approved _____ 20 . _____, Mayor

VIII

R. C. No. _____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 5-18-19 by Alderperson Wolf authorizing the appropriate City Officials to enter into a contract with Buteyn-Peterson Construction Company for $2,420,317.28 and Miller Engineers and Scientists for an amount of $4,000.000 for the Capital Improvement Resurfacing Project; recommends passing the Resolution.

reg

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 5 - 18 - 19 . By Alderperson Wolf. May 1, 2018.

A RESOLUTION authorizing the appropriate City Officials to enter into a contract with Buteyn-Peterson Construction Company for $2,420,317.28 and Miller Engineers and Scientists for an amount of $4,000.00 for the Capital Improvement Resurfacing Project.

WHEREAS: Three bids were received in response to bid #2421-18. The low bid received from Buteyn-Peterson Construction Company has been determined to meet all of the specifications.

WHEREAS, construction material testing services will be provided by Miller Engineers & Scientists in an amount not to exceed $4,000.

RESOLVED: That the appropriate City Officials to enter into a contract with Buteyn-Peterson Construction Company for $2,420,317.28 and Miller Engineers and Scientists for an amount of $4,000.00 for the Capital Improvement Resurfacing Project.

BE IT FURTHER RESOLVED: That the appropriate City Officials are hereby authorized to draw orders on account #40033140-631200 Capital Project Funds - Street Improvements for $980,318.37, account #47733140-631200 Capital Improvement Fund - Street Improvements for $1,185,418.83 and account #60134110-980099 - Wastewater Utility Fund - Replacement Costs for $258,850.18 in payment of same.

Public Works approve.

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

VIII

R. C. No. _____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 7-18-19 by Alderperson Wolf authorizing the appropriate City Officials to enter into a contract with Vinton Construction Company for $242,397.57 and Miller Engineers and Scientists for an amount of $4,000 for the Concord Drive Storm Sewer and Wilson Avenue Storm Sewer Outfall Project; recommends passing the Resolution.

mg

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 7 - 18 - 19. By Alderperson Wolf. May 1, 2018.

A RESOLUTION authorizing the appropriate City Officials to enter into a contract with Vinton Construction Company for $242,397.57 and Miller Engineers and Scientists for an amount of $4,000 for the Concord Drive Storm Sewer and Wilson Avenue Storm Sewer Outfall Project.

WHEREAS: Two bids were received in response to bid #2422-18. The low bid received from Vinton Construction Company has been determined to meet all of the specifications.

WHEREAS, construction material testing services will be provided by Miller Engineers & Scientists in an amount not to exceed $4,000.

RESOLVED: That the appropriate City Officials to enter into a contract with Vinton Construction Company for $242,397.57 and Miller Engineers and Scientists for an amount of $4,000 for the Concord Drive Storm Sewer and Wilson Avenue Outfall Project.

BE IT FURTHER RESOLVED: That the appropriate City Officials are hereby authorized to draw orders on account #40761100-611200 Industrial Park Fund - Land Improvements for $118,720.27 and account #47533140-631200 for $127,677.30 in payment of same.

Public Works approve

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the_____day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

2423-18 Concord Drive Storm Sewer Extension and Wilson Avenue Outfall (#1402972)
Owner: City of Sheboygan, WI
Solicitor: City of Sheboygan, WI
01/30/2018 11:00 AM CDT

Section	Pay Item #	Item Code	Item Description	Unit	Quantity	Ruekert/Mielke Construction, Inc.		Joe Gutbrod Construction Company, Inc.		Vinton Construction Company		Fink & Construction		Advance Construction Inc.	
						Unit Price	Extension	Unit Price	Extension	Unit Price	Extension	Unit Price	Extension	Unit Price	Extension
Concord Drive															
	1	#1	Mobilization	LS	1	$750.00	$750.00	$5,000.00	$5,000.00	$4,500.00	$4,500.00	$4,700.00	$4,700.00	$10,000.00	$10,000.00
	2	#2	Construction Staking	LS	1	$500.00	$500.00	$450.00	$450.00	$600.00	$600.00	$1,000.00	$1,000.00	$1,000.00	$1,000.00
	3	#3	Structure CB 100 (Complete)	EA	1	$4,727.00	$4,727.00	$3,099.49	$3,099.49	$3,429.00	$3,429.00	$4,850.00	$4,850.00	$5,544.00	$5,544.00
	4	#4	Structure CB 101 (Complete)	EA	1	$4,800.00	$4,800.00	$3,258.75	$3,258.75	$3,597.00	$3,597.00	$3,620.00	$3,620.00	$4,051.00	$4,051.00
	5	#5	Structure CB 102 (Complete)	EA	1	$4,850.00	$4,850.00	$3,599.95	$3,599.95	$3,765.00	$3,765.00	$3,620.00	$3,620.00	$4,051.00	$4,051.00
	6	#6	48-inch RCP Endwall	EA	1	$2,314.00	$2,314.00	$1,317.92	$1,317.92	$1,078.00	$1,078.00	$1,810.00	$1,810.00	$1,812.00	$1,812.00
	7	#7	Storm Sewer Pipe, 48-inch, HDPE	LF	551	$116.00	$63,916.00	$103.21	$56,868.71	$98.35	$54,190.85	$89.00	$49,039.00	$97.00	$53,447.00
	8	#8	Rip Rap, 12-inch Thick, and Geotextile Fabric	SY	12	$41.00	$492.00	$93.99	$1,127.40	$37.00	$444.00	$200.00	$2,400.00	$35.00	$420.00
	9	#9	Erosion Control, Inlet Protection	EA	7	$75.00	$525.00	$100.00	$700.00	$48.00	$336.00	$25.00	$175.00	$100.00	$700.00
	10	#10	Erosion Control, Tracking Pad	EA	1	$500.00	$500.00	$800.00	$800.00	$2,000.00	$2,000.00	$1,500.00	$1,500.00	$1,200.00	$1,200.00
	11	#11	Earth Fill	CY	4800	$1.00	$4,800.00	$4.20	$20,160.00	$5.00	$24,000.00	$0.00	$38,400.00	$16.00	$76,800.00
	12	#25	Restoration	LS	1	$7,553.00	$7,553.00	$2,400.37	$2,400.37	$15,000.00	$15,000.00	$7,780.00	$7,780.00	$15,000.00	$15,000.00
							$95,637.00		$98,782.59		$115,937.85		$117,394.00		$174,125.00
Alternate 1 - Concord Drive															
	13	A1	Add or deduct per LF for 48-inch RCP in place of 48-inch HDPE Pipe	LF	551	$19.00	$10,469.00	$208.56	$59,816.56	$1.42	$782.42	$24.00	$13,224.00	$1.00	$551.00
Alternate 2 - Wilson Avenue															
	14	W1	Mobilization	LS	1	$2,900.00	$2,900.00	$3,000.00	$3,000.00	$6,500.00	$6,500.00	$6,700.00	$6,700.00	$14,500.00	$14,500.00
	15	W2	Construction Staking	LS	1	$500.00	$500.00	$750.00	$750.00	$1,700.00	$1,700.00	$1,000.00	$1,000.00	$1,900.00	$1,900.00
	16	W3	Erosion Control, Inlet Protection - Type A	EA	8	$79.00	$379.00	$331.25	$456.25	$125.00	$875.00	$100.00	$800.00	$375.00	$675.00
	17	W4	Erosion Control, Inlet Protection - Type B	EA	1	$75.00	$75.00	$52.50	$52.50	$46.00	$46.00	$50.00	$50.00	$50.00	$50.00
	18	W5	Erosion Control, Inlet Protection - Type C	EA	8	$75.00	$600.00	$57.75	$462.00	$48.00	$384.00	$75.00	$600.00	$55.00	$440.00
	19	W6	Erosion Control, Silt Fence	LF	40	$5.00	$200.00	$10.00	$400.00	$4.50	$180.00	$3.00	$120.00	$5.00	$200.00
	20	W7	Erosion Control, Erosion Bales	EA	12	$20.00	$240.00	$35.00	$420.00	$25.00	$300.00	$25.00	$300.00	$35.00	$180.00
	21	W9	Removing Concrete Pavement, including saw cutting	SY	534	$4.09	$2,184.06	$4.25	$2,269.50	$7.00	$3,738.00	$8.00	$4,272.00	$7.00	$3,738.00
	22	W9	Removing Concrete Sidewalk, including saw cutting	SY	5	$10.00	$50.00	$9.00	$45.00	$10.00	$50.00	$12.00	$60.00	$5.00	$25.00
	23	W10	Concrete Pavement, 7-inches doweled and joint sealed, including Base Aggregate	SY	443	$57.00	$26,991.00	$62.70	$29,030.10	$57.00	$26,991.00	$58.00	$26,854.00	$61.50	$29,600.50
	24	W11	Concrete Curb and Gutter, Integral, 30-inch, including Base Aggregate	LF	264	$15.55	$4,105.20	$17.10	$4,514.40	$15.55	$4,105.20	$16.55	$4,369.20	$23.00	$6,073.00
	25	W12	Concrete Curb and Gutter, 36-inch w 6-inch Sloped Curb & Reverse Slope Gutter, including Base Aggregate	LF	16	$25.00	$400.00	$27.50	$440.00	$25.00	$400.00	$26.00	$936.00	$38.00	$1,368.00
	26	W13	Concrete Sidewalk, 6-inch, including Base Aggregate	SF	42	$8.00	$336.00	$8.80	$369.60	$8.00	$336.00	$10.00	$420.00	$17.00	$714.00
	27	W14	Remove Existing Storm Endwall	EA	1	$400.00	$400.00	$1,000.00	$1,000.00	$275.00	$275.00	$1,000.00	$1,000.00	$300.00	$300.00
	28	W15	Remove Existing Storm Manhole	EA	1	$750.00	$750.00	$2,500.00	$2,500.00	$325.00	$325.00	$1,000.00	$1,000.00	$500.00	$500.00
	29	W16	Remove Existing Storm Inlet	EA	2	$380.00	$760.00	$495.00	$990.00	$235.00	$470.00	$150.00	$300.00	$500.00	$1,000.00
	30	W17	Remove Existing Storm Sewer Pipe	LF	597	$8.00	$4,776.00	$7.50	$4,477.50	$13.00	$7,761.00	$6.00	$3,582.00	$7.00	$4,842.00
	31	W18	Apron Endwall for Culvert Pipe Reinforced Concrete 60-inch with Trash Guard	EA	1	$5,456.00	$5,456.00	$5,816.56	$5,816.56	$2,615.00	$2,615.00	$4,445.00	$4,445.00	$6,677.00	$6,677.00
	32	W19	Structure, 8x10' Combination Storm Manhole-Inlet 201	EA	1	$13,420.00	$13,420.00	$12,842.27	$12,842.27	$10,830.00	$10,830.00	$27,790.00	$27,790.00	$19,000.00	$19,000.00
	33	W20	Structure, 8x10' Combination Storm Manhole-Inlet 202	EA	1	$12,180.00	$12,180.00	$15,544.17	$15,544.17	$10,215.00	$10,215.00	$29,790.00	$29,790.00	$26,000.00	$26,000.00
	34	W21	Structure, Storm Sewer Inlet (Complete), M-1, 203-S	EA	1	$1,822.00	$1,822.00	$1,945.62	$1,945.62	$1,976.00	$1,976.00	$1,500.00	$1,500.00	$2,500.00	$2,500.00
	35	W22	Structure, Storm Sewer Inlet (Complete), M-1, 202-S	EA	1	$1,522.00	$1,522.00	$1,945.62	$1,945.62	$1,976.00	$1,976.00	$1,500.00	$1,500.00	$2,500.00	$2,500.00
	36	W23	Storm Sewer Pipe, 60-inch, RCP Class III	LF	168	$468.00	$78,624.00	$563.06	$82,698.78	$302.75	$79,593.25	$458.00	$68,868.00	$355.00	$37,130.00
	37	W24	Storm Sewer Pipe, 12-inch, RCP Class III	LF	54	$76.00	$4,104.00	$83.27	$4,496.58	$85.00	$4,692.60	$47.00	$2,538.00	$75.00	$4,050.00
	38	W25	Sanitary Sewer Pipe, 8-inch, SDR-35 PVC	LF	20	$43.00	$860.00	$208.59	$4,130.80	$135.53	$2,682.60	$30.00	$3,000.00	$83.00	$1,600.00
	39	W26	Concrete Collar for 60-inch Pipe	EA	3	$814.00	$2,442.00	$150.00	$450.00	$500.00	$1,500.00	$1,000.00	$3,000.00	$1,500.00	$4,500.00
	40	W27	Joint Ties for 60-inch Concrete Pipe	EA	8	$46.00	$368.00	$44.27	$354.16	$63.50	$508.00	$100.00	$800.00	$180.00	$1,440.00
	41	W28	Polystyrene Insulation	SF	48	$2.00	$96.00	$1.50	$72.00	$2.80	$134.40	$2.00	$96.00	$5.00	$240.00
	42	W29	Rip Rap Heavy, 24-inch Thick, including Type "HR" Geotextile Fabric	SY	28	$41.81	$1,181.86	$110.76	$3,079.76	$37.50	$979.00	$146.00	$3,796.00	$28.00	$878.00
	43	W30	Site Grading	LS	1	$25,000.00	$25,000.00	$10,000.00	$10,000.00	$3,000.00	$3,000.00	$2,500.00	$2,500.00	$15,000.00	$15,000.00
	44	W31	Remove & Reinstall Beam Guard	LS	1	$1,195.00	$1,195.00	$1,800.00	$1,800.00	$1,000.00	$1,000.00	$1,500.00	$1,500.00	$9,500.00	$9,500.00
	45	W32	Slope Restoration	SY	188	$10.99	$2,066.12	$18.10	$3,402.80	$9.75	$1,833.00	$11.15	$2,096.20	$8.00	$1,504.00
	46	W33	Urban Lawn Restoration	SY	296	$6.97	$2,062.12	$13.78	$4,078.88	$9.75	$2,886.00	$9.50	$2,812.00	$8.00	$2,368.00
Base Bid Total							$173,344.66		$203,636.33		$125,677.30		$199,883.40		$199,657.50
Total Concord (Base) plus Wilson							$269,171.66		$302,418.92		$241,615.15		$317,277.40		$373,782.50
Total Concord (w/RCP) plus Wilson							$279,640.66		$362,235.48		$242,397.57		$330,832.00		$374,333.50

VIII

R. C. No. _____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 11-18-19 by Alderpersons Wolf and Sorenson authorizing entering into an amended memorandum of understanding with Sheboygan Park Project regarding the Shaw Family Playground at Evergreen Park designed for use by children of all abilities; recommends passing the Resolution.

meg

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 11 - 18 - 19. By Alderpersons Wolf and Sorenson. May 1, 2018.

A RESOLUTION authorizing entering into an amended memorandum of understanding with Sheboygan Park Project regarding the Shaw Family Playground at Evergreen Park designed for use by children of all abilities.

NOW, THEREFORE, BE IT RESOLVED: That the appropriate City officials are hereby authorized to execute the amended memorandum of understanding between Sheboygan Park Project and the City of Sheboygan, a copy of which is attached hereto.

Public Works approve.

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

Amended Memorandum of Understanding

Between

Sheboygan Park Project

and

City of Sheboygan

This Memorandum of Understanding ("MOU" or "Agreement") sets forth the terms and understanding between the Sheboygan Park Project ("SPP") and the City of Sheboygan ("City") regarding fundraising, location, ownership, construction, and naming rights for a universally accessible playground designed for use by children of all abilities.

Background

Angie and Ryan Shaw created an organization called the Sheboygan Park Project in order to raise funds for a universally accessible playground designed for children of all abilities. They did this after Angie gave birth to conjoined twins, Mateo and McHale, in 2006. The Shaws and SPP had previously worked with city officials on a plan for such a park, but fundraising difficulties and the economic downturn stalled their efforts. The Shaws have now been able to restart their fundraising efforts.

SPP has partnered with Steve Schmitt and the Sheboygan Jaycees to help create the playground. SPP worked with Landscape Structures, Inc., a playground design firm based in Delano, Minnesota, to create a plan for such a playground. Members of SPP and city park staff reviewed potential locations for the playground, and all parties involved agreed that Evergreen Park Area Two would be best suited for this playground.

This plan was then presented to the City of Sheboygan Public Works Committee and Board of Marina, Parks, and Forestry Commissioners. Each body reviewed the plans, approve of them, and desire to enter into an agreement with SPP related to the playground;

Purpose

The purpose of this MOU is to acknowledge the agreement of the parties and set forth the parties' understanding as to their respective obligations and responsibilities with respect to the fundraising, location, ownership, construction, and naming rights for a universally accessible playground. This MOU outlines certain responsibilities for each party during the period of this Agreement and outlines the general nature of the agreement among the parties. This MOU is intended to enhance the success of the Agreement.

Section 1

1. The playground will be called the "Shaw Family Playground."

2. The playground is to be located at Area Two of Evergreen Park.

3. City shall authorize and permit SPP and their contractors to perform site preparation work and construct the park once all plans and fundraising have been completed to the satisfaction of the Director of Public Works or his designee.

4. No construction work shall commence prior to January 1, 2017.

5. All funds used to construct the park shall be raised by SPP, with no additional funds to be spent by the City for construction.

6. SPP agrees that it will raise additional funds to be used to aid the City in the construction of a new restroom facility or a restroom/shelter facility. Said facility shall include men's, women's and family areas. The SPP team members shall be given input into the design of the family area. The City had previously anticipated receiving grants that would be applied to the cost of construction and SPP had previously agreed to raise an additional $75,000.00 toward this project. The parties had then agreed to a cost-share plan for costs beyond the fundraising and the grants. The City was not successful in its grant applications, but SPP has committed to fundraise beyond previous expectations, due in part to the additional need brought about by the unsuccessful grant applications. In light of SPP's fundraising success and its ability to obtain donated engineering services that the City was expecting to provide, and reflecting the City's prior agreement to share in the costs of construction, the City agrees that it will pay from its funds up to $30,000 to construction contractors for the playground fall material and installation. Such payments will be made directly to the contractors. SPP shall be responsible for all construction costs related to the restroom/shelter facility.

7. Any funds raised in excess of construction costs shall be placed into an endowment fund for the playground. Said fund shall be controlled by the Sheboygan Jaycees. The City may request funds from the endowment fund in order to fund the repair or replacement of playground structures, signs, poured-in-place fall areas, fencing, or any item that is part of the playground structure, and SPP shall make every effort to ensure that the Jaycees do not unreasonably withhold such funds as requested.

8. The parties agree that the playground equipment and all materials needed to construct the playground and provide access shall be purchased by SPP and given as a gift to the City. Subject to this agreement, ownership of the playground, including the playground structures and ramps and other items that are part of the playground, will be owned, maintained, and controlled by the City of Sheboygan.

9. Notwithstanding its right as owner, the City shall seek consensus from the Jaycees and SPP before making any change to the playground, play components, any structure or ramp that provides accessibility within the playground, the shade area, donor plaques and fence pickets, signage, independent play areas located inside the fenced area or any other item paid for by donations from or provided by the SPP.

10. The City will permit recognition of donors within the playground area. All signage would need to be approved by the City through its normal procedures.

11. The City agrees to overlay and paint parking lines on parking lot in area two.

12. The City will review the possibility of increasing the parking area, and may, in its sole discretion, construct a new or expanded parking area near the playground.

13. The City will aid construction of playground by providing excavation, some engineering services, and construction of walkways. The timeline for City in-kind-labor will be at the discretion of the Public Works Department. Every effort will be made to work within the planned and agreed upon timeline.

14. Any agreement related to the playground is intended to last for the intended life of the playground, which shall be no longer than 25 years, but may be extended by mutual agreement of the parties. It should be noted, however, that warranty periods on items in the playground range from three years for smaller movable parts, 15 years for steel structures and plastic slides and 100 years for posts.

15. SPP shall complete the park by no later than December 31, 2021. If construction of the park is not completed that by that date, the agreement shall terminate. SPP may, prior to December 31, 2021, request the Common Council to extend the timelines.

Section 2

By entering into this Agreement, the parties do not intend to create any obligations, expressed or implied, other than those set out herein. Further, this Agreement shall not create any rights in any party not a signatory hereto.

Section 3

Indemnification. City and SPP agree to defend, hold harmless, and indemnify the other against any and all claims, liabilities, damages, judgments, causes of action, costs, loss and expense, including reasonable attorney's fees, imposed upon or incurred by the other party arising from or related to the negligent or intentionally tortuous acts or omissions of the indemnifying party's officers, employees, or agents in performing the services pursuant to this agreement. Each party shall promptly notify the other of any claim arising under this provision and each party shall fully cooperate with the other in the investigation, resolution, and defense of such claim.

Section 4

Except as otherwise provided in this Agreement, each party to this Agreement will be responsible for its own actions in providing services under this Agreement and shall not be liable for any civil liability that may arise from the furnishing of the services by the other party.

Section 5

This Agreement shall become effective upon the signature of the parties hereto through their authorized representatives.

Section 6

This Agreement may be terminated by either party for cause if the other party shall default in the performance of this Agreement and the default shall continue for a period of thirty

(30) days after written notice to the other party stating specifically the default. Expiration or termination of this Agreement for any reason shall not release any party from its obligations thereunder that have accrued prior to the termination or expiration date.

Section 7

Any notice or other communication required or permitted to be given pursuant to this Agreement shall be in writing and shall be either personally delivered or sent by first class mail, postage prepaid, to the address each of the parties keeps on record for the other party, or to such other address as either party may give notice of from time to time in accordance with this section. Delivery shall be deemed effective upon personal delivery or deposit in the United States mail.

Approved by the parties through signature of the following authorized representatives:

CITY OF SHEBOYGAN:

_____	_____
Mayor	Date
_____	_____
City Clerk	Date
_____	_____
Director of Public Works	Date

SHEBOYGAN PARK PROJECT:

_____	_____
	Date
_____	_____
	Date
_____	_____
	Date

City of
Sheboygan
spirit on the lake.

COPY

May 10, 2019

Angela Shaw
Sheboygan Park Project
1529 North 24th Street
Sheboygan, WI 53081

Re: Amended Memorandum of Understanding Between Sheboygan Park Project and City of Sheboygan

Dear Ms. Shaw:

Enclosed for your records is a fully executed original Amended Memorandum of Understanding Between Sheboygan Park Project and the City of Sheboygan regarding the Shaw Family Playground.

Sincerely,

Charles C. Adams CCA/kah

Charles C. Adams
CITY ATTORNEY

CCA/kah
Enclosure

cc: David Biebel (w/enc.-original)
Meredith DeBruin (w/enc.-copy)
(authorized by Res. No. 11-18-19)

CITY ATTORNEY'S OFFICE

CITY HALL
828 CENTER AVENUE
SUITE 210
SHEBOYGAN, WI 53081

920/459-3917
FAX 920/459-3919

www.sheboyganwi.gov

Amended Memorandum of Understanding

Between

Sheboygan Park Project

and

City of Sheboygan

COPY

This Memorandum of Understanding ("MOU" or "Agreement") sets forth the terms and understanding between the Sheboygan Park Project ("SPP") and the City of Sheboygan ("City") regarding fundraising, location, ownership, construction, and naming rights for a universally accessible playground designed for use by children of all abilities.

Background

Angie and Ryan Shaw created an organization called the Sheboygan Park Project in order to raise funds for a universally accessible playground designed for children of all abilities. They did this after Angie gave birth to conjoined twins, Mateo and McHale, in 2006. The Shaws and SPP had previously worked with city officials on a plan for such a park, but fundraising difficulties and the economic downturn stalled their efforts. The Shaws have now been able to restart their fundraising efforts.

SPP has partnered with Steve Schmitt and the Sheboygan Jaycees to help create the playground. SPP worked with Landscape Structures, Inc., a playground design firm based in Delano, Minnesota, to create a plan for such a playground. Members of SPP and city park staff reviewed potential locations for the playground, and all parties involved agreed that Evergreen Park Area Two would be best suited for this playground.

This plan was then presented to the City of Sheboygan Public Works Committee and Board of Marina, Parks, and Forestry Commissioners. Each body reviewed the plans, approve of them, and desire to enter into an agreement with SPP related to the playground;

Purpose

The purpose of this MOU is to acknowledge the agreement of the parties and set forth the parties' understanding as to their respective obligations and responsibilities with respect to the fundraising, location, ownership, construction, and naming rights for a universally accessible playground. This MOU outlines certain responsibilities for each party during the period of this Agreement and outlines the general nature of the agreement among the parties. This MOU is intended to enhance the success of the Agreement.

Section 1

1. The playground will be called the "Shaw Family Playground."

2. The playground is to be located at Area Two of Evergreen Park.

3. City shall authorize and permit SPP and their contractors to perform site preparation work and construct the park once all plans and fundraising have been completed to the satisfaction of the Director of Public Works or his designee.

4. No construction work shall commence prior to January 1, 2017.

5. All funds used to construct the park shall be raised by SPP, with no additional funds to be spent by the City for construction.

6. SPP agrees that it will raise additional funds to be used to aid the City in the construction of a new restroom facility or a restroom/shelter facility. Said facility shall include men's, women's and family areas. The SPP team members shall be given input into the design of the family area. The City had previously anticipated receiving grants that would be applied to the cost of construction and SPP had previously agreed to raise an additional $75,000.00 toward this project. The parties had then agreed to a cost-share plan for costs beyond the fundraising and the grants. The City was not successful in its grant applications, but SPP has committed to fundraise beyond previous expectations, due in part to the additional need brought about by the unsuccessful grant applications. In light of SPP's fundraising success and its ability to obtain donated engineering services that the City was expecting to provide, and reflecting the City's prior agreement to share in the costs of construction, the City agrees that it will pay from its funds up to $30,000 to construction contractors for the playground fall material and installation. Such payments will be made directly to the contractors. SPP shall be responsible for all construction costs related to the restroom/shelter facility.

7. Any funds raised in excess of construction costs shall be placed into an endowment fund for the playground. Said fund shall be controlled by the Sheboygan Jaycees. The City may request funds from the endowment fund in order to fund the repair or replacement of playground structures, signs, poured-in-place fall areas, fencing, or any item that is part of the playground structure, and SPP shall make every effort to ensure that the Jaycees do not unreasonably withhold such funds as requested.

8. The parties agree that the playground equipment and all materials needed to construct the playground and provide access shall be purchased by SPP and given as a gift to the City. Subject to this agreement, ownership of the playground, including the playground structures and ramps and other items that are part of the playground, will be owned, maintained, and controlled by the City of Sheboygan.

9. Notwithstanding its right as owner, the City shall seek consensus from the Jaycees and SPP before making any change to the playground, play components, any structure or ramp that provides accessibility within the playground, the shade area, donor plaques and fence pickets, signage, independent play areas located inside the fenced area or any other item paid for by donations from or provided by the SPP.

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14. Any agreement related to the playground is intended to last for the intended life of the playground, which shall be no longer than 25 years, but may be extended by mutual agreement of the parties. It should be noted, however, that warranty periods on items in the playground range from three years for smaller movable parts, 15 years for steel structures and plastic slides and 100 years for posts.

15. SPP shall complete the park by no later than December 31, 2021. If construction of the park is not completed that by that date, the agreement shall terminate. SPP may, prior to December 31, 2021, request the Common Council to extend the timelines.

Section 2

By entering into this Agreement, the parties do not intend to create any obligations, expressed or implied, other than those set out herein. Further, this Agreement shall not create any rights in any party not a signatory hereto.

Section 3

Indemnification. City and SPP agree to defend, hold harmless, and indemnify the other against any and all claims, liabilities, damages, judgments, causes of action, costs, loss and expense, including reasonable attorney's fees, imposed upon or incurred by the other party arising from or related to the negligent or intentionally tortuous acts or omissions of the indemnifying party's officers, employees, or agents in performing the services pursuant to this agreement. Each party shall promptly notify the other of any claim arising under this provision and each party shall fully cooperate with the other in the investigation, resolution, and defense of such claim.

Section 4

Except as otherwise provided in this Agreement, each party to this Agreement will be responsible for its own actions in providing services under this Agreement and shall not be liable for any civil liability that may arise from the furnishing of the services by the other party.

Section 5

This Agreement shall become effective upon the signature of the parties hereto through their authorized representatives.

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(30) days after written notice to the other party stating specifically the default. Expiration or termination of this Agreement for any reason shall not release any party from its obligations thereunder that have accrued prior to the termination or expiration date.

Section 7

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Approved by the parties through signature of the following authorized representatives:

CITY OF SHEBOYGAN:

Mayor — Date: 4-30-19

City Clerk — Date: 4-30-19

Director of Public Works — Date: 4-29-19

SHEBOYGAN PARK PROJECT:

Date: 4/8/19

Date

Date

VIII

R. C. No. _____ - 18 - 19. By PUBLIC WORKS COMMITTEE. May 7, 2018.

Your Committee to whom was referred DIRECT REFERRAL Res. No. 6-18-19 by Alderperson Wolf accepting the gift of $489,567.00 worth of playground equipment from Sheboygan Park Project, for the Shaw Family Playground to be installed in area two of Evergreen Park; recommends passing the Resolution.

reg

_____ _____

_____ _____

_____ _____

Committee

I HEREBY CERTIFY that the foregoing Committee Report was duly accepted and adopted by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

III

DIRECT REFERRAL TO PUBLIC WORKS

Res. No. 6 - 18 - 19. By Alderperson Wolf. May 1, 2018.

A RESOLUTION accepting the gift of $489,567.00 worth of playground equipment from Sheboygan Park Project, for the Shaw Family Playground to be installed in area two of Evergreen Park.

WHEREAS, the City of Sheboygan has an amended Memorandum of Understanding with the Sheboygan Park Project also known as the "Shaw Family Playground", that references the City taking ownership of the playground equipment including structures, ramps and other items that are part of the playground.

WHEREAS, the City of Sheboygan will become owners of the playground equipment at the time that the play equipment has been paid for in full by the Sheboygan Park Project and the equipment has been delivered to Municipal Service Building or at the time that the equipment has been received by representatives of the Sheboygan Park Project.

WHEREAS, the equipment is being purchased from Gerber Leisure Products, an authorized sales rep in Wisconsin, for Landscape Structures, Inc., a reputable playground equipment manufacturer in Minnesota.

Public Works approve

WHEREAS, the Shaw Family Playground is part of the re-development of Area 2 in Evergreen Park, located at North 25th Street and Pine Grove Drive, that will include filling and grading of the area, the install of the playground equipment, construction of a new parking lot, construction of a new shelter/restroom, and other site improvements.

RESOLVED: that the Common Council of the City of Sheboygan, Wisconsin, accept the gift of $489,567.00 worth of playground equipment from the Sheboygan Park Project for the Shaw Family Playground, at no cost to the City of Sheboygan under the terms of this Resolution.

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

X

7.1

Gen. Ord. No. 1 - 18 - 19. By Alderperson Wolf. May 7, 2018.

AN ORDINANCE repealing Gen. Ord. 60-08-09 so as to delete the restriction banning left turns on school days from 1:00 p.m. to 4:00 p.m. for westbound traffic on Georgia Ave. at approach to the north driveway at Horace Mann Middle School.

THE COMMON COUNCIL OF THE CITY OF SHEBOYGAN DO ORDAIN AS FOLLOWS:

Section 1. Gen. Ord. 60-08-09 is hereby repealed.

Section 2. The Department of Public Works and the Police Department are hereby authorized and directed to remove all signs placed as a result of the traffic restriction in said ordinance.

Section 3. All ordinances or parts thereof in conflict with the provisions of this ordinance are hereby repealed to the extent of such conflict, and this ordinance shall be in effect from and after its passage and publication.

Public Works

I HEREBY CERTIFY that the foregoing Ordinance was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated_____ 20____. _____, City Clerk

Approved_____ 20____. _____, Mayor

CITY OF SHEBOYGAN

REQUEST FOR PUBLIC WORKS COMMITTEE CONSIDERATION

ITEM DESCRIPTION: Submitting a communication from Nic Collins, Assistant Principal Horace Mann Middle School, regarding any of the "No Left Turn" signs on Georgia Avenue behind Horace Mann Middle School.

REPORT PREPARED BY: Ryan Sazama, City Engineer

REPORT DATE: April 5, 2018 **MEETING DATE:** April 10, 2018

FISCAL SUMMARY:

Budget Line Item:	N/A
Budget Summary:	N/A
Budgeted Expenditure:	N/A
Budgeted Revenue:	N/A

STATUTORY REFERENCE:

Wisconsin Statutes:	N/A
Municipal Code:	N/A

BACKGROUND / ANALYSIS: Approximately five years ago, the Sheboygan Area School District requested that all "No Left Turn" movements from Georgia Avenue to the parking lot on the north side of Horace Mann Middle School be eliminated. The reason for this request was that parents were dropping off and picking up students at this parking lot which caused vehicles to cue/backup onto Georgia Avenue. The SASD then made a policy that students are to be dropped off and picked up from the Union Avenue entrance. The SASD wants this "No Left Turn" restriction removed because it is not a user-friendly movement for the minimal vehicles that still use this north side parking lot, such as buses for special needs students and traveling teachers. This minimal use for the north parking lot no longer causes cueing/backups onto Georgia Avenue.

STAFF COMMENTS: Due to the change in policy from the Sheboygan Area School District requesting that all student drop off/pick up's are to be made using the Union Avenue entrance, staff recommends eliminating the left turn restriction on Georgia Avenue.

ACTION REQUESTED: Motion to approve Gen. Ord. No. __-17-18 AN ORDINANCE repealing Gen. Ord. 60-08-09 so as to delete the restriction banning left turns on school days from 1:00 p.m. to 4:00 p.m. for westbound traffic on Georgia Ave. at approach to the north driveway at Horace Mann Middle School.

ATTACHMENTS:

I. R.O. No. 283-17-18
II. G.O. No. __-17-18 Draft

Other Matters 8.1

Updated

R. O. No. 26 - 18 - 19. By CITY CLERK. May 7, 2018.

Submitting various license applications for the period ending June 30, 2018, December 31, 2018, April 14, 2019, June 30, 2019 and June 30, 2020.

City Clerk

BEVERAGE OPERATOR'S LICENSE (NEW) (June 30, 2019)

No.	Name	Address
2165	Allen, Leary A. (Club)	1312 Ashland Avenue
7846	Burt, Jesse A.	1820 Humboldt Avenue
2162	Carney, Naomi B.	703 Collins St. Apt. 6, Plymouth
2157	Daun, Sharon A.	3703 High Cliff Court
2141	Freeland, Nathan D.	1504 Bell Avenue
2159	Johnson, Stacy M.	4215 Autumn Court
2152	Kuehl, Tanya D.	2217 S. Taylor Drive
2160	Lee, Lucy	3007 S. 22nd Street
2151	Lyke, Jevon D.	904 Swift Avenue
2158	Mertzig, Angela M.	2512A Crosscreek Drive
2142	Pipping, Sara E.	115 Redtail Drive #5, Sheb. Falls
7489	Rablin, Joy A.	2712 S. 10th Street
2154	Saunders, Jordan C.	19420 Carstens Lake Rd, Valders
2168	Schmidt, Samantha M.	1015 Elm Street, Cleveland
2145	Schultz, Joseph J.	1717 Garden Court
2150	Wiggins, Lydia A.	1413A N. 11th Street
2155	Zeller, Julie A.	1533 Martin Avenue

BEVERAGE OPERATOR'S LICENSE (NEW) (June 30, 2020)

No.	Name	Address
2672	Grabner, Thomas A. (Club)	1706 Grams Court
2166	Hoyt, Chance A.	828 Lincoln Avenue #3
2169	Humphrey, Todd A.	61 Greenbay Court, Sheb. Falls
2170	Steinberg, Margaret S.	124 Broadway Avenue Apt. 4, Sheb.Falls

BEVERAGE OPERATOR'S LICENSE (RENEW) (June 30, 2020)

No.	Name	Address
1578	Farr, Felicia A.	1317 S. 22nd Street
8692	Jensen, Kurt R.	627 St. Clair Avenue
1574	Johnston, Janet M.	1628 S. 19th Street
8594	Klabechek, Kenneth A.	704 Forest Boulevard, Sheb. Falls
2710	McDaniel, Chantelle L.	1418 Ontario Avenue

JHPS

6372	Potter, Roy A. Jr (Club)	2625 S. 8th Street
2063	Rupple, David M. (Club)	N4442 Van Treeck Tr, Sheb. Falls
0380	Schoen, Henry	1714 Hilltop Drive
0357	Schultz, Laura K.	406 Vollrath Boulevard
0612	Vanderweele, Brandon T.	610 Zimbal Avenue

"CLASS B" BEER LICENSE (June 30, 2019) (NEW)

No.	Name	Address
3325	Power Pubs	4792 N. Cramer St., Whitefish Bay

"CLASS B" BEER LICENSE (June 30, 2019) (RENEW)

No.	Name	Address
2445	La Conquistadora	1218 Indiana Avenue

CLASS "A" BEER LICENSE (June 30, 2019) (RENEW)

No.	Name	Address
2404	Dicks Northeast Standard	905 Erie Avenue
2984	Everest Enterprises	1710 Indiana Avenue
3247	Mad Max of Sheboygan	1003 S. 14th Street
3243	Sheboygan Harbor Petro	905 Indiana Avenue
3007	Tidy Store of Sheboygan	810 N. 14th Street

CLASS "A" LIQUOR LICENSE (June 30, 2019) (RENEW)

No.	Name	Address
3187	Sheboygan Liquor Depot	810 N. 14th Street

"CLASS B" LIQUOR LICENSE (June 30, 2019) (RENEW)

No.	Name	Address
2742	8th Street Ale Haus	1132 N. 8th Street
2949	Harrys Prohibition Bistro	668 South Pier Drive
3299	In the Bag	1501 Union Avenue
2563	Penn Ave Pub	827 Pennsylvania Avenue
1360	Slys Midtown Saloon	508 N. 8th Street

"CLASS B" LIQUOR LICENSE (June 30, 2018) (NEW)

No.	Name	Address
3322	Indiana Joes	933 Indiana Avenue

CHANGE OF AGENT

Jennifer Potter is replacing David Hoppe as agent effective immediately for the Sheboygan Outboard Club at 732 N. Water Street.

Jeremy Pust is replacing William Dawson as agent effective immediately for Sprechers Restaurant & Pub.

CHANGE OF PREMISE

No.	Name	Address
3150	Craft 30	1015 S. 10th Street - Two day event June 22 and June 23, 2018 to include 40 x 40 tent south of sidewalk café/patio.
2943	Superior Bar and Grill	2607 Superior Avenue - One day event to be held June 9, 2018 to include parking lot North and West of building.
2949	Prohibition Bistro	668 South Pier Drive - Two day event to be held July 3 and July 4, 2018 to include entire first floor and outside patio area and grassy area west of patio to sidewalk.

TAXICAB DRIVERS LICENSE (NEW)(December 31, 2018)

No.	Name	Address
2167	Cedano, Jose L.	805 Logan Avenue
2143	Childs, Demond M.	1511 S. 10th Street

SIDEWALK CAFÉ LICENSE (RENEW) (April 14,2019)

No.	Name	Address
2487	Frankies Pub & Grill	2218 Indiana Avenue
2427	Urbane	1231 N. 8th Street

II

Other Matters

R. O. No. 26 - 18 - 19. By CITY CLERK. May 7, 2018.

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No.	Name	Address
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CLASS "A" LIQUOR LICENSE (June 30, 2019) (CIDER ONLY)(RENEW)

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BUTZEN SPORTS COMPLEX

MULTI-PURPOSE COMMUNITY SPORTS FACILITY

To provide top tier sports facilities and programming opportunities to area youth and the community that promotes good sportsmanship and commitment through competition while instilling a deep love of the game. Lakeshore United FC since 1985 has been steadfast in this goal.

BUTZEN SPORTS COMPLEX

MULTI-PURPOSE COMMUNITY SPORTS FACILITY

Project Introduction:

Lakeshore United FC (LUFC) along with the City of Sheboygan desire to develop a recreational sports complex to provide quality soccer facilities at the Butzen property located at 3900 County Trunk OK (South Business Drive in Sheboygan.

The Butzen farm was donated to the City of Sheboygan from the Butzen estate and was restricted to recreational purposes only. This proposal fulfills the estate's wishes and provides resources currently unavailable to the community. Furthermore, it lifts the burden from the City to develop and maintain an additional park facility with limited resources.

The Butzen Sports Complex plans include, but are not limited to, development of competitive athletic fields, field infrastructure, parking and drives, accessible paths and walks, demolition of existing buildings and construction of new athletic support buildings, development of pedestrian plaza spaces and amenities, installation of sport field lighting and the consideration of indoor athletic fields, and synthetic turf fields.

The site will be comprehensively planned and developed for maximum usage. Depending upon capital fund raising, the project will be developed in phases.

The proposed land lease includes the availability for other groups to use and/or sublease the facilities and provides such by recognizing Sheboygan Youth Football and its programming needs. Lastly, LUFC and the Butzen Sports Complex will provide the City of Sheboygan with enhanced tourism and economic benefit from hosting tournaments, camps and other related sports programming.

LUFC BOARD OF DIRECTORS

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LAKESHORE UNITED FC

PROJECT DESCRIPTION AND BUDGET:

The Butzen Sports Complex is not a new concept or endeavor. For the past seven years, LUFC has been actively searching for land to develop a sports complex that would provide high quality soccer and athletic fields in a single location. The Butzen site came available from the Estate of the Butzen's and had a restrictive covenant of recreational use. This site and project had early momentum and support with the opportunity to receive financing in the amount of $2.2 million from the Aurora Medical Incorporated as part of a new medical center being proposed. Unfortunately for the Butzen Sports Complex and the City of Sheboygan, Aurora Medical found an alternative site and no longer was offering the $2.2 million.

Nevertheless, LUFC is in need of new facilities and the Butzen Sports Complex idea and plans are still viable. Although, the project has been delayed with the set-back of the Aurora decision, LUFC is now is the position to lead this project and manage the necessary community capital campaign.

LUFC will conduct a capital campaign and work with the City of Sheboygan in partnership to develop the Butzen Sports Complex. A variety of funding sources is proposed to secure the necessary capital to construct the facilities. An operational plan has also been developed to ensure proper cash flows to meet the daily and annual operating expenses as well as any debt repayment schedules.

SITE DEVELOPMENT:

The site will include comprehensive earthwork, which includes topsoil stripping, and mass grading. Significant mass grading will involve large cuts and fill, perhaps up to 15' in height, due to the existing topography of the site.

Erosion control devices and facilities will be incorporated during construction in accordance with local and state requirements. Storm water management facilities will include storm piping networks, wet detention ponds, and grassy swales. Site paving will include concrete sidewalks, handicap ramps, curb and gutter, etc. Asphalt bituminous paving will be included at all parking and drives. The athletic fields will each contain a crown, sloped at 1%, amended topsoil, under drains.





LUFC is seriously considering installing synthetic turf fields in phase 1 of the site development. The benefits to synthetic turf allow 25 times more usage than a grass field. Synthetic Turf does not need fertilizer, water, mowing and can be used in inclement weather where grass fields are unplayable and can result in costly damage. Synthetic turf also improves safety by providing a smooth consistent playing surface. Lastly, Synthetic turf increases revenues by increased playability and usage. Turf can be used over 2,000 hours per year allowing other sports and groups to use the facility. This will help gain support from other groups besides soccer to help support the complex.



Another capital improvement at the Butzen Sports Complex would be the addition of an inflatable dome covering one of the synthetic turf fields. Having an indoor, year-round, facility increases the





programing and lease opportunities, subsequently increasing the overall revenues. With Wisconsin winters lasting from November to April, an indoor facility increases opportunities for area youth to enjoy their sport year-round. Winter camps and other sports could also benefit from the availability of an indoor training facility.



Dome naming rights = $500,000 to $1,000,000

Butzen Sports Complex: Phase 1 Construction Estimate

Earthwork/Demolition (49.2 Acres)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost Estimate
Demolition/Clearing and Grubbing	L.S.	1	$ 50,000.00	$ 50,000.00
Mobilization	L.S.	1	$ 50,000.00	$ 50,000.00
Common Excavation	C.Y.	215,000	$ 3.00	$ 645,000.00
Stripping Topsoil (10")	C.Y.	66,145	$ 2.50	$ 165,362.50
Placing Topsoil (10")	C.Y.	66,145	$ 2.50	$ 165,362.50
Seed/Fertilize/Mulch Common Green Space	S.F.	619,105	$ 0.20	$ 123,821.00
Erosion Control	L.S.	1	$ 50,000.00	$ 50,000.00
Tracking Pad	Each	2	$ 1,500.00	$ 3,000.00
				$ 1,252,546.00

Utilities

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
Stormwater Management Facilities	Each	1	$ 30,000.00	$ 30,000.00
Storm Sewer	L.F.	3917	$ 50.00	$ 195,850.00
Storm Basin	Each	25	$ 2,000.00	$ 50,000.00
Storm Endwalls	Each	5	$ 3,000.00	$ 15,000.00
Electrical Underground Service	L.S.	1	$ 50,000.00	$ 50,000.00
Sanitary Sewer	L.F.	1630	$ 75.00	$ 122,250.00
Water	L.F.	1630	$ 60.00	$ 97,800.00
				$ 560,900.00

Pavment - North Drive

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
HMA Type E-0.3, 3" Depth Parking Lot	S.Y.	5510	$ 14.50	$ 79,895.00
Dense Graded Base Course, 12" Depth - Parking Lot	S.Y.	5928	$ 7.50	$ 44,460.00
Concrete Curb Ramp w/Detectable Warning Field	Each	0	$ 1,020.00	$ -
Concrete Curb & Gutter- 24"	L.F.	0	$ 25.00	$ -
Striping Parking Spaces	L.S.	1	$ 2,500.00	$ 2,500.00
				$ 126,855.00

Pavment - Walking Paths (North)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
HMA Type E-0.3, 3" Depth Parking Lot	S.Y.	5039	$ 14.50	$ 73,065.50
Dense Graded Base Course, 12" Depth - Parking Lot	S.Y.	5955	$ 7.50	$ 44,662.50
				$ 117,728.00
				$ 63,559.50

Pavment - Thickened Edge (North)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
Thickened Edge Walk 5" Depth	S.F.	17497	$ 7.50	$ 131,227.50
Dense Graded Base Course, 6" Depth	S.Y.	2336	$ 7.50	$ 17,520.00
				$ 148,747.50

Pavment - North Parking (58 Spaces)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
HMA Type E-0.3, 3" Depth Parking Lot	S.Y.	3978	$ 14.50	$ 57,681.00
Dense Graded Base Course, 12" Depth - Parking Lot	S.Y.	4194	$ 6.80	$ 28,519.20
Concrete Curb Ramp w/Detectable Warning Field	Each	2	$ 1,020.00	$ 2,040.00
Striping Parking Spaces	L.S.	1	$ 2,500.00	$ 2,500.00
				$ 90,740.20

Pavment - North Parking (104 Spaces)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
HMA Type E-0.3, 3" Depth Parking Lot	S.Y.	4067	$ 14.50	$ 58,971.50
Dense Graded Base Course, 12" Depth - Parking Lot	S.Y.	4233	$ 7.50	$ 31,747.50
Concrete Curb Ramp w/Detectable Warning Field	Each	3	$ 1,020.00	$ 3,060.00
Striping Parking Spaces	L.S.	1	$ 2,500.00	$ 2,500.00
				$ 96,279.00

Pavment - North Parking (13 Spaces)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
HMA Type E-0.3, 3" Depth Parking Lot	S.Y.	345	$ 14.50	$ 5,002.50
Dense Graded Base Course, 12" Depth - Parking Lot	S.Y.	384	$ 7.50	$ 2,880.00
Concrete Curb Ramp w/Detectable Warning Field	Each	2	$ 1,020.00	$ 2,040.00
Striping Parking Spaces	L.S.	1	$ 1,000.00	$ 1,000.00
				$ 10,922.50

Pavment - North Parking (66 Spaces)

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
HMA Type E-0.3, 3" Depth Parking Lot	S.Y.	3670	$ 14.50	$ 53,215.00
Dense Graded Base Course, 12" Depth - Parking Lot	S.Y.	3778	$ 7.50	$ 28,335.00
Concrete Curb Ramp w/Detectable Warning Field	Each	2	$ 1,020.00	$ 2,040.00
Concrete Curb & Gutter- 24"	L.F.	545	$ 25.00	$ 13,625.00
Striping Parking Spaces	L.S.	1	$ 3,000.00	$ 3,000.00
				$ 100,215.00

225'x360' Soccer/Football Combination Field

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
Finish Grading/Crowning	S.Y.	9000	$ 2.00	$ 18,000.00
Irrigation	L.S.	1	$ 30,000.00	$ 30,000.00
Athletic Field Seeding	S.F.	81000	$ 0.15	$ 12,150.00
Soccer Goals	L.S.	1	$ 4,000.00	$ 4,000.00
				$ 64,150.00
225'x360' Soccer/Football Combination Fields		5		$ 320,750.00

Miscellaneous

Item Description	Unit	Estimated Quantity	Unit Price	2018 Cost
Landscaping	L.S.	1	$ 35,000.00	$ 35,000.00
				$ 35,000.00

Butzen Sports Complex: Phase 1 Construction Estimate	$ 2,860,683.20
Contingency at 5%	$ 143,034.16
Butzen Sports Complex: Phase 1 Construction Estimate Subtotal	$ 3,003,717.36
Geotechnical	$ 8,500.00
Design Development/Construction Documents	$ 150,000.00
Stormwater Design/Permitting	
Contract Administration at 7%	$ 210,260.22
Construction Observation at 2.5%	$ 75,092.93
Base Project Total:	$ 3,447,570.51
Updated Base Project (with deducts)	$ 3,235,263.51

Amenitites Phase 1:

Soccer Field Enhancements

Item Description	Unit	Estimated Quantity	Unit Price	2017 Cost
Topsoil Amendment	S.Y.	9000	$ 4.50	$ 40,500.00
4" Underdrains with Sock	L.F.	2390	$ 10.00	$ 23,900.00
				$ 64,400.00
225'x360' Soccer/Football Combination Fields		5		$ 322,000.00
Concession/Restroom/Shelter		1		$ 285,000.00
Grand Total Phase 1 Construction Estimate:				$ 4,054,570.51

CAPITAL CAMPAIGN

LUFC has begun the process of identifying potential naming rights and donors for the Butzen Sports Complex.



Concession Stand = $500,000 to 1,000,000



Scoreboards = $75,000 to $150,000



Field Naming and Sponsorship = $100,000 per field

SOURCES OF REVENUE

LUFC plans to partner with the greater Sheboygan area to maximize partnerships in sustaining funding for the Butzen Sports Complex. Partnerships include naming rights on infrastructure, sponsorship opportunities with uniforms and kids programming. Tournaments will be a major source of income as teams will travel to compete. Traveling teams also help the local tourist economy and result in significant hotel room stays.

Several communities have tapped into this market and are beginning to focus their efforts on exclusive sports tourism activities (see sidebar). For example, the Scheels USA Youth Sports Complex located in Appleton, Wisconsin, 2013 Economic Impact states the facility generated 88,045 visitors to the complex resulting in $2,200,000 in direct visitor spending during 2013 tournaments and generated 2,700 hotel room stays. Sheboygan is ideal for this emerging market with its proximity to Lake Michigan and location between Milwaukee and Green Bay as well as the Fox Valley.

The use of room tax revenues is appropriate and proven to have significant returns on tourism spending and hotel room stays. Several visitor and convention bureaus have identified sports development and tourism as integrated ventures and established specific marketing in this area. In the appendix is an article from the International City Manager's Association website providing further insight.

Other sources of revenue in addition to naming rights and room tax revenue is corporate sponsorship or underwriting opportunities that offer special camps, profession exhibitions or help maintain low cost entry for underprivileged youth and families.

In addition, LUFC plans to aggressively apply for grants, such as US Soccer Foundation that fund synthetic turf, field lighting and "Safe Places to Play" to organizations that have greater than a 10 year lease to construct and develop fields.

REGIONAL ROUNDUP UPFRONT

» INTERSTATE 41 CORRIDOR
Brown, Calumet, Outagamie, Winnebago, Fond du Lac Counties

Town of Grand Chute gifts land for sports facility

The Town of Grand Chute approved a gift of 20 acres of land, valued at $1 million, to the Fox Cities Convention & Visitors Bureau for the development of an ice and hard-court indoor sports facility.

The Fox Cities Sports Facility, scheduled to open in fall 2019, will be funded through hotel room tax. The facility will focus on attracting sports teams from outside the Fox Cities, providing them with the opportunity to participate in tournaments and events.

The land is located near the northeast corner of the intersection of McCarthy Road and Greenville Drive, and the sports facility will be less than two miles from Interstate 41.

A study commissioned by the Fox Cities Convention & Visitors Bureau demonstrates this type of indoor sports facility will bring an estimated economic impact of $4.8 million in the first year, and will increase to $7.8 million by the fifth year. A final design of the facility will be announced in spring 2018.

The facility will be owned by the not-for-profit Fox Cities Sports Development Inc., a subsidiary of the Fox Cities Convention & Visitors Bureau.

LAKESHORE UNITED FC

City of Sheboygan spirit on the lake

USS SOCCER FOUNDATION

VisitSHEBOYGAN
SHEBOYGAN AREA TOURISM

PROGRAMMING

LUFC has over 1,300 girls and boys participating in its soccer program. LUFC provides all levels of skill development within its programing structure from beginning, recreational, academy to select and mid-west regional competition. LUFC offers all this and makes these programs accessible by keeping costs low and affordable as well as offing scholarship assistance if needed. Over the years, LUFC has positively impacted the lives of many children.

LUFC's programing is a major operation. Managing 1,300 youth athletes, serving over 3,000 parents, providing qualified coaches, scheduling 200 plus games along with referees, practice schedules, requires a dedicated group of individuals that are committed to the organization and the mission. LUFC has been in existence for over 30 years in and continues to grow, improve programing and quality coaching.

LUFC has programing throughout the year. Fall soccer season typically starts after Labor Day and ends the first week of November. Winter season (indoor Futsal) typically begins in December and ends in March, though this immediately transitions into Spring Season which runs April through mid-June. Currently LUFC uses a combination of Sheboygan Area School District facilities and City of Sheboygan parks for fields. Although this combination has helped, long term growth is stymied and is not sustainable due to conflicting uses, limited space and the quality of the fields itself.







OPERATIONAL PLAN

LUFC Plans to operate the Butzen Sports Complex seven days a week, all year with typical operating hours between 9am to 10pm with extended hours during tournaments or special events. LUFC regular programming will occupy a large portion of the schedule. In addition, LUFC currently hosts two tournaments, one in spring and one in fall. Tournaments are a significant source of revenue for the LUFC since the majority of participants are from outside the organization. It is anticipated that once the Butzen Sports Complex is completed, that additional tournaments could be accommodated since the facility will have synthetic turf and not have competing interests from high schools and Sheboygan Area School District uses.

LUFC still plans to work collaboratively with the Sheboygan Area School District and the Recreation Department to continue to provide soccer facilities at schools and neighborhoods for easy access for practices and pick-up games. For the Butzen Sports Complex LUFC has identified the following scenario to base the operation plan upon:

Four turf fields and six grass field concept with a semi-permanent dome on one turf field.

- Cost estimate of $ 1.7M for dome
- Year one is 2019 and only has an August thru December calendar
- Room tax revenue is still being researched but many case studies have been cited and are identified under the "Events" revenue spreadsheet, conservative estimates
- The debt payment is based on low interest rates and could fluctuate; City could potentially issue debt with LUFC and Butzen revenues responsible for principal and interest payments.

The operational plan is planning on using sponsorship money at 50 percent operations and 50 percent of annual debt service.

Based upon past discussions and commitments LUFC has summarized the following major sources of revenue to construct the Butzen Sports Complex:

In Kind from City	$ 800,000
Initial community Funds	$1,000,000
Sponsor 2018 capital funds	$1,160,000
Bonds/Loan	$5,000,000
Total	$ 7,960,000

This figure represents the first phase of a multi-year, long-range capital development plan. LUFC is proposing to incrementally develop the site to gain early success and build capacity to manage and operate the facility in a professional manner.

Once the Butzen Sports Complex is constructed and operational, additional opportunities exist for generating revenue but have not been included in this proforma. The Butzen Sports Complex would have a chance to compete with Appleton or Milwaukee for State Cup and Presidents Cup soccer tournaments. These two unique five day events/tournaments that typically bring approximately 80+ teams (1,400 players and their families) and are highly attended.

Regional events such as the Presidents Cup and Regional Championships are currently being hosted at a facility that has 15 Full size fields. The Butzen Sports Complex, once completed, with 8-10 high quality fields in Sheboygan would result in a chance to compete for those events along with other high profile events. The US Soccer Olympic Development program is another area where the Butzen Sports Complex would have access to three types of events:

- Winter team trainings with over 650 players meeting 10 times per year. Currently they train in Gyms and / or rent indoor space in Rockford. With a dome the Butzen Sports Complex would be able to host all of the sessions
- Spring trainings and preparation of Midwest Regional Competition
- State and Regional ODP camps and tournaments with 8-14 states converging at the Butzen Sports Complex their each of their 14 teams each attending



Furthermore, other sports besides soccer will be provided with additional opportunities: Football camps, games, La Crosse, indoor golf practice; to name a few. The Butzen Sports Complex provides the opportunity for the Sheboygan community to compete with other communities throughout the mid-west and will provide the youth of Sheboygan the opportunity to train and compete at high level facilities without the need for expensive travel.





Although LUFC is a soccer club, LUFC provides the best organizational infrastructure to manage the development and operation of the Butzen Sports Complex. LUFC is the largest of all youth sports groups in the Sheboygan area and currently has needs to meet its current programming. LUFC's tenure as an organization dedicated to youth sport and development along with its experience in managing paid staff and budgets further provides support for LUFC and this proposal. However LUFC recognizes the importance of the Butzen Sports Complex and the need to share this great resource with others.

Butzen Sports Complex will solve programing and field issues and also provide additional opportunities to many other sports groups. As a result, LUFC has identified the ability for such groups to sub-lease portions of the Butzen Sports Complex for their use or programming needs. For example, Sheboygan Youth Football has long desired a home to help support youth football and its programming needs. Currently, SYF is using Kiwanis Park and Sheboygan Area School District properties to host practices and games. LUFC specifically recognizes this need and has created a sub-lease specifically for SYF.





Depending upon availability, other groups may want the opportunity to play or use the Butzen Sports Complex facilities. Ultimately, the more programming and continued use of the facility will help with revenues and cost share improvements.

Overall, the Butzen Sports Complex will be a community asset not only giving our youth top-notch sporting facilities but provide Sheboygan with a high profile facility that will draw visitors or enticing those wanting to relocate to an area that has quality resources.



Butzen Sports Complex Revenues & Operations
Four Turf Fields with Dome

Revenue	Fall Only 2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Programming										
Memberships	$ 29,400	$ 38,880	$ 51,864	$ 54,793	$ 57,892	$ 67,980	$ 71,862	$ 75,987	$ 88,408	$ 93,536
Field Fees	$ 5,100	$ 21,780	$ 23,240	$ 24,682	$ 26,216	$ 27,856	$ 29,611	$ 31,490	$ 33,503	$ 35,661
League Fees	$ 45,000	$ 180,000	$ 180,000	$ 187,200	$ 194,688	$ 202,476	$ 210,575	$ 218,998	$ 227,757	$ 236,868
Fundraising	$ 54,040	$ 57,744	$ 54,768	$ 63,058	$ 72,879	$ 84,562	$ 98,511	$ 115,228	$ 135,334	$ 159,597
Sponsorships	$ 99,400	$ 284,000	$ 284,000	$ 284,000	$ 284,000	$ 284,000	$ 292,000	$ 290,000	$ 290,000	$ 290,000
Events	$ 127,800	$ 311,100	$ 366,600	$ 366,600	$ 366,600	$ 366,600	$ 422,100	$ 477,600	$ 533,100	$ 588,600
Grants (1st Grant amortized over 3 years)	$ 100,000	$ 100,000	$ 50,000	$ 100,000	$ 100,000	$ 50,000	$ 100,000	$ 100,000	$ 50,000	$ 50,000
Room Tax Revenue	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Rentals	$ 27,275	$ 85,100	$ 103,850	$ 107,350	$ 107,350	$ 140,900	$ 143,400	$ 143,400	$ 148,025	$ 148,025
Total Revenues	$ 488,015	$ 1,078,604	$ 1,114,323	$ 1,187,683	$ 1,209,625	$ 1,224,373	$ 1,368,059	$ 1,452,703	$ 1,506,128	$ 1,602,286

Expense	Fall Only 2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Operating										
Salaries/Wages (100K/40K/50K/20K)	$ 157,500	$ 210,000	$ 218,400	$ 227,136	$ 236,221	$ 245,670	$ 250,000	$ 260,000	$ 270,400	$ 281,216
Benefits (15%)	$ 23,625	$ 31,500	$ 32,760	$ 34,070	$ 35,433	$ 36,851	$ 37,500	$ 39,000	$ 40,560	$ 42,182
Payroll Taxes	$ 34,650	$ 46,200	$ 48,048	$ 49,970	$ 51,969	$ 54,047	$ 55,000	$ 57,200	$ 59,488	$ 61,868
Professional Fees	$ 3,000	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ 6,000
Advertising	$ 18,000	$ 7,500	$ 7,800	$ 8,112	$ 8,436	$ 8,774	$ 9,125	$ 9,490	$ 9,869	$ 10,264
Office Supplies	$ 3,600	$ 3,600	$ 3,744	$ 3,894	$ 4,050	$ 4,211	$ 4,380	$ 4,555	$ 4,737	$ 4,927
IT	$ 8,000	$ 4,800	$ 4,992	$ 5,192	$ 5,399	$ 5,615	$ 5,840	$ 6,074	$ 6,316	$ 6,569
Field Maint	$ 10,000	$ 38,000	$ 65,000	$ 67,600	$ 70,304	$ 73,116	$ 76,041	$ 79,082	$ 82,246	$ 85,536
Field Replacement reserve	$ -	$ 50,000	$ 50,000	$ 50,000	$ 100,000	$ 100,000	$ 150,000	$ 200,000	$ 200,000	$ 250,000
Online	$ 4,000	$ 12,000	$ 12,000	$ 12,000	$ 12,000	$ 12,000	$ 12,000	$ 12,000	$ 12,000	$ 12,000
Equipment	$ 10,000	$ 20,000	$ 20,000	$ 50,000	$ 20,000	$ 20,000	$ 50,000	$ 20,000	$ 20,000	$ 50,000

Expense	Fall Only 2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Financing										
Bank Insurance	$ 10,000	$ 40,000	$ 40,000	$ 40,000	$ 40,000	$ 40,000	$ 40,000	$ 40,000	$ 40,000	$ 40,000
Card Processing	$ 1,200	$ 4,800	$ 4,800	$ 4,800	$ 4,800	$ 4,800	$ 4,800	$ 4,800	$ 4,800	$ 4,800
Debt Payments	$ 200,000	$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 600,000	$ 600,000
(Calc of $50K pmt on $5.0M 10yr at 3.25%)										
Total Fees	$ 483,575	$ 1,074,400	$ 1,113,544	$ 1,158,774	$ 1,194,613	$ 1,211,085	$ 1,300,686	$ 1,338,201	$ 1,356,417	$ 1,455,362
Net Income	$ 4,440	$ 4,204	$ 779	$ 28,909	$ 15,012	$ 13,288	$ 67,373	$ 114,502	$ 149,711	$ 146,924

Butzen Sports Complex Membership Revenue
Four Turf Fields with Dome

	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Membership (including dome)	$ 15	$ 15	$ 18	$ 18	$ 18	$ 20	$ 20	$ 20	$ 22	$ 22
Members										
LUFC Rec	$ 940	$ 987	$ 1,036	$ 1,088	$ 1,143	$ 1,200	$ 1,260	$ 1,323	$ 1,389	$ 1,458
Other Rec	$ 200	$ 300	$ 450	$ 473	$ 496	$ 521	$ 547	$ 574	$ 603	$ 633
Academy	$ 120	$ 135	$ 150	$ 158	$ 166	$ 174	$ 183	$ 192	$ 202	$ 212
Select	$ 300	$ 315	$ 331	$ 347	$ 365	$ 383	$ 402	$ 422	$ 443	$ 465
Adult	$ 300	$ 330	$ 363	$ 399	$ 439	$ 483	$ 531	$ 585	$ 643	$ 707
	$ 1,860	$ 2,067	$ 2,330	$ 2,465	$ 2,608	$ 2,761	$ 2,923	$ 3,096	$ 3,280	$ 3,476
Camps	$ 100	$ 525	$ 551	$ 579	$ 608	$ 638	$ 670	$ 704	$ 739	$ 776
Total	$ 1,960	$ 2,592	$ 2,881	$ 3,044	$ 3,216	$ 3,399	$ 3,593	$ 3,799	$ 4,019	$ 4,252

	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Total Membership Revenue	$ 29,400	$38,880	$ 51,864	$ 54,793	$ 57,892	67980.18	$ 71,862	$ 75,987	$ 88,408	$93,536

	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Existing Field Fees to SASD	$ 1,360	$ 1,452	$ 1,549	$ 1,645	$ 1,748	$ 1,857	$ 1,974	$ 2,099	$ 2,234	$ 2,377
	$ 15	$ 15	$ 15	$ 15	$ 15	$ 15	$ 15	$ 15	$ 15	$ 15
	$ 20,400	$21,780	$ 23,240	$ 24,682	$ 26,216	$27,856	$ 29,611	$ 31,490	$ 33,503	$35,661

Butzen Sports Complex League (Team) Membership Revenue
Four Turf Fields with Dome

League (Team Formation)	Teams	Fees	
3v3	200	$ 120	$ 24,000
5v5	200	$ 150	$ 30,000
9v9	64	$ 250	$ 16,000
11v11	100	$ 250	$ 25,000
Adult	100	$ 350	$ 35,000
Winter/Dome (3 sessions)	100	$ 500	$ 50,000
Total			$180,000
year 1 discount		75%	$ 45,000

Buildings	$ 500,000
DOME	$ 900,000
Fields	$1,946,000
PARK Naming	$ 650,000
	$3,996,000

Butzen Sports Complex Sponsorship Revenue
Four Turf Fields with Dome

Input

Calc

	Commitment	Cash Flow										
		2018 Capital	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Concession Stand 1	$ 250,000	$ 100,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000
Concession Stand 2	$ 250,000	$ 100,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000
TURF 1 Stadium	$ 500,000	$ 150,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000	$ 35,000
TURF 2 DOME	$ 900,000	$ 350,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000	$ 55,000
TURF 3*	$ 325,000	$ 75,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000
TURF 4*	$ 325,000	$ 75,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000	$ 25,000
GRASS 1	$ 99,000	$ 15,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 9,000	$ 9,000	$ 9,000	$ 9,000
GRASS 2	$ 99,000	$ 15,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 9,000	$ 9,000	$ 9,000	$ 9,000
GRASS 3	$ 99,000	$ 15,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 9,000	$ 9,000	$ 9,000	$ 9,000
GRASS 4	$ 99,000	$ 15,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 9,000	$ 9,000	$ 9,000	$ 9,000
GRASS 6 (SUBLET)	$ 99,000	$ 15,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 9,000	$ 9,000	$ 9,000	$ 9,000
GRASS 5 (SUBLET)	$ 99,000	$ 15,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 8,000	$ 9,000	$ 9,000	$ 9,000	$ 9,000
	$1,946,000											
PARK NAMING	$ 650,000	$ 150,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000
XXXXXX Park at Butzen Farms												
		$ 1,130,000	$ 284,000	$ 284,000	$ 284,000	$ 284,000	$ 284,000	$ 284,000	$ 292,000	$ 290,000	$ 290,000	$ 290,000

* Total fields will be 10 with 2 being sublet to SFA. If only 1 or 2 turf fields then grass fields will increase to equal 10 total

Butzen Sports Complex Annual Fundraising Revenue
Four Turf Fields with Dome

	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
5K / 10K Run	$ 5,000	$ 5,500	$ 6,050	$ 6,655	$ 7,321	$ 8,053	$ 8,858	$ 9,744	$ 10,718	$ 11,790
Raffles	$ 25,000	$ 25,000	$ 27,500	$ 30,250	$ 33,275	$ 36,603	$ 40,263	$ 44,289	$ 48,718	$ 53,590
Golf Outing	$ 12,000	$ 15,000	$ 18,750	$ 23,438	$ 29,297	$ 36,621	$ 45,776	$ 57,220	$ 71,526	$ 89,407
Casino Nites	$ 10,000	$ 10,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Google/Amazon	$ 1,800	$ 1,980	$ 2,178	$ 2,396	$ 2,635	$ 2,899	$ 3,189	$ 3,508	$ 3,858	$ 4,244
Scripts	$ 240	$ 264	$ 290	$ 319	$ 351	$ 387	$ 425	$ 468	$ 514	$ 566
Gas Cards	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	$ 54,040	$ 57,744	$ 54,768	$ 63,058	$ 72,879	$ 84,562	$ 98,511	$ 115,228	$ 135,334	$ 159,597

Butzen Sports Complex Events Revenue
Four Turf Fields with Dome

				2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Events	Tournaments / State Cup			2	5	6	6	6	6	7	8	9	10
Weekends	Regular play			14	28	28	28	28	28	28	28	28	28
Rental	$ 16,000	8	Fields	$ 32,000	$ 80,000	$ 96,000	$ 96,000	$ 96,000	$ 96,000	$ 112,000	$ 128,000	$ 144,000	$ 160,000
Parking		20	per team										
Cars		1500	per event										
		$ 30,000		$ 60,000	$ 150,000	$ 180,000	$ 180,000	$ 180,000	$ 180,000	$ 210,000	$ 240,000	$ 270,000	$ 300,000

Concessions		2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Events	$ 9,500	$ 19,000	$ 47,500	$ 57,000	$ 57,000	$ 57,000	$ 57,000	$ 66,500	$ 76,000	$ 85,500	$ 95,000
Weekends	$ 1,200	$ 16,800	$ 33,600	$ 33,600	$ 33,600	$ 33,600	$ 33,600	$ 33,600	$ 33,600	$ 33,600	$ 33,600
		$ 127,800	$ 311,100	$ 366,600	$ 366,600	$ 366,600	$ 366,600	$ 422,100	$ 477,600	$ 533,100	$ 588,600
Projected rooms	8	640	4,000	4,800	4,800	4,800	4,800	5,600	6,400	7,200	8,000
(6 player rooms per tean	100										

100 teams per event with 15 players

Butzen Sports Complex Rental Revenue
Four Turf Fields with Dome

Turf	Games	/game	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Soccer	HS -	250	10	20	20	20	20	20	20	20	20	20
	HS - Lts	300	3	6	6	6	6	6	6	6	6	6
			$ 3,400	$ 6,800	$ 6,800	$ 6,800	$ 6,800	$ 6,800	$ 6,800	$ 6,800	$ 6,800	$ 6,800

		2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Football	400	0	0	0	0	0	0	0	0	0	0
	500	0	4	4	6	6	6	6	6	6	6
		$ -	$ 2,000	$ 2,000	$ 3,000	$ 3,000	$ 3,000	$ 3,000	$ 3,000	$ 3,000	$ 3,000

		2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Other	300	0	2	2	2	2	4	4	4	4	4
(Lacrosse)	350	0	2	2	2	2	4	4	4	4	4
		$ -	$ 1,300	$ 1,300	$ 1,300	$ 1,300	$ 2,600	$ 2,600	$ 2,600	$ 2,600	$ 2,600

Both Field Rentals	/90 Min	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Grass/Lights	85	$ 25	$ 100	$ 100	$ 100	$ 100	$ 150	$ 150	$ 150	$ 150	$ 150
Turf	185	$ 50	$ 150	$ 150	$ 150	$ 150	$ 200	$ 200	$ 200	$ 225	$ 225
Dome Daytime / hour	100	$ 50	$ 200	$ 200	$ 225	$ 225	$ 225	$ 250	$ 250	$ 250	$ 250
Dome /90	375	$ 20	$ 50	$ 100	$ 100	$ 100	$ 150	$ 150	$ 150	$ 150	$ 150
(also rented by half for $225)		$ 23,875	$ 75,000	$ 93,750	$ 96,250	$ 96,250	$ 128,500	$ 131,000	$ 131,000	$ 135,625	$ 135,625
Total Rentals		$ 27,275	$ 85,100	$ 103,850	$ 107,350	$ 107,350	$ 140,900	$ 143,400	$ 143,400	$ 148,025	$ 148,025

ORGANIZATION DESCRIPTION

Lakeshore United FC (LUFC) is a volunteer organization serving youth soccer players. Our club provides one of the best opportunities to play at the Recreational, Academy, Select or Regional Program levels, as well as foster the growth and development of its members within the environment of soccer.

LUFC continuously emphasizes skill development, personal improvement, teamwork, respect, sportsmanship and commitment during our coaching sessions and the season. LUFC values and promotes continuing soccer education, fair and competitive play, leadership development, good sportsmanship and strives to generate a love for the "beautiful game".

Lakeshore United FC (LUFC) is a division of Sheboygan Area Youth Soccer Organization, Inc. (SAYSO) Our organization is a registered 501C(3) organization, pursuant to the Internal Revenue Service code. LUFC was formed in 1985 to facilitate the youth soccer experience. It began with recreational teams and has evolved into a program consisting of over 70 recreational teams, 10 Academy teams, 21 Select teams and 3 Regional Teams. We have players from over 15 communities and our membership continues to grow. LUFC offers programs for players with all types of skill levels from preschool children to High School age. Philosophically, the club believes in creating a competitive environment that is physically and mentally challenging, while stimulating the players to reach their highest potential. We believe in developing the whole player and creating soccer players/fans for life.

In the following appendix LUFC has shared its financial information to further demonstrate the strength of the organization as well as the scale and scope of programing LUFC has developed over the years. LUFC is excited to begin the next chapter in soccer and youth sports programming for the Sheboygan Community. LUFC has fostered partnerships and sponsorships, some included below, and with the Butzen Sports Complex will be able to expand the opportunities for additional partners and use the Butzen Sports Complex to reach larger audiences.



APPENDIX A

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Accrual Basis

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2015

	Jan - Dec 15	Jan - Dec 14	$ Change	% Change
Ordinary Income/Expense				
Income				
Academy				
BW Drop In	178.05	0.00	178.05	100.0%
Player registrations	20,046.25	9,475.00	10,571.25	111.57%
Total Academy	20,224.30	9,475.00	10,749.30	113.45%
Big Wheel				
Clinics	2,600.00	0.00	2,600.00	100.0%
Practice	2,850.00	360.00	2,490.00	691.67%
Session 1	1,985.00	990.00	995.00	100.51%
Session 2	7,986.00	800.00	7,186.00	898.25%
Sponsorships	668.00	500.00	168.00	33.6%
Vending Machine	364.57	0.00	364.57	100.0%
Total Big Wheel	16,453.57	2,650.00	13,803.57	520.89%
Camp - GoalKeeper	940.00	0.00	940.00	100.0%
Camp - Select Team	0.00	4,480.00	-4,480.00	-100.0%
Camp - Skill Master	5,115.00	11,411.25	-6,296.25	-55.18%
Camp - Soccer School	2,580.00	1,610.00	970.00	60.25%
Camp - UWM Elite	18,310.00	6,320.00	11,990.00	189.72%
Club General				
CC Cash Back Rewards	299.90	25.00	274.90	1,099.6%
Donations	585.66	0.00	585.66	100.0%
Reconcile with WF checking	113.52	0.00	113.52	100.0%
Club General - Other	160.00	0.00	160.00	100.0%
Total Club General	1,159.08	25.00	1,134.08	4,536.32%
Fundraising				
Donations - Misc	100.00	0.00	100.00	100.0%
Soccer Ball	6,183.00	0.00	6,183.00	100.0%
Total Fundraising	6,283.00	0.00	6,283.00	100.0%
Interest	343.78	0.00	343.78	100.0%
Rec League				
Registration Fees	42,815.00	37,408.50	5,406.50	14.45%
Sponsorships	5,000.00	5,000.00	0.00	0.0%
Total Rec League	47,815.00	42,408.50	5,406.50	12.75%
Select League				
Rebate Great Lakes Fall Cup	0.00	700.00	-700.00	-100.0%
Referee Class Registrations	300.00	0.00	300.00	100.0%
Team Registrations	53,978.02	29,595.00	24,383.02	82.39%
Tournament Registrations	495.00	0.00	495.00	100.0%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2015

	Jan - Dec 15	Jan - Dec 14	$ Change	% Change
Tryouts	5,440.00	6,080.00	-640.00	-10.53%
WYSA new player rebate	0.00	266.00	-266.00	-100.0%
WYSA state refunds	0.00	400.00	-400.00	-100.0%
Total Select League	60,213.02	37,041.00	23,172.02	62.56%
Tournament - Rec				
Advertising	400.00	0.00	400.00	100.0%
Concessions				
Concession Stand	3,451.77	5,746.91	-2,295.14	-39.94%
Donut Man	0.00	253.00	-253.00	-100.0%
Ice Cone Man	50.00	0.00	50.00	100.0%
Total Concessions	3,501.77	5,999.91	-2,498.14	-41.64%
Donations				
Elks Shoot - KCU	500.00	500.00	0.00	0.0%
Total Donations	500.00	500.00	0.00	0.0%
Team Registrations	7,750.00	7,353.00	397.00	5.4%
Total Tournament - Rec	12,151.77	13,852.91	-1,701.14	-12.28%
Tournament - Select Spring				
Concessions	7,215.00	0.00	7,215.00	100.0%
Donut Man	400.00	0.00	400.00	100.0%
Misc	80.00	0.00	80.00	100.0%
Sponsorships	500.00	0.00	500.00	100.0%
Team registrations	35,505.00	0.00	35,505.00	100.0%
Top Tier	750.00	0.00	750.00	100.0%
Volunteer Hours	100.00	0.00	100.00	100.0%
Total Tournament - Select Spring	44,550.00	0.00	44,550.00	100.0%
Total Income	236,138.52	129,273.66	106,864.86	82.67%
Expense				
Academy Exp				
Equipment	1,103.20	767.86	335.34	43.67%
Field Fees	945.00	615.00	330.00	53.66%
League One	489.69	288.70	200.99	69.62%
Referees	965.00	528.00	437.00	82.77%
Tournaments	3,805.00	0.00	3,805.00	100.0%
Uniforms	3,090.00	2,344.50	745.50	31.8%
WYSA - Team Registrations	1,400.00	625.00	775.00	124.0%
WYSA Player Fees	402.50	0.00	402.50	100.0%
Total Academy Exp	12,200.39	5,169.06	7,031.33	136.03%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2015

	Jan - Dec 15	Jan - Dec 14	$ Change	% Change
Big Wheel Exp				
Advertising	249.12	0.00	249.12	100.0%
Equipment	594.05	207.08	386.97	186.87%
Improvements	1,528.84	281.57	1,247.27	442.97%
KCU	4,000.00	0.00	4,000.00	100.0%
Total Big Wheel Exp	6,372.01	488.65	5,883.36	1,204.0%
Camp - Academy Exp				
Coaches	2,000.00	0.00	2,000.00	100.0%
Total Camp - Academy Exp	2,000.00	0.00	2,000.00	100.0%
Camp - GoalKeeper Exp				
Coaches	1,000.00	0.00	1,000.00	100.0%
Total Camp - GoalKeeper Exp	1,000.00	0.00	1,000.00	100.0%
Camp - Select Team Exp				
Coaches	24,208.33	20,000.00	4,208.33	21.04%
Equipment	1,030.43	0.00	1,030.43	100.0%
Total Camp - Select Team Exp	25,238.76	20,000.00	5,238.76	26.19%
Camp - Skill Master Exp				
Coaches	3,565.00	1,000.00	2,565.00	256.5%
Equipment	320.00	0.00	320.00	100.0%
League One	254.40	62.87	191.53	304.65%
Total Camp - Skill Master Exp	4,139.40	1,062.87	3,076.53	289.46%
Camp - Soccer School Exp				
Coaches	605.00	3,720.00	-3,115.00	-83.74%
Equipment	957.56	0.00	957.56	100.0%
League One	106.43	19.68	86.75	440.8%
Shirts	348.25	0.00	348.25	100.0%
Total Camp - Soccer School Exp	2,017.24	3,739.68	-1,722.44	-46.06%
Camp - UWM Elite Exp				
Coaches	8,900.00	6,201.00	2,699.00	43.53%
League One	634.93	0.00	634.93	100.0%
T-Shirts	510.42	0.00	510.42	100.0%
Total Camp - UWM Elite Exp	10,045.35	6,201.00	3,844.35	62.0%
Club General Expense				
Admin Add/Taxes	508.23	0.00	508.23	100.0%
Admin Equipment	0.00	352.74	-352.74	-100.0%
Admin Wages	2,828.69	1,496.91	1,331.78	88.97%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2015

	Jan - Dec 15	Jan - Dec 14	$ Change	% Change
BC Trainer	0.00	28,800.00	-28,800.00	-100.0%
BC Trainer - Housing	0.00	2,600.00	-2,600.00	-100.0%
BC Trainer Gifts	0.00	113.34	-113.34	-100.0%
DOC Add/Taxes	7,253.01	0.00	7,253.01	100.0%
DOC Apparel	425.25	3,255.31	-2,830.06	-86.94%
DOC Development	95.00	0.00	95.00	100.0%
DOC Equipment	1,166.65	0.00	1,166.65	100.0%
DOC Wages	40,727.49	0.00	40,727.49	100.0%
Financial	293.53	234.99	58.54	24.91%
Gym rental	0.00	120.00	-120.00	-100.0%
Insurance - Work Comp	730.00	0.00	730.00	100.0%
Marketing	400.00	0.00	400.00	100.0%
Meetings	972.81	96.21	876.60	911.13%
Office supplies	266.61	0.00	266.61	100.0%
Phone	1,680.08	300.00	1,380.08	460.03%
Promotional Materials	318.00	0.00	318.00	100.0%
Recognition Gifts	300.00	0.00	300.00	100.0%
Shirts	2,882.78	3,107.47	-224.69	-7.23%
Trainer	4,077.15	0.00	4,077.15	100.0%
Website	1,095.00	1,890.00	-795.00	-42.06%
Total Club General Expense	66,020.28	42,366.97	23,653.31	55.83%
Depreciation Expense	7,777.24	0.00	7,777.24	100.0%
Fundraising Exp				
Scholarships	1,072.00	0.00	1,072.00	100.0%
Soccer Ball Exp	2,292.00	0.00	2,292.00	100.0%
Total Fundraising Exp	3,364.00	0.00	3,364.00	100.0%
Rec League Exp				
Field Fees	10,830.00	9,400.00	1,430.00	15.21%
Meetings	0.00	115.25	-115.25	-100.0%
Referees				
Supplies	243.00	0.00	243.00	100.0%
Referees - Other	11,058.00	9,264.00	1,794.00	19.37%
Total Referees	11,301.00	9,264.00	2,037.00	21.99%
Shirts	4,583.20	5,082.40	-499.20	-9.82%
Team Equipment	2,054.00	2,976.60	-922.60	-31.0%
Total Rec League Exp	28,768.20	26,838.25	1,929.95	7.19%
Select League Exp				
Coach License Reimbursement	225.00	425.00	-200.00	-47.06%
Equipment	2,181.00	0.00	2,181.00	100.0%
Field Fees	3,060.00	2,655.00	405.00	15.25%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2015

	Jan - Dec 15	Jan - Dec 14	$ Change	% Change
Field Lighting	4,643.21	0.00	4,643.21	100.0%
Referee Training	250.00	31.50	218.50	693.65%
Shirts	3,943.00	0.00	3,943.00	100.0%
Tournament Registrations	495.00	0.00	495.00	100.0%
Tryouts				
Food	271.98	161.88	110.10	68.01%
League One	489.06	503.07	-14.01	-2.79%
Shirts	0.00	835.28	-835.28	-100.0%
Total Tryouts	761.04	1,500.23	-739.19	-49.27%
WYSA club fees	75.00	75.00	0.00	0.0%
WYSA player fees	4,177.00	7,708.25	-3,531.25	-45.81%
WYSA team registrations	4,475.00	0.00	4,475.00	100.0%
Total Select League Exp	24,285.25	12,394.98	11,890.27	95.93%
Tournament - Rec Exp				
Bust up Dinner	176.63	165.65	10.98	6.63%
Concessions	2,537.00	2,012.44	524.56	26.07%
Garbage Removal	0.00	72.00	-72.00	-100.0%
Golf Cart	0.00	40.00	-40.00	-100.0%
Portable Toilets	199.50	0.00	199.50	100.0%
Referees	3,219.00	3,334.00	-115.00	-3.45%
Tents	335.00	265.00	70.00	26.42%
Trophies	3,393.12	3,292.95	100.17	3.04%
Total Tournament - Rec Exp	9,860.25	9,182.04	678.21	7.39%
Tournament - Select Fall Exp				
WYSA	500.00	0.00	500.00	100.0%
Total Tournament - Select Fall Exp	500.00	0.00	500.00	100.0%
Tournament - Select Spring Exp				
Admin	297.60	500.00	-202.40	-40.48%
Awards	2,163.83	0.00	2,163.83	100.0%
Concessions	2,275.65	0.00	2,275.65	100.0%
Portable toilets	259.50	0.00	259.50	100.0%
Referees	9,750.00	25.00	9,725.00	38,900.0%
Tents	630.00	0.00	630.00	100.0%
WYSA	1,910.00	0.00	1,910.00	100.0%
Total Tournament - Select Spring Exp	17,286.58	525.00	16,761.58	3,192.68%
Total Expense	220,874.95	127,968.50	92,906.45	72.6%
Net Ordinary Income	15,263.57	1,305.16	13,958.41	1,069.48%

Profit & Loss Prev Year Comparison
January through December 2015

	Jan - Dec 15	Jan - Dec 14	$ Change	% Change
Net Income	15,263.57	1,305.16	13,958.41	1,069.48%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2016

	Jan - Dec 16	Jan - Dec 15	$ Change	% Change
Ordinary Income/Expense				
Income				
Academy				
BW Drop in	0.00	178.05	-178.05	-100.0%
Player registrations	24,363.84	20,046.25	4,317.59	21.54%
Scholarships	875.00	0.00	875.00	100.0%
Total Academy	25,238.84	20,224.30	5,014.54	24.8%
Big Wheel				
Clinics	1,487.00	2,600.00	-1,113.00	-42.81%
Practice	3,283.00	2,850.00	433.00	15.19%
Session 1	3,270.00	1,985.00	1,285.00	64.74%
Session 2	18,221.25	7,986.00	10,235.25	128.17%
Sponsorships	0.00	668.00	-668.00	-100.0%
Vending Machine	477.97	364.57	113.40	31.11%
Total Big Wheel	26,739.22	16,453.57	10,285.65	62.51%
Camp - GoalKeeper	0.00	940.00	-940.00	-100.0%
Camp - Skill Master	0.00	5,115.00	-5,115.00	-100.0%
Camp - Soccer School	0.00	2,580.00	-2,580.00	-100.0%
Camp - STARS	5,284.73	0.00	5,284.73	100.0%
Camp - STARS (ELK)	1,667.36	0.00	1,667.36	100.0%
Camp - UWM Elite	19,522.24	18,310.00	1,212.24	6.62%
Club General				
CC Cash Back Rewards	239.90	299.90	-60.00	-20.01%
Donations	1,000.00	585.66	414.34	70.75%
Reconcile with WF checking	-450.00	113.52	-563.52	-496.41%
Club General - Other	0.00	160.00	-160.00	-100.0%
Total Club General	789.90	1,159.08	-369.18	-31.85%
Fundraising				
Donations - Misc	392.50	100.00	292.50	292.5%
Soccer Ball	4,728.13	6,183.00	-1,454.87	-23.53%
Total Fundraising	5,120.63	6,283.00	-1,162.37	-18.5%
Interest	213.45	343.78	-130.33	-37.91%
Rec League				
Registration Fees	40,156.00	42,815.00	-2,659.00	-6.21%
Sponsorships	5,000.00	5,000.00	0.00	0.0%
Total Rec League	45,156.00	47,815.00	-2,659.00	-5.56%
Select League				
Referee Class Registrations	360.00	300.00	60.00	20.0%
Scholarships	2,937.50	0.00	2,937.50	100.0%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2016

	Jan - Dec 16	Jan - Dec 15	$ Change	% Change
Team Registrations	105,708.41	53,978.02	51,730.39	95.84%
Tournament Registrations	0.00	495.00	-495.00	-100.0%
Tryouts	6,883.33	5,440.00	1,443.33	26.53%
Total Select League	115,889.24	60,213.02	55,676.22	92.47%
Tournament - Rec				
Advertising	0.00	400.00	-400.00	-100.0%
Concessions				
Concession Stand	5,724.87	3,451.77	2,273.10	65.85%
Donut Man	275.00	0.00	275.00	100.0%
Ice Cone Man	0.00	50.00	-50.00	-100.0%
Total Concessions	5,999.87	3,501.77	2,498.10	71.34%
Donations				
Elks Shoot - KCU	0.00	500.00	-500.00	-100.0%
Donations - Other	100.00	0.00	100.00	100.0%
Total Donations	100.00	500.00	-400.00	-80.0%
Shirts	701.00	0.00	701.00	100.0%
Sponsorships	600.00	0.00	600.00	100.0%
Team Registrations	7,103.00	7,750.00	-647.00	-8.35%
Total Tournament - Rec	14,503.87	12,151.77	2,352.10	19.36%
Tournament - Select Spring				
Concessions	6,931.75	7,215.00	-283.25	-3.93%
Donations	325.00	0.00	325.00	100.0%
Donut Man	455.00	400.00	55.00	13.75%
Misc	0.00	80.00	-80.00	-100.0%
Shirts	530.00	0.00	530.00	100.0%
Sponsorships	650.00	500.00	150.00	30.0%
Team registrations	32,975.00	35,505.00	-2,530.00	-7.13%
Top Tier	0.00	750.00	-750.00	-100.0%
Volunteer Hours	0.00	100.00	-100.00	-100.0%
Total Tournament - Select Spring	41,866.75	44,550.00	-2,683.25	-6.02%
Total Income	301,992.23	236,138.52	65,853.71	27.89%
Expense				
Academy Exp				
Coach shirts	140.00	0.00	140.00	100.0%
Equipment	390.00	1,103.20	-713.20	-64.65%
Field Fees	870.00	945.00	-75.00	-7.94%
League One	922.86	489.69	433.17	88.46%
Referees	814.00	965.00	-151.00	-15.65%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2016

	Jan - Dec 16	Jan - Dec 15	$ Change	% Change
Tournaments	1,500.00	3,805.00	-2,305.00	-60.58%
Uniforms	3,097.50	3,090.00	7.50	0.24%
WYSA - Team Registrations	0.00	1,400.00	-1,400.00	-100.0%
WYSA Player Fees	247.25	402.50	-155.25	-38.57%
Total Academy Exp	7,981.61	12,200.39	-4,218.78	-34.58%
Big Wheel Exp				
Advertising	0.00	249.12	-249.12	-100.0%
Equipment	1,427.26	594.05	833.21	140.26%
Improvements	1,246.57	1,528.84	-282.27	-18.46%
KCU	11,000.00	4,000.00	7,000.00	175.0%
Permit	500.00	0.00	500.00	100.0%
Referees	4,710.00	0.00	4,710.00	100.0%
Supervisor	705.00	0.00	705.00	100.0%
Total Big Wheel Exp	19,588.83	6,372.01	13,216.82	207.42%
Camp - Academy Exp				
Coaches	0.00	2,000.00	-2,000.00	-100.0%
Total Camp - Academy Exp	0.00	2,000.00	-2,000.00	-100.0%
Camp - GoalKeeper Exp				
Coaches	0.00	1,000.00	-1,000.00	-100.0%
Total Camp - GoalKeeper Exp	0.00	1,000.00	-1,000.00	-100.0%
Camp - Select Team Exp				
Coaches	9,300.00	24,208.33	-14,908.33	-61.58%
Equipment	3,199.40	1,030.43	2,168.97	210.49%
Total Camp - Select Team Exp	12,499.40	25,238.76	-12,739.36	-50.48%
Camp - Skill Master Exp				
Coaches	0.00	3,565.00	-3,565.00	-100.0%
Equipment	0.00	320.00	-320.00	-100.0%
League One	0.00	254.40	-254.40	-100.0%
Total Camp - Skill Master Exp	0.00	4,139.40	-4,139.40	-100.0%
Camp - Soccer School Exp				
Coaches	0.00	605.00	-605.00	-100.0%
Equipment	0.00	957.56	-957.56	-100.0%
League One	0.00	106.43	-106.43	-100.0%
Shirts	0.00	348.25	-348.25	-100.0%
Total Camp - Soccer School Exp	0.00	2,017.24	-2,017.24	-100.0%
Camp - STARS (ELK) Exp				
Coaches	600.00	0.00	600.00	100.0%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2016

	Jan - Dec 16	Jan - Dec 15	$ Change	% Change
Gift Cards	200.00	0.00	200.00	100.0%
League One	83.36	0.00	83.36	100.0%
Shirts	120.00	0.00	120.00	100.0%
Total Camp - STARS (ELK) Exp	1,003.36	0.00	1,003.36	100.0%
Camp - STARS Exp				
Coaches	1,600.00	0.00	1,600.00	100.0%
League One	234.85	0.00	234.85	100.0%
Shirts	150.00	0.00	150.00	100.0%
Total Camp - STARS Exp	1,984.85	0.00	1,984.85	100.0%
Camp - UWM Elite Exp				
Coaches	15,450.00	8,900.00	6,550.00	73.6%
League One	614.12	634.93	-20.81	-3.28%
T-Shirts	0.00	510.42	-510.42	-100.0%
Total Camp - UWM Elite Exp	16,064.12	10,045.35	6,018.77	59.92%
Club General Expense				
Admin Add/Taxes	0.00	508.23	-508.23	-100.0%
Admin Wages	10,179.91	2,828.69	7,351.22	259.88%
DOC Add/Taxes	23,489.53	7,253.01	16,236.52	223.86%
DOC Apparel	0.00	425.25	-425.25	-100.0%
DOC Development	175.00	95.00	80.00	84.21%
DOC Equipment	158.39	1,166.65	-1,008.26	-86.42%
DOC Wages	52,998.38	40,727.49	12,270.89	30.13%
Equipment - Soccer	105.03	0.00	105.03	100.0%
Financial	327.81	293.53	34.28	11.68%
Insurance - Work Comp	2,885.00	730.00	2,155.00	295.21%
Marketing	0.00	400.00	-400.00	-100.0%
Meetings	665.40	972.81	-307.41	-31.6%
Office supplies	232.21	266.61	-34.40	-12.9%
Phone	1,072.02	1,680.08	-608.06	-36.19%
Promotional Materials	2,256.25	318.00	1,938.25	609.51%
Recognition Gifts	0.00	300.00	-300.00	-100.0%
Shirts	2,033.83	2,882.78	-848.95	-29.45%
Trainer	19,809.10	4,077.15	15,731.95	385.86%
Website	1,095.00	1,095.00	0.00	0.0%
Total Club General Expense	117,482.86	66,020.28	51,462.58	77.95%
Depreciation Expense	7,777.24	7,777.24	0.00	0.0%
Fundraising Exp				
Scholarships	3,812.50	1,072.00	2,740.50	255.64%
Soccer Ball Exp	2,254.33	2,292.00	-37.67	-1.64%
Total Fundraising Exp	6,066.83	3,364.00	2,702.83	80.35%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2016

	Jan - Dec 16	Jan - Dec 15	$ Change	% Change
Rec League Exp				
Field Fees	10,995.00	10,830.00	165.00	1.52%
Referees				
Supplies	81.00	243.00	-162.00	-66.67%
Referees - Other	9,732.00	11,058.00	-1,326.00	-11.99%
Total Referees	9,813.00	11,301.00	-1,488.00	-13.17%
Shirts	4,536.50	4,583.20	-46.70	-1.02%
Team Equipment	3,221.80	2,054.00	1,167.80	56.86%
Total Rec League Exp	28,566.30	28,768.20	-201.90	-0.7%
Referee Reimbursement	40.00	0.00	40.00	100.0%
Select League Exp				
Admin	22.54	0.00	22.54	100.0%
Coach License Reimbursement	37.00	225.00	-188.00	-83.56%
Equipment	4,931.37	2,181.00	2,750.37	126.11%
Field Fees	3,487.50	3,060.00	427.50	13.97%
Field Lighting	8,172.14	4,643.21	3,528.93	76.0%
League One	618.88	0.00	618.88	100.0%
Referee Training	304.00	250.00	54.00	21.6%
Referees	232.00	0.00	232.00	100.0%
Shirts	5,580.50	3,943.00	1,637.50	41.53%
Tournament Registrations	0.00	495.00	-495.00	-100.0%
Tryouts				
Food	366.52	271.98	94.54	34.76%
League One	543.40	489.06	54.34	11.11%
Total Tryouts	909.92	761.04	148.88	19.56%
WYSA club fees	75.00	75.00	0.00	0.0%
WYSA player fees	5,888.00	4,177.00	1,711.00	40.96%
WYSA team registrations	4,650.00	4,475.00	175.00	3.91%
Total Select League Exp	34,908.85	24,285.25	10,623.60	43.75%
Tournament - Rec Exp				
Admin	36.64	0.00	36.64	100.0%
Bust up Dinner	167.71	176.63	-8.92	-5.05%
Concessions	2,440.56	2,537.00	-96.44	-3.8%
Garbage Removal	73.50	0.00	73.50	100.0%
Portable Toilets	42.50	199.50	-157.00	-78.7%
Referees	2,459.00	3,219.00	-760.00	-23.61%
Tents	340.00	335.00	5.00	1.49%
Trophies	2,182.87	3,393.12	-1,210.25	-35.67%
Total Tournament - Rec Exp	7,742.78	9,860.25	-2,117.47	-21.48%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2016

	Jan - Dec 16	Jan - Dec 15	$ Change	% Change
Tournament - Select Fall Exp				
WYSA	0.00	500.00	-500.00	-100.0%
Total Tournament - Select Fall Exp	0.00	500.00	-500.00	-100.0%
Tournament - Select Spring Exp				
Admin	1,372.00	297.60	1,074.40	361.02%
Awards	1,730.29	2,163.83	-433.54	-20.04%
Banners	142.33	0.00	142.33	100.0%
Concessions	1,981.31	2,275.65	-294.34	-12.93%
Garbage Removal	73.50	0.00	73.50	100.0%
Portable toilets	308.50	259.50	49.00	18.88%
Referees	8,662.00	9,750.00	-1,088.00	-11.16%
Tents	625.00	630.00	-5.00	-0.79%
WYSA	1,240.00	1,910.00	-670.00	-35.08%
Total Tournament - Select Spring Exp	16,134.93	17,286.58	-1,151.65	-6.66%
Total Expense	277,841.96	220,874.95	56,967.01	25.79%
Net Ordinary Income	24,150.27	15,263.57	8,886.70	58.22%
Net Income	24,150.27	15,263.57	8,886.70	58.22%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2017

	Jan - Dec 17	Jan - Dec 16	$ Change	% Change
Ordinary Income/Expense				
Income				
Academy				
Player registrations	34,565.18	24,363.84	10,201.34	41.87%
Scholarships	925.00	875.00	50.00	5.71%
Total Academy	35,490.18	25,238.84	10,251.34	40.62%
Big Wheel				
Clinics	1,686.80	1,487.00	199.80	13.44%
Practice	6,024.00	3,283.00	2,741.00	83.49%
Session 1	6,429.00	3,270.00	3,159.00	96.61%
Session 2	13,496.00	18,221.25	-4,725.25	-25.93%
Vending Machine	496.26	477.97	18.29	3.83%
Total Big Wheel	28,132.06	26,739.22	1,392.84	5.21%
Camp - Finishing/Stryker	1,442.00	0.00	1,442.00	100.0%
Camp - Goal Keeper	751.50	0.00	751.50	100.0%
Camp - STARS				
Scholarship	50.00	0.00	50.00	100.0%
Camp - STARS - Other	5,143.56	5,284.73	-141.17	-2.67%
Total Camp - STARS	5,193.56	5,284.73	-91.17	-1.73%
Camp - STARS (ELK)	0.00	1,667.36	-1,667.36	-100.0%
Camp - UWM Elite	17,890.22	19,522.24	-1,632.02	-8.36%
Clinic - GK/Finishing Fall	1,875.00	0.00	1,875.00	100.0%
Club General				
CC Cash Back Rewards	550.09	239.90	310.19	129.3%
Donations	100.00	1,000.00	-900.00	-90.0%
Reconcile with WF checking	441.97	-450.00	891.97	198.22%
Sponsorships	500.00	0.00	500.00	100.0%
Total Club General	1,592.06	789.90	802.16	101.55%
Fundraising				
Donations - Misc	280.00	392.50	-112.50	-28.66%
Soccer Ball	9,203.03	4,728.13	4,474.90	94.64%
Wave Game	290.00	0.00	290.00	100.0%
Total Fundraising	9,773.03	5,120.63	4,652.40	90.86%
Interest	315.38	213.45	101.93	47.75%
JR STARS				
Player Registrations	2,549.32	0.00	2,549.32	100.0%
Total JR STARS	2,549.32	0.00	2,549.32	100.0%
Rec League				

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2017

	Jan - Dec 17	Jan - Dec 16	$ Change	% Change
Registration Fees	46,933.02	40,156.00	6,777.02	16.88%
Scholarships	40.00	0.00	40.00	100.0%
Sponsorships	5,000.00	5,000.00	0.00	0.0%
Total Rec League	51,973.02	45,156.00	6,817.02	15.1%
Select League				
Referee Class Registrations	1,220.00	360.00	860.00	238.89%
Scholarships	4,347.60	2,937.50	1,410.10	48.0%
Team Registrations	102,584.04	105,708.41	-3,124.37	-2.96%
Tryouts	7,714.23	6,883.33	830.90	12.07%
Total Select League	115,865.87	115,889.24	-23.37	-0.02%
Tournament - Rec				
Concessions				
Concession Stand	4,329.55	5,724.87	-1,395.32	-24.37%
Donut Man	309.00	275.00	34.00	12.36%
Total Concessions	4,638.55	5,999.87	-1,361.32	-22.69%
Donations	0.00	100.00	-100.00	-100.0%
Shirts	0.00	701.00	-701.00	-100.0%
Sponsorships	1,550.00	600.00	950.00	158.33%
Team Registrations	5,955.00	7,103.00	-1,148.00	-16.16%
Total Tournament - Rec	12,143.55	14,503.87	-2,360.32	-16.27%
Tournament - Select Spring				
Concessions	9,783.75	6,931.75	2,852.00	41.14%
Donations	0.00	325.00	-325.00	-100.0%
Donut Man	483.50	455.00	28.50	6.26%
Misc	95.58	0.00	95.58	100.0%
Parking	7,771.00	0.00	7,771.00	100.0%
Shirts	700.00	530.00	170.00	32.08%
Sponsorships	1,700.00	650.00	1,050.00	161.54%
Team registrations	44,609.00	32,975.00	11,634.00	35.28%
Total Tournament - Select Spring	65,142.83	41,866.75	23,276.08	55.6%
Total Income	350,129.58	301,992.23	48,137.35	15.94%
Expense				
Academy Exp				
Coach Education	400.00	0.00	400.00	100.0%
Coach shirts	0.00	140.00	-140.00	-100.0%
Equipment	1,188.44	390.00	798.44	204.73%
Field Fees	1,185.00	870.00	315.00	36.21%
League One	1,083.82	922.86	160.96	17.44%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2017

	Jan - Dec 17	Jan - Dec 16	$ Change	% Change
Referees	979.00	814.00	165.00	20.27%
Tournaments	0.00	1,500.00	-1,500.00	-100.0%
Uniforms	6,552.40	3,097.50	3,454.90	111.54%
WYSA - Team Registrations	2,500.00	0.00	2,500.00	100.0%
WYSA Player Fees	454.25	247.25	207.00	83.72%
Total Academy Exp	14,342.91	7,981.61	6,361.30	79.7%
Big Wheel Exp				
Advertising	244.90	0.00	244.90	100.0%
Equipment	2,803.36	1,427.26	1,376.10	96.42%
Improvements	9,088.35	1,246.57	7,841.78	629.07%
KCU	7,500.00	11,000.00	-3,500.00	-31.82%
League One	30.80	0.00	30.80	100.0%
Permit	0.00	500.00	-500.00	-100.0%
Referees	5,603.00	4,710.00	893.00	18.96%
Supervisor	1,295.00	705.00	590.00	83.69%
Total Big Wheel Exp	26,565.41	19,588.83	6,976.58	35.62%
Camp - Academy Exp				
Coaches	600.27	0.00	600.27	100.0%
Total Camp - Academy Exp	600.27	0.00	600.27	100.0%
Camp - Finishing/Stryker Exp				
Coaches	600.00	0.00	600.00	100.0%
League One	56.00	0.00	56.00	100.0%
Total Camp - Finishing/Stryker Exp	656.00	0.00	656.00	100.0%
Camp - GoalKeeper Exp				
Coaches	1,200.00	0.00	1,200.00	100.0%
League One	31.50	0.00	31.50	100.0%
Total Camp - GoalKeeper Exp	1,231.50	0.00	1,231.50	100.0%
Camp - Select Team Exp				
Coaches	6,728.98	9,300.00	-2,571.02	-27.65%
Equipment	1,031.27	3,199.40	-2,168.13	-67.77%
Total Camp - Select Team Exp	7,760.25	12,499.40	-4,739.15	-37.92%
Camp - STARS (ELK) Exp				
Coaches	1,176.32	600.00	576.32	96.05%
Gift Cards	0.00	200.00	-200.00	-100.0%
League One	0.00	83.36	-83.36	-100.0%
Shirts	0.00	120.00	-120.00	-100.0%
Total Camp - STARS (ELK) Exp	1,176.32	1,003.36	172.96	17.24%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2017

	Jan - Dec 17	Jan - Dec 16	$ Change	% Change
Camp - STARS Exp				
Coaches	1,955.30	1,600.00	355.30	22.21%
League One	242.26	234.85	7.41	3.16%
Shirts	0.00	150.00	-150.00	-100.0%
Tags	865.92	0.00	865.92	100.0%
Total Camp - STARS Exp	3,063.48	1,984.85	1,078.63	54.34%
Camp - UWM Elite Exp				
Coaches	16,120.00	15,450.00	670.00	4.34%
Equipment	234.70	0.00	234.70	100.0%
League One	684.47	614.12	70.35	11.46%
T-Shirts	667.59	0.00	667.59	100.0%
Total Camp - UWM Elite Exp	17,706.76	16,064.12	1,642.64	10.23%
Clinic - GK/Finishing Fall Exp				
Coaches	881.75	0.00	881.75	100.0%
League One	84.84	0.00	84.84	100.0%
Total Clinic - GK/Finishing Fall Exp	966.59	0.00	966.59	100.0%
Club General Expense				
Admin Equipment	410.25	0.00	410.25	100.0%
Admin Wages	12,596.59	10,179.91	2,416.68	23.74%
DOC Add/Taxes	37,782.92	23,489.53	14,293.39	60.85%
DOC Development	1,800.00	175.00	1,625.00	928.57%
DOC Equipment	0.00	158.39	-158.39	-100.0%
DOC Wages	57,970.27	52,998.38	4,971.89	9.38%
Equipment - Soccer	3,380.00	105.03	3,274.97	3,118.13%
Financial	737.30	327.81	409.49	124.92%
Insurance - Work Comp	3,834.00	2,885.00	949.00	32.89%
Meetings	1,022.07	665.40	356.67	53.6%
Office supplies	175.35	232.21	-56.86	-24.49%
Phone	1,338.74	1,072.02	266.72	24.88%
Promotional Materials	0.00	2,256.25	-2,256.25	-100.0%
Shirts	387.82	2,033.83	-1,646.01	-80.93%
Trainer	23,388.09	19,809.10	3,578.99	18.07%
Website	1,385.41	1,095.00	290.41	26.52%
Total Club General Expense	146,208.81	117,482.86	28,725.95	24.45%
Depreciation Expense	7,777.24	7,777.24	0.00	0.0%
Fundraising Exp				
Scholarships	5,362.60	3,812.50	1,550.10	40.66%
Soccer Ball Exp	1,516.50	2,254.33	-737.83	-32.73%
Total Fundraising Exp	6,879.10	6,066.83	812.27	13.39%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2017

	Jan - Dec 17	Jan - Dec 16	$ Change	% Change
JR STARS (Exp)				
Equipment	1,077.09	0.00	1,077.09	100.0%
League One	114.47	0.00	114.47	100.0%
Shirts	892.50	0.00	892.50	100.0%
Total JR STARS (Exp)	2,084.06	0.00	2,084.06	100.0%
Rec League Exp				
Banners	303.08	0.00	303.08	100.0%
Field Fees	9,972.50	10,995.00	-1,022.50	-9.3%
League One	2,142.03	0.00	2,142.03	100.0%
Referee License Reimbursement	280.00	0.00	280.00	100.0%
Referees				
Supplies	204.00	81.00	123.00	151.85%
Referees - Other	8,659.00	9,732.00	-1,073.00	-11.03%
Total Referees	8,863.00	9,813.00	-950.00	-9.68%
Restrooms	255.00	0.00	255.00	100.0%
Shirts	4,166.65	4,536.50	-369.85	-8.15%
SportsForms	1,326.00	0.00	1,326.00	100.0%
Team Equipment	3,762.00	3,221.80	540.20	16.77%
WYSA player fees	4,681.25	0.00	4,681.25	100.0%
Total Rec League Exp	35,751.51	28,566.30	7,185.21	25.15%
Referee Reimbursement	0.00	40.00	-40.00	-100.0%
Select League Exp				
Admin	0.00	22.54	-22.54	-100.0%
Banners	86.23	0.00	86.23	100.0%
Coach License Reimbursement	3,475.00	37.00	3,438.00	9,291.89%
Coaches	11,288.40	0.00	11,288.40	100.0%
Equipment	539.81	4,931.37	-4,391.56	-89.05%
Field Fees	3,332.50	3,487.50	-155.00	-4.44%
Field Lighting	4,722.01	8,172.14	-3,450.13	-42.22%
League One	2,626.14	618.88	2,007.26	324.34%
Referee Training	620.00	304.00	316.00	103.95%
Referees	1,142.65	232.00	910.65	392.52%
Shirts	2,830.00	5,580.50	-2,750.50	-49.29%
Tryouts				
Food	230.86	366.52	-135.66	-37.01%
League One	550.70	543.40	7.30	1.34%
Shirts	5,678.20	0.00	5,678.20	100.0%
Supplies	105.34	0.00	105.34	100.0%
Total Tryouts	6,565.10	909.92	5,655.18	621.5%

Lakeshore United FC
Profit & Loss Prev Year Comparison
January through December 2017

	Jan - Dec 17	Jan - Dec 16	$ Change	% Change
WYSA club fees	-62.00	75.00	-137.00	-182.67%
WYSA player fees	6,509.25	5,888.00	621.25	10.55%
WYSA team registrations	6,050.00	4,650.00	1,400.00	30.11%
Total Select League Exp	49,725.09	34,908.85	14,816.24	42.44%
Tournament - Rec Exp				
Admin	141.33	36.64	104.69	285.73%
Banners	665.85	0.00	665.85	100.0%
Bust up Dinner	0.00	167.71	-167.71	-100.0%
Concessions	1,563.67	2,440.56	-876.89	-35.93%
Garbage Removal	75.50	73.50	2.00	2.72%
Portable Toilets	0.00	42.50	-42.50	-100.0%
Referees	2,084.00	2,459.00	-375.00	-15.25%
Tents	390.00	340.00	50.00	14.71%
Trophies	1,344.44	2,182.87	-838.43	-38.41%
Total Tournament - Rec Exp	6,264.79	7,742.78	-1,477.99	-19.09%
Tournament - Select Spring Exp				
Admin	2,683.67	1,372.00	1,311.67	95.6%
Awards	3,844.14	1,730.29	2,113.85	122.17%
Banners	476.44	142.33	334.11	234.74%
Concessions	2,810.43	1,981.31	829.12	41.85%
Garbage Removal	75.50	73.50	2.00	2.72%
Portable toilets	205.00	308.50	-103.50	-33.55%
Referees	14,388.95	8,662.00	5,726.95	66.12%
Tents	707.00	625.00	82.00	13.12%
WYSA	1,440.00	1,240.00	200.00	16.13%
Total Tournament - Select Spring Exp	26,631.13	16,134.93	10,496.20	65.05%
Total Expense	355,391.22	277,841.96	77,549.26	27.91%
Net Ordinary Income	-5,261.64	24,150.27	-29,411.91	-121.79%
Net Income	-5,261.64	24,150.27	-29,411.91	-121.79%

APPENDIX B

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Accrual Basis

Lakeshore United FC
Balance Sheet Prev Year Comparison
As of December 31, 2015

	Dec 31, 15	Dec 31, 14	$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
CDs				
KCU 010 - 4/15 .05%	17,881.96	17,873.02	8.94	0.05%
KCU 820 - 6/16/17 .35%	19,489.13	19,421.06	68.07	0.35%
WF - 3260 - 2/22/17 .01%/6mo	28,252.10	28,210.80	41.30	0.15%
WI B&T 487 - 12/8/17 .8%/3yr	16,394.59	16,264.83	129.76	0.8%
WI B&T 612 - 8/17/17 .35%/6mo	21,561.81	21,466.79	95.02	0.44%
Total CDs	103,579.59	103,236.50	343.09	0.33%
Checking-KCU (Club Fundraising)	300.00	300.00	0.00	0.0%
Checking - LUFC	14,182.11	17,087.38	-2,905.27	-17.0%
Savings - WF .03%	2,305.33	2,304.64	0.69	0.03%
Total Checking/Savings	120,367.03	122,928.52	-2,561.49	-2.08%
Total Current Assets	120,367.03	122,928.52	-2,561.49	-2.08%
Fixed Assets				
Equipment - Major Asset				
Banners				
Accummulated Depreciation	-248.70	0.00	-248.70	-100.0%
Cost	746.10	0.00	746.10	100.0%
Total Banners	497.40	0.00	497.40	100.0%
Floor - Futsal				
Accummulated Depreciation	-5,799.07	0.00	-5,799.07	-100.0%
Cost	40,593.50	20,000.00	20,593.50	102.97%
Total Floor - Futsal	34,794.43	20,000.00	14,794.43	73.97%
Goals - Futsal				
Accummulated Depreciation	-308.57	0.00	-308.57	-100.0%
Cost	2,160.00	2,160.00	0.00	0.0%
Total Goals - Futsal	1,851.43	2,160.00	-308.57	-14.29%
Tents				
Accummulated Depreciation	-1,420.90	0.00	-1,420.90	-100.0%
Cost	4,262.70	0.00	4,262.70	100.0%
Total Tents	2,841.80	0.00	2,841.80	100.0%
Total Equipment - Major Asset	39,985.06	22,160.00	17,825.06	80.44%
Total Fixed Assets	39,985.06	22,160.00	17,825.06	80.44%

Lakeshore United FC
Balance Sheet Prev Year Comparison
As of December 31, 2015

	Dec 31, 15	Dec 31, 14	$ Change	% Change
TOTAL ASSETS	160,352.09	145,088.52	15,263.57	10.52%
LIABILITIES & EQUITY				
Equity				
Opening Balance Equity	143,783.36	143,783.36	0.00	0.0%
Unrestricted Net Assets	1,305.16	0.00	1,305.16	100.0%
Net Income	15,263.57	1,305.16	13,958.41	1,069.48%
Total Equity	160,352.09	145,088.52	15,263.57	10.52%
TOTAL LIABILITIES & EQUITY	160,352.09	145,088.52	15,263.57	10.52%

Lakeshore United FC
Balance Sheet Prev Year Comparison
As of December 31, 2016

	Dec 31, 16	Dec 31, 15	$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
CDs				
KCU 010 - 4/15 .05%	0.00	17,881.96	-17,881.96	-100.0%
KCU 820 - 6/16/17 .35%	19,489.13	19,489.13	0.00	0.0%
WF - 3260 - 2/22/17 .01%/6mo	28,271.94	28,252.10	19.84	0.07%
WI B&T 487 - 12/8/17 .8%/3yr	16,525.77	16,394.59	131.18	0.8%
WI B&T 612 - 8/17/17 .35%/6mo	21,623.05	21,561.81	61.24	0.28%
Total CDs	85,909.89	103,579.59	-17,669.70	-17.06%
Checking-KCU (Club Fundraising)	100.00	300.00	-200.00	-66.67%
Checking - LUFC	63,978.63	14,182.11	49,796.52	351.12%
Savings - WF .03%	2,306.02	2,305.33	0.69	0.03%
Total Checking/Savings	152,294.54	120,367.03	31,927.51	26.53%
Total Current Assets	152,294.54	120,367.03	31,927.51	26.53%
Fixed Assets				
Equipment - Major Asset				
Banners				
Accummulated Depreciation	-497.40	-248.70	-248.70	-100.0%
Cost	746.10	746.10	0.00	0.0%
Total Banners	248.70	497.40	-248.70	-50.0%
Floor - Futsal				
Accummulated Depreciation	-11,598.14	-5,799.07	-5,799.07	-100.0%
Cost	40,593.50	40,593.50	0.00	0.0%
Total Floor - Futsal	28,995.36	34,794.43	-5,799.07	-16.67%
Goals - Futsal				
Accummulated Depreciation	-617.14	-308.57	-308.57	-100.0%
Cost	2,160.00	2,160.00	0.00	0.0%
Total Goals - Futsal	1,542.86	1,851.43	-308.57	-16.67%
Tents				
Accummulated Depreciation	-2,841.80	-1,420.90	-1,420.90	-100.0%
Cost	4,262.70	4,262.70	0.00	0.0%
Total Tents	1,420.90	2,841.80	-1,420.90	-50.0%
Total Equipment - Major Asset	32,207.82	39,985.06	-7,777.24	-19.45%
Total Fixed Assets	32,207.82	39,985.06	-7,777.24	-19.45%

Lakeshore United FC
Balance Sheet Prev Year Comparison
As of December 31, 2016

	Dec 31, 16	Dec 31, 15	$ Change	% Change
TOTAL ASSETS	184,502.36	160,352.09	24,150.27	15.06%
LIABILITIES & EQUITY				
Equity				
Opening Balance Equity	143,783.36	143,783.36	0.00	0.0%
Unrestricted Net Assets	16,568.73	1,305.16	15,263.57	1,169.48%
Net Income	24,150.27	15,263.57	8,886.70	58.22%
Total Equity	184,502.36	160,352.09	24,150.27	15.06%
TOTAL LIABILITIES & EQUITY	184,502.36	160,352.09	24,150.27	15.06%

Lakeshore United FC
Balance Sheet Prev Year Comparison
As of December 31, 2017

	Dec 31, 17	Dec 31, 16	$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
CDs				
BankFirst 6702 - 4/10/18 1%/6mo	25,000.00	0.00	25,000.00	100.0%
KCU 6000 - 5/22/18 1.4%/11mo	50,000.00	0.00	50,000.00	100.0%
KCU 6000 - 7/18/18 1.4%/11mo	25,000.00	0.00	25,000.00	100.0%
KCU 6000 - 7/25/18 1.4%/11mo	25,000.00	0.00	25,000.00	100.0%
KCU 820 - 6/16/17 .35%	0.00	19,489.13	-19,489.13	-100.0%
WF - 3260 - 2/22/17 .01%/6mo	0.00	28,271.94	-28,271.94	-100.0%
WI B&T 487 - 12/8/17 .8%/3yr	0.00	16,525.77	-16,525.77	-100.0%
WI B&T 612 - 8/17/17 .35%/6mo	0.00	21,623.05	-21,623.05	-100.0%
Total CDs	125,000.00	85,909.89	39,090.11	45.5%
Checking-KCU (Club Fundraising)	100.00	100.00	0.00	0.0%
Checking - LUFC	27,403.42	63,978.63	-36,575.21	-57.17%
Savings - WF .03%	2,306.72	2,306.02	0.70	0.03%
Total Checking/Savings	154,810.14	152,294.54	2,515.60	1.65%
Total Current Assets	154,810.14	152,294.54	2,515.60	1.65%
Fixed Assets				
Equipment - Major Asset				
Banners				
Accummulated Depreciation	-746.10	-497.40	-248.70	-50.0%
Cost	746.10	746.10	0.00	0.0%
Total Banners	0.00	248.70	-248.70	-100.0%
Floor - Futsal				
Accummulated Depreciation	-17,397.21	-11,598.14	-5,799.07	-50.0%
Cost	40,593.50	40,593.50	0.00	0.0%
Total Floor - Futsal	23,196.29	28,995.36	-5,799.07	-20.0%
Goals - Futsal				
Accummulated Depreciation	-925.71	-617.14	-308.57	-50.0%
Cost	2,160.00	2,160.00	0.00	0.0%
Total Goals - Futsal	1,234.29	1,542.86	-308.57	-20.0%
Tents				
Accummulated Depreciation	-4,262.70	-2,841.80	-1,420.90	-50.0%
Cost	4,262.70	4,262.70	0.00	0.0%
Total Tents	0.00	1,420.90	-1,420.90	-100.0%
Total Equipment - Major Asset	24,430.58	32,207.82	-7,777.24	-24.15%

Lakeshore United FC
Balance Sheet Prev Year Comparison
As of December 31, 2017

	Dec 31, 17	Dec 31, 16	$ Change	% Change
Total Fixed Assets	24,430.58	32,207.82	-7,777.24	-24.15%
TOTAL ASSETS	179,240.72	184,502.36	-5,261.64	-2.85%
LIABILITIES & EQUITY				
Equity				
Opening Balance Equity	143,783.36	143,783.36	0.00	0.0%
Unrestricted Net Assets	40,719.00	16,568.73	24,150.27	145.76%
Net Income	-5,261.64	24,150.27	-29,411.91	-121.79%
Total Equity	179,240.72	184,502.36	-5,261.64	-2.85%
TOTAL LIABILITIES & EQUITY	179,240.72	184,502.36	-5,261.64	-2.85%

APPENDIX C

DESTINATION O'FALLON

How an Illinois City Became a Hot Spot for Recreational Tourism

ARTICLE | Feb 27, 2018



Soccer fields at the O'Fallon Family Sports Park. Photo provided by O'Fallon, Illinois.

By Walter Denton and Grant Litteken

Walter Denton, ICMA-CM, is city administrator, and Grant Litteken is assistant to the city administrator, O'Fallon, Illinois

Promoting tourism is easy for some communities. Oceans, mountains, and historic landmarks have their own natural appeal. How do local governments attract visitors without these types of attractions?

The city of O'Fallon, Illinois (a St. Louis suburb with 30,400 population), used its central location and high-quality-of-life ethic to create an economic development engine built around recreational tourism. Each year, thousands of soccer, baseball, softball, and lacrosse teams travel to O'Fallon to compete in regional and national tournaments.

The players on those teams, along with their parents and sometimes extended families, stay in O'Fallon hotels, eat in O'Fallon restaurants, and shop in O'Fallon stores. Economic impact studies estimate that families staying overnight in O'Fallon spend an average of $136 per day, which translates into $5.1 million in economic impact each year.

O'Fallon plans to double that total impact with the completion of "Destination O'Fallon." The city launched this in 2016, its most ambitious project to date. It is an economic development initiative that is an investment in the community and intended to spur economic growth, to support youth and families in a truly positive way, and to help the city realize its vision for a successful and prosperous community.

Destination O'Fallon included a number of projects and community-wide investments intended to make it a national destination. Two of the largest projects include a state-of-the-art, multi-sports complex in O'Fallon's existing Family Sports Park and a new multi-purpose community plaza in the heart of downtown.

Finding Funding

Proposing a progressive idea without a way to pay for it is a death sentence for any project. So, first and foremost, the city had to find a funding source for its vision.

Any effort to raise funds through property tax would surely be followed by city leaders being chased out of town. This is especially true in Illinois, which has the second highest property taxes in the country—nearly double the national average.

An increase in sales tax could cause a decrease in retail growth and would be a counterproductive economic development strategy. O'Fallon leaders knew the importance of reinvesting in the growth of the community and quickly concluded that most traditional funding sources would be prohibitive, besides one: the hotel occupancy tax.

The idea was not revolutionary, but it was bold. The city asked hotels to support a 4 percent increase in the hotel operators' occupation tax, which is a tax on overnight hotel bookings. The logic for this tax was based on the premise that the money collected would be used to promote economic development.

Economic development, in turn, would result in additional business for the hotel and lodging industry. Economic development that increases hotel use and lodging plus attracts visitors to a community is tourism.

When the foundation of this tourism rests upon parks, recreation, and sports, it is "recreational tourism." O'Fallon's local hotels recognized the potential and supported the project.

Increasing the Hotel/Motel Tax

In November 2016, councilmembers voted to increase O'Fallon's hotel occupancy tax rate from 5 percent to 9 percent to cover payment of multiple construction projects for the comprehensive plan's outline, which has the goal of attracting more visitors and businesses.

The plan was full-circle economic development, using hotel tax revenue from out-of-town visitors to fund economic development infrastructure, which results in higher use of hotels. Prior to Destination O'Fallon, hotel use in O'Fallon was approximately 163,000 room stays per year, resulting in approximately $16.3 million revenue for hotels. The 5 percent hotel/motel tax meant $815,000 in tax revenue for the city.

These figures are based on the average for a night's stay at $100, before taxes and fees, an amount typical for O'Fallon hotels. By increasing the tax, the city stood to gain an additional $652,000 in tax revenue annually. The city used this additional revenue to fund the $9.5 million bond needed to pay for the project.

The city also budgeted and structured the finances conservatively, basing the increased revenue on only the increase of the tax rate and not on an increase in hotel room usage. Any growth in hotel usage would result in further increased revenue that would not be earmarked for retiring debt. In other words, more heads in beds means more revenue for city use.

A New Family Sports Park

The most impactful project would be in the O'Fallon Family Sports Park. The city proposed to convert its existing natural grass soccer fields into eight all-weather, state-of-the-art, multisport fields that could host soccer tournaments as well as many other sports, showcases, and events.

With an anticipated 2,000 games to be played on each of these fields every year, the city needed a playing surface that could withstand both wear and water. A natural grass field could not stand up to this level of play.

The durability of fields was also important for attracting tournaments to the area. A resilient playing surface is essential as no one wants to travel three to five hours to a tournament that might get rained out or cancelled due to weather conditions.

As with anything, higher quality costs more money. The city knew it would have to make a significant investment to ensure its place as a competitive market for large tournaments.

Early estimates for improvements to the sports park presented a budget of $13 million and a build schedule of 16 months—a budget and timeline that nearly stopped the project dead in its tracks. City staff went back to the drawing table, and this time invited a local construction firm to reprogram the project scope, approach, and delivery system so that the project could be completed and usable in less than nine months and within the $9.5 million budget.

An accelerated construction schedule and reduced construction costs were accomplished with unique techniques implemented by the construction firm and O'Fallon's parks and recreation staff. Reduction of the budget and schedule were accomplished by implementing a field design that minimized drainage, grading, and soil stabilization and used a cooperative purchasing program through the National Joint Powers Alliance (NJPA).

Purchasing through NJPA allowed O'Fallon to purchase the fields and LED lighting at a significant savings. The savings, estimated at approximately $800,000, provided enough budget room not only to complete the project within budget but also to allow for an additional field to be added.

NJPA's cooperative contract purchasing leverages the national purchasing power of more than 50,000 member agencies, while also streamlining the required purchasing process. As a national, municipal contracting agency, NJPA establishes and provides nationally leveraged and competitively solicited purchasing contracts under the guidance of the Uniform Municipal Contracting Law. Joint-powers laws enable members to legally purchase through the organization's awarded contracts.

In addition to cooperative purchasing, the city used two traditional bid packages for restroom facilities and support infrastructure. This was done to complete the scope of the field construction in 89 days and construction of the entire complex in less than six months, which included nearly two miles of walking paths and more than 650 new parking spaces.

Most importantly, the project was completed within budget, at $9.3 million.

On September 15, 2017, the city reopened the sports park, featuring eight synthetic, all-weather turf fields with LED lighting. Residents kicked a soccer goal instead of the traditional ribbon cutting.

The city anticipates 10 tournaments in the first year, with more than 150 teams participating in each tournament. The city is preparing to conduct an economic impact analysis of the new development, but early evaluations have estimated that the economic impact of the family sports park could double from $5.1 million to more than $10 million each year.

In addition to the profound economic impact and attraction of large tournaments, the new fields will be used for more than 200 local youth soccer league games and at least 300 practices by local soccer teams and clubs.

Turning Attention to the Downtown Area

Once the fields and the sports park were complete, the city turned to creating a new destination in its historic downtown.

While a good problem to have, O'Fallon's convenient location and interstate access prevent many visitors from experiencing the entire community. Downtown O'Fallon is vibrant and distinctive, but a visiting family might spend an entire weekend in O'Fallon—all within one mile of the Interstate—playing in soccer games, sleeping in a hotel, eating, and shopping, without knowing of the existence of downtown O'Fallon.

It would take something special to get them to travel off the beaten path, and visit the heart of the community.

City leaders looked at successful downtowns like Lexington, Kentucky, and Kirkwood, Missouri, and each had one distinguishable asset: a central gathering space that could host events, farmers markets, performances, and much more.

Along with the sports complex improvements, O'Fallon set out to build a downtown plaza as a central gathering spot. When complete, it will attract residents and visitors to its location, and therefore grow this part of O'Fallon into another destination.

The intent is that the plaza will provide a destination that works in unison with the sports tournaments and other already established attractions. At the time this article was written, O'Fallon was still in the design phase to navigate the challenges of building a multiuse pavilion in a downtown setting: parking, impact on nearby residents, railroad tracks, and one inconveniently located high-pressure gas main.

Despite the challenges, the city continues to press forward on improving its eclectic heart and core and expects the new plaza to be complete in 2018.

Support Pivotal to Success

No project of this magnitude can be done in a vacuum. O'Fallon was only able to complete these projects due to the great support and assistance from many individuals and organizations.

A great deal of thanks is owed to current and past mayors, current and former councilmembers, city staff, and contractors who helped make this a successful project that saved $800,000 in project costs. All this without losing any playing time for regional and national tournaments.

Walter Denton, ICMA-CM, is city administrator, and Grant Litteken is assistant to the city administrator, O'Fallon, Illinois (wdenton@ofallon.org; glitteken@ofallon.org).

INSIGHT ON
SPORTS TOURISM

By Sean P. Johnson

Sports spectacular

Athletic events drive visitors and tourism spending throughout the New North

Jeff Pistone knew he was onto something the first time he approached an area volleyball club with the idea of building additional courts for the Fox Valley region.

Not only were they enthusiastic, the club was willing to sign a long-term deal for practices and tournaments at the new facility – and Pistone and his partners had not yet broken ground on what is now Lake Park Sportzone, an indoor sports complex in Menasha.

"That reaction sort of solidified the business plan for us," Pistone says. "We knew there was a need, we just didn't know how intense it was."

Pistone and his partner officially opened Lake Park Sportzone in February, and already they are seeing high demand for the space by area volleyball and basketball leagues and tournaments. One tournament sold out in 24 hours after it was announced it was moving to the new facility.

The upcoming fall and winter calendar is filling fast, with tournaments already booked from December through May. Many weekends feature multiple basketball or volleyball tournaments, each bringing between 400 and 800 people into the Fox Cities.



From October thru April each year, players, coaches and fans can be found in gyms across Northeast Wisconsin for basketball and volleyball tournaments. A recent study found that with more floor space, the region could attract additional tournaments.

"It's a recurring complaint there aren't enough wood floors in this region to support the tournament opportunities that are out there," Pistone says.

Nationwide, sports-related tourism, from major events such as the Super Bowl to youth sports tournaments such as those held at Lake Park Sportzone and other facilities, represents more than $9 billion in economic activity.

Many communities are putting together specific strategies to capture a larger share of that growing market. Northeast Wisconsin is no exception.

"The industry has grown rapidly

The 2015 PGA is expected to draw 225,000 to Kohler's Whistling Straits in Sheboygan Aug. 10-16 — and another 500 million TV viewers worldwide. See "Dynamic Drive," page 22.

and every community wants to put itself in a position to capture as much as possible," says Matt Ten Haken, director of sports marketing for the Fox Cities Convention & Visitors Bureau.

Northeast Wisconsin does well when it comes to tourism in general and sports tourism specifically. Direct visitor spending topped $11 billion in Wisconsin in 2014, an increase of 5.3 percent from the previous year, according to the latest statistics released by the Wisconsin Department of Tourism. Northeast Wisconsin's share of that was $2.4 billion.

Determining just how much of that spending is sports-related is a bit less clear. Some events are easier to tie specific dollar values to than others.

Certainly, when you think of sports and Northeast Wisconsin, the Green Bay Packers come to mind. A study from 2010 found that game day spending exceeds $13.5 million,

> "The industry has grown rapidly and every community wants to put itself in a position to capture as much as possible. There are a number of communities just like us who want a piece of that exponential growth."
>
> – Matt Ten Haken, director of sports marketing for the Fox Cities Convention & Visitors Bureau


Brad Toll

says Brad Toll, executive director of the Green Bay Convention and Visitors Bureau.

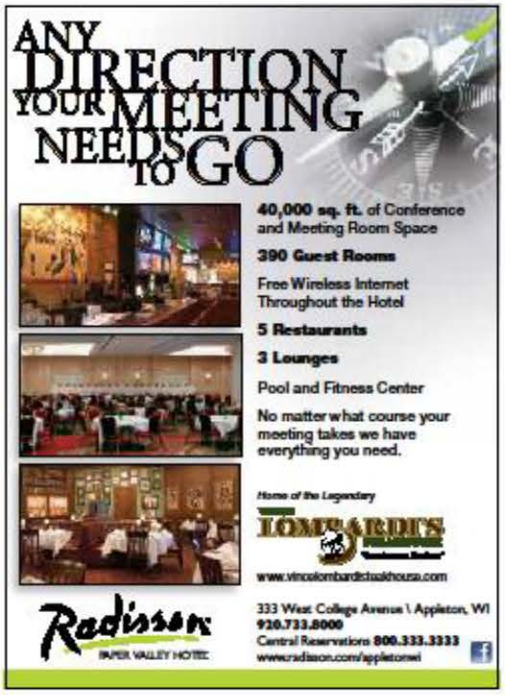
Plus, there is the incalculable value of having the community showcased during the broadcast of home games.

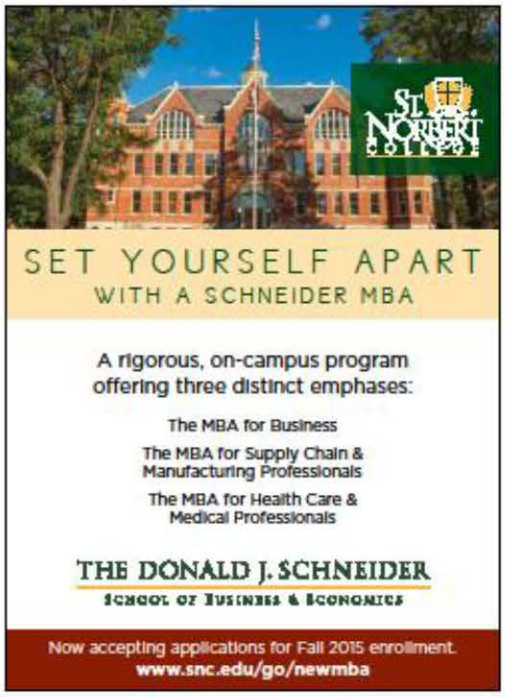
"Green Bay is a city that literally has world-wide recognition thanks to our famous sports team," Toll says. "A winning team is also very helpful as it adds to the number of nationally televised games each year and that puts our community in front of an audience of millions on a regular basis throughout the season, something we could not do with our marketing budget."

But the economics extend well past the Packers.

The Fox Cities will host the U.S. Youth Soccer Region II Championships this month, featuring 216 of the best teams from the Midwest playing in Appleton and De Pere.

[continued] »





The event is expected to draw more than 3,500 players and up to 12,000 spectators as teams from 14 states travel to Wisconsin to compete.

Regionally, that's expected to translate into more than 12,000 nights of hotel bookings and $6.5 million in visitor spending. This is the third time since 2006 the Fox Cities have hosted the event.

Three factors have helped distinguish the Fox Cities from sites in the 14 states of Region II: quality facilities, an active and qualified volunteer base and the welcoming nature of the area, says Peter Mariahazy, director of technology and human resources at Modern Business Machines in Appleton and president of Wisconsin Youth Soccer.

"One thing we consistently hear from the teams and fans that come is how warm and welcoming the people here are," Mariahazy says. "We work really hard to enhance the experience so teams feel it's more than a tournament, but a championsip."

The Region II Championships are part of the U.S. Youth Soccer National Championship series.

Additionally, the Fox Cities region will again host the Division III College World Series and the Wisconsin high school baseball championships, while Green Bay played host to the high school girls' basketball tournament. Each brings visitors — and revenue — from outside the community.

During the course of the year, there are hundreds of youth baseball, volleyball, basketball, lacrosse, hockey and soccer tournaments of various sizes throughout the region. Throw in the marathons and hunting and fishing, and it's a big marketplace to tap into.

Ten Haken says that of the estimated $11 million in sports-tourism spending in the Fox Cities, as much as 90 percent of it is related to youth sports and tournaments.

And there is an opportunity for more.

A study prepared for the Fox Cities CVB by the Huddle Up Group in 2014 found the area was missing out on opportunities to attract additional events to the region because of a lack of facilities, particularly hard court surfaces for basketball and volleyball.

The Green Bay area faces a similar challenge, Toll says.

"Our region could use additional facilities," Toll says. "Our dream is to someday have the old Brown County Arena and ShopKo Hall (a part of the Brown County Veterans Memorial Complex) turned into one large contiguous building that could hold these types of sporting events as well as large expositions and tradeshows."

HUG recommended a plan of action for the Fox Cities area that included using an increase in the hotel-bed tax to finance the development of additional facilities. Ten Haken says the CVB is still evaluating the





The Fox Cities will host the U.S. Youth Soccer Region II Championships this month. The tournament will feature more than 200 teams from the Midwest and is expected to generate $6.5 million in visitor spending.

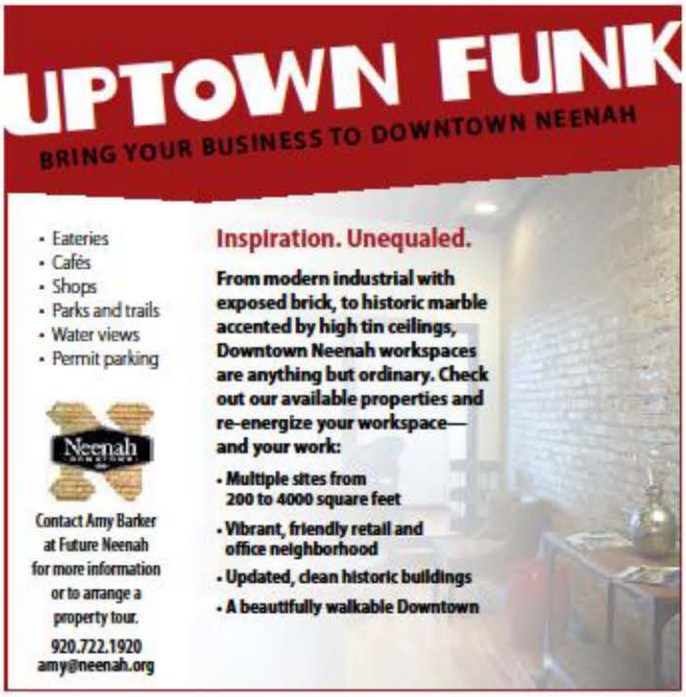
recommendations and hopes to have a plan to present to the communities involved later this year.

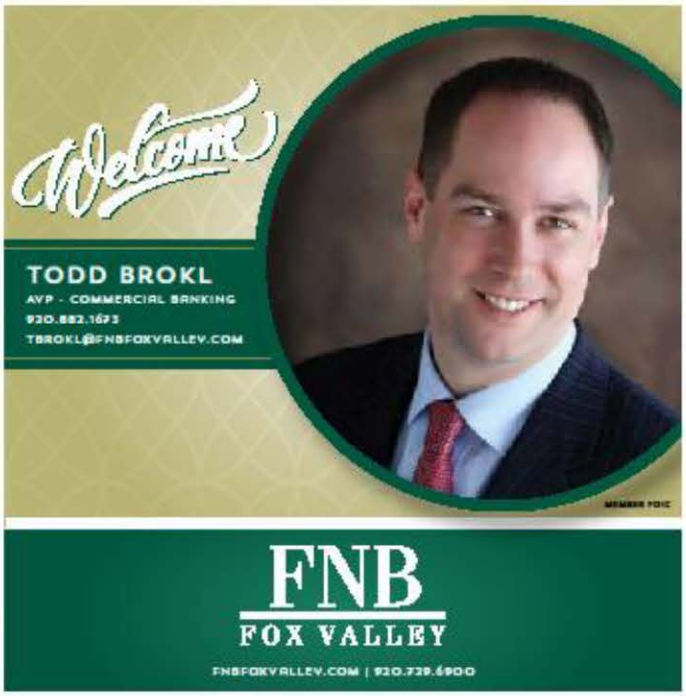
Even with the addition of Lake Park Sportzone, there is a need for expanded and updated facilities in order to remain competitive in the marketplace. In addition to courts for basketball and volleyball, there is a need for additional ice to support hockey and figure skating as well as outdoor turf facilities that would support soccer, rugby and lacrosse.

"We need to look at what's feasible and what the schedules and demand really are," Ten Haken says. "We want to make sure we remain competitive."

All that pent-up demand has Pistone thinking about growth opportunities. He has the property to nearly triple the size of Lake Park Sportzone if needed. Just doubling the courts he has now would make his facility the largest volleyball complex in Wisconsin.

"We wanted to start smaller to make sure we could fill the space," Pistone says. "If the economics work – and I'm not sure about the tournaments yet – we've got space."





III

Other Matters

Res. No. 17 - 18 - 19. By Alderpersons Wolf and Sorenson. May 7, 2018.

A RESOLUTION approving the terms and conditions of the Land Lease Agreement for Butzen Sports Complex between the City of Sheboygan and Lakeshore United FC for a soccer facility to be located on the west side of South Business Drive between Hiawatha Court and Behrens Parkway.

RESOLVED: That the City of Sheboygan hereby approves the terms and conditions of the Land Lease Agreement for Butzen Sports Complex between the City of Sheboygan and Lakeshore United FC, in form substantially similar to the document attached hereto.

BE IT FURTHER RESOLVED: That the Mayor and City Clerk are hereby authorized to sign all necessary documents on behalf of the City of Sheboygan.

Public Works

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

LAND LEASE AGREEMENT
FOR BUTZEN SPORTS COMPLEX

This **LAND LEASE AGREEMENT** ("Lease") is made and entered into this _____ day of _____, 2018 by and between the **CITY OF SHEBOYGAN,** a Wisconsin Municipal Corporation hereinafter referred to "CITY" and **LAKESHORE UNITED FC,** a Wisconsin Nonprofit Limited Liability Company hereinafter referred to as "LUFC".

I. RECITALS

WHEREAS, the CITY is the owner of certain real estate described as follows:

Parcel #1:

PRT NE1/4, SEC 4, T14N, R23E; COM 1335.18' S OF NE COR SD1/4; TH S88 DEG 50'W 2214.96'; S1 DEG 33'W 1302.46'; E TO CEN USH 141; NE ON HWY TO A PNT E OF BEG; TH W TO BEG; EXC COM 1335.18' SOF NE COR SEC 4; TH S88 DEG 50'W 448.7'; S11 DEG 28'W 543.25'; S78 DEG 50'E 375.25'; N67 DEG 30'E 95.45' TO CEN USH 141; N16 DEG 32'E ON CEN SD HWY 604.1'; TH S88 DEG 50'W 73.4' TO BEG; EXC THE S 97' OF AFOREDESC, & EXC COM1335.18' S OF NE COR SEC 4; TH S88 DEG 50'W 448.7'; S11 DEG 28'W 543.25' TO PNT OF BEG; TH S78 DEG 50'E 375.25' TO W R/W USH 141; S16 DEG 32'W 200'; N78 DEG 50'W 375.25'; TH N11 DEG 28'E 200' M/L TO BEG; EXC LOT 1 15CSM9 #1497070; AND ALSO EXC PRT ANNEXED TO CITY FILE #1166487 AND EXC HWY CONV #1954201.

Parcel #2:
SEC 04 T14N R23E PRT E1/2 OF NE1/4 COM AT NE COR SEC 4, TH S 1* E ALG E LN SEC 4 1,335.18' TO P.O.B., TH S 88*22'34" W 469.99', TH S 11*12'04" W 743.25', TH S 79*05'56" E 387.31' TO A PT THAT IS 45' FROM CTR LN SO. BUSINESS DR., TH N 16*13'49" E 849.59', TH S 88*22'34" W 3.60' TO P.O.B., EXC HWY CONV #1954201.

which property is located on the west side of South Business Drive between Hiawatha Court and Behrens Parkway, (herein "BUTZEN") and must, pursuant to a Restrictive Covenant recorded with the subject real estate, utilize the subject premises for recreational use;

WHEREAS, LUFC desires to operate a recreational facility at BUTZEN, primarily focused on its successful soccer programs;

WHEREAS, the CITY and LUFC agree that having a quality soccer facility at BUTZEN will provide a direct benefit to city residents who would use the facility as players, coaches, and spectators, but that it will also provide economic development and tourism opportunities that will benefit local residents and businesses;

WHEREAS, LUFC and the CITY wish to enter into a land lease for BUTZEN for LUFC's utilization of the premises for recreational purposes, more specifically, LUFC's long term soccer operations;

WHEREAS, LUFC and CITY agree that said recreational use shall include the operations of LUFC as well as the needs of the community at large, which includes but is not limited to, sports, clubs, and other organizational use consistent with recreational use;

WHEREAS, LUFC intends to begin a fundraising campaign in several phases to develop the property to become one of the top outdoor sports facilities in the state;

WHEREAS, CITY shall provide LUFC with use of all soccer fields, concessions, restrooms, and related infrastructure at BUTZEN as set forth in the attached Exhibit A. Exhibit A is hereby incorporated by reference;

WHEREAS, in recognition of the needs of the community, and those specific to Sheboygan Youth Football, LUFC shall provide Sheboygan Youth Football with a Sublease Agreement for use of BUTZEN as set forth in a Subleasing Agreement. Said Subleasing Agreement is attached hereto as Exhibit B, and Exhibit B is hereby incorporated by reference;

WHEREAS, LUFC will have complete and exclusive use and control of the space currently designated in Exhibit A, a multipurpose field, concession stands, parking lots, restrooms, and related infrastructure at BUTZEN; with the provision that the CITY can access and utilize such property with LUFC's prior approval;

WHEREAS, LUFC shall be solely responsible for the care and maintenance of the leased premises set forth in Exhibit A, the multipurpose field, the concession stands, restrooms, and related infrastructure and everything within;

WHEREAS, the CITY agrees and understands that all profits from LUFC's operations, including but not limited to, concessions, revenue from operational and related activities belong to LUFC. LUFC will manage concessions year round;

WHEREAS, those areas subject to the Sublease Agreement (Exhibit B) shall be under the care, maintenance, and use of Sheboygan Youth Football for the time period indicated therein, subject to all terms and conditions of Exhibit B, as well as those terms and conditions of this Agreement;

WHEREAS, the CITY and LUFC agree to the terms of the Agreement for an initial term of five (5) years, with grounds for termination during the initial term of the lease based on meeting various benchmarks for fundraising and construction; if LUFC meets all said benchmarks, the CITY agrees to renew this Agreement at the end of this period for a period of twenty-five (25) years with no substantive changes unless LUFC agrees or initiates those changes;

NOW, THEREFORE, for good and valuable consideration, the receipt of which is hereby acknowledged, the parties agree as follows:

1. **DUTIES AND RIGHTS OF THE CITY:** The CITY, as owner of BUTZEN, shall allow LUFC to have complete and exclusive control to the space currently set forth in Exhibit A, the multipurpose field, concession stands, parking lots, and restrooms at BUTZEN, with the provision that the CITY can access areas of Exhibit A with LUFC's prior approval.

1.1 **HOUSEKEEPING AND REPAIRS:** The CITY agrees following an event occurring as a result of a request by the CITY in those areas of Exhibit A shall be returned to a state of cleanliness and repair as found prior to the event. The CITY may choose to make any repairs to the facility that occur as a direct result of the activities held at the facility on behalf of any request from the CITY. Should it choose not to make such repairs, it shall notify LUFC of its election, and LUFC may bill the CITY for any necessary repairs.

1.2 **BOARD MEMBERSHIP:** The CITY shall have a Board Member on the LUFC Board of Directors to represent its interests and concerns.

2. **DUTIES AND RIGHTS OF LUFC:** LUFC shall be solely responsible for the care, maintenance, and upkeep of the Leased Premises including those areas depicted on Exhibit A, the multipurpose field, concession stands, restrooms, and related infrastructure and everything within; which shall be subject to the terms and conditions of Exhibit B (the Sublease Agreement).

2.1 **MAJOR MODIFICATIONS:** LUFC must seek prior approval from the CITY prior to making any major modifications to the facilities at BUTZEN. This includes, but is not limited to: the removal of soil or grass; installation of irrigation lines; construction of permanent bleachers; modification to any existing structure; construction of any fences or similar barriers; construction of any new permanent structure; and any other possible modification that serves to change the use of the land in a permanent way. LUFC shall pay for all major modifications. This is exclusive of modifications and/or improvements initially agreed upon prior to the effective date of this Agreement, including but not limited to, those facilities and infrastructure set forth in Exhibit A, as well as the following:

1. Installation of fencing;
2. Modification to soccer fields with the installation of artificial turf over current areas;
3. Construction of additional concession areas, shelters, or restrooms;
4. Construction of a dedicated signage referred to as "BUTZEN SPORTS COMPLEX"; and
6. Additional parking areas.

Such major modifications shall become the property of the CITY as an unconditional gift to the CITY, in the event LUFC were to vacate the subject premises.

2.2 **MINOR MODIFICATIONS:** LUFC does not have to seek CITY approval for minor modifications. This includes activities that are generally of a non-permanent nature, including, but not limited to: adding signage; mowing grass; painting fields; maintaining goals; adding portable bleachers, and generally those modifications that are of a non-permanent nature or do not fundamentally change the use of the subject premises.

2.3. **INSURANCE AND WAIVERS:** LUFC agrees to provide insurance for all buildings on the property as well as all insurable interest in the property that are considered permanent structures and LUFC shall add the CITY as an additional insured under any applicable insurance policy. LUFC further agrees to obtain waivers and/or releases from any and all participants for any expenses incurred due to personal injury at the BUTZEN facility. The only exception to this requirement is for events hosted by the CITY. In any instance, LUFC is not obligated to obtain insurance and/or waivers for that event.

2.4 **REPAIRS:** LUFC agrees to pay for the costs of all repairs, maintenance, and upgrades to those areas as set forth in Exhibit A, including multipurpose field, concession stands, restrooms, and related infrastructure at BUTZEN.

3. **CONSIDERATION:** In consideration for allowing LUFC the use of BUTZEN, LUFC agrees to continue its operations for the duration of the Lease. If at any time LUFC ceases operation, the CITY shall have the immediate right to terminate the Lease.

4. **SUBLETTING:** LUFC shall have entered into a Sublease Agreement with Sheboygan Youth Football for the duration of the Lease, and said Sublease Agreement shall run concurrent thereto. The Sublease Agreement, as previously referenced, is attached hereto as Exhibit B and Exhibit B is hereby incorporated by reference. LUFC shall not be precluded from subletting to other groups, organizations, or private persons provided the intended use is consistent with recreational purposes as set forth in the Restrictive Covenant previously referenced. Request(s) for subletting may be received at any time, and LUFC may withhold approval thereto with such approval to not be unreasonably withheld.

5. **RULES AND REGULATIONS:** LUFC shall abide by and operate in accordance with all applicable laws, rules, and regulations, including any and all Federal and State rules, regulations and requirements, as well as all ordinances duly adopted by the CITY with all terms and conditions listed herein.

6. **TERM AND TERMINATION:** This Agreement shall last for a period of five (5) years, beginning January 1, 2018, and ending on December 31, 2022. Should LUFC meet all benchmarks listed as part of this section, this Agreement shall automatically renew for a twenty-five (25) period, beginning January 1, 2023, and ending on December 31, 2048, unless LUFC provides written notice of its intention to terminate said lease as forth in this Lease.

   However, LUFC may terminate this Agreement for any reason or no reason at all by providing written notice of its intention to terminate to the CITY. Such notice must be sent at least one (1) year prior to the effective termination date. The CITY may terminate this Agreement at any time LUFC commits a material breach, which includes, but is not limited to: failure to procure necessary insurance, making modifications without the CITY's prior approval, ceasing to operate as set forth in Paragraph 2.1 of this Lease, failing to maintain and care for those areas set forth in Exhibit A, concession stands, restrooms, and related infrastructure and everything within. Upon notification of a material breach, LUFC shall be provided with a Written Notice of Right to Cure Default and may cure the breach to the reasonable satisfaction of the CITY within thirty (30) days from receipt of written notice from the CITY. If LUFC fails to cure a material breach within such time period, the CITY has the right to immediately terminate this Lease. If the CITY proceeds with termination based upon a failure to cure a breach, the LUFC may appeal that termination to the City of Sheboygan Common Council within fifteen (15) days of being notified. In the event LUFC becomes insolvent, or becomes the subject of a voluntary/involuntary bankruptcy, this Agreement shall terminate immediately.

7. **EXCLUSIVITY:** For as long as this Agreement is in effect, the CITY agrees to seek prior approval from LUFC before allowing any other entity to make use of those areas as set forth in Exhibit A, the multipurpose field, concession stands, parking lots, and restrooms, and related infrastructure at BUTZEN. CITY events and/or CITY sponsored events shall take precedence or priority of LUFC events, operations, and programming.

8. **INDEMNITY:** LUFC agrees to indemnify and hold harmless the CITY, including its officers, directors, employees, agents, and affiliates, against any and all losses, costs, claims, damages, fines, penalties, expenses, including without limitation attorneys' fees, and for any and all liabilities incurred as a result of, or arising out of, any act or omission with regard to any event held at BUTZEN regardless of whether such claim or liability is the result of the acts of LUFC or third parties. This indemnity and hold harmless obligation of LUFC shall survive termination of this Agreement. The only exception to this indemnification provision is for events hosted by the CITY.

9. **NO PARTNERSHIP:** The relationship of the parties is as landlord (CITY) and tenant (LUFC) and is not intended to be nor is a partnership or joint venture. Neither party is liable to any third party for the acts or omissions of the other party.

10. **GENERAL PROVISIONS:**

10.1 **NOTICES:** All notices and requests in connection with this Agreement shall be deemed deliberate or given as of the date they are sent and may be addressed as the parties designate. Notice to be provided to the following:

1. As to the CITY, City of Sheboygan, 828 Center Avenue, Sheboygan, WI 53081
   Email: Darrell.Hofland@sheboygan.wi.gov
   Phone: (920) 459-3917

2. As to LUFC, Lakeshore United FC, c/o Joseph J. Voelkner, 602 North 6th Street, Sheboygan, WI 53081
   Email: josephvoelkner@olsenkloetlaw.com
   Phone: (920) 458-3701

10.2 **PRIOR APPROVAL:** Whatever prior approval as may be required under this Lease, such approval shall be in writing and signed within fifteen (15) days by the CITY and the appropriate designee for LUFC. LUFC agrees that only members with their Board of Directors designated thereby have the authority to sign a prior approval. No major modification or Sublease shall be deemed approved unless signed by the CITY and the appropriate designee from LUFC.

10.3 **FURTHER ASSURANCE:** Parties hereto, from time to time after execution of this Agreement and without further consideration, shall execute and deliver as appropriate such documents and take such further actions as may be reasonable and necessary to carry out and consummate their transactions contemplated by this Agreement.

10.4 **AUTHORITY:** Each of the parties hereto represents and warrants to the other that it has the requisite authority to enter into this Agreement and to fully perform its obligations hereunder.

10.5 **ENTIRE AGREEMENT:** This Agreement constitutes the Agreement and understanding of the parties hereto with respect to the subject matter hereof and supersedes and terminates all other prior commitments, arrangements, or understandings, both oral and written, with respect to the subject matter hereof.

10.6 **MODIFICATION:** This Agreement may not be modified or amended except by instrument in writing executed by all parties hereto.

10.7 **GOVERNING LAW:** This Agreement shall be governed by and construed in accordance with the laws of the State of Wisconsin.

10.8 **SEVERABILITY:** The provisions of this Agreement are severable and the invalidity of one or more of the provisions shall not be deemed to limit or otherwise affect the construction of any provision hereof.

10.9 **HEADINGS:** The descriptive headings of this Agreement have been inserted for convenience and shall not be deemed to limit or otherwise affect the construction of any provision hereof.

10.10 **WAIVER:** None of the provisions of this Agreement shall be deemed to have been waived by any act or acquiescence on the part of any party or other agents or employees, and may be waived only by an instrument in writing and signed by an authorized officer of the waiving party. No waiver of any provision of this Agreement shall constitute a waiver of any of the provisions or of the same provision on any other occasion.

10.11 **ASSIGNMENT:** No party may assign this Agreement without prior written consent of the other party.

10.12 **DISPUTE RESOLUTION:** Prior to any party initiating formal legal action against the other party for any breach or alleged breach of this Agreement, the parties that said dispute shall be submitted to non-binding mediation. The cost of such mediation shall be split equally between the CITY and LUFC.

10.13 **FORCE MAJEURE**: Neither party shall be liable for any failure to perform any obligation under this Agreement because of acts of God, nature, or a Federal, State, or local government agency, war, civil disturbance, labor dispute, or shortage, electrical or mechanical breakdown, or any other cause beyond the control of that party, including the issuance of an injunction by either a State or Federal Court prohibiting the party from carrying on its day-to-day operations as contemplated under the terms of this Agreement, provided, it takes all steps reasonably practical and necessary to affect prompt resumption of its responsibility set forth hereunder.

IN WITNESS WHEREOF, the parties have entered into this Lease Agreement as of the date first set forth above.

The CITY OF SHEBOYGAN, a Wisconsin Municipal Corporation	LAKESHORE UNITED FC, a Wisconsin Non-profit Limited Liability Company
BY: Michael Vandersteen, Mayor	BY: Anthony Klockow President

ATTEST: Meredith DeBruin, City Clerk

This document is authorized as to the CITY OF SHEBOYGAN by and in accordance with Res. No. _____-18-19.

This document consists of eight (8) typewritten pages, including the signature page.

Approved as to form this _____ day of _____, 2018.

Charles Adams
City Attorney
Sheboygan, WI 53081
State Bar No. 1021454

III

Other Matters

Res. No. 18 - 18 - 19. By Alderpersons Rindfleisch and Bohren. May 7, 2018.

A RESOLUTION authorizing the purchase of approximately .83 acres (land and building located on the northern portion of 1211 North 23rd Street) for future use by the City.

RESOLVED: That the City of Sheboygan hereby approves the terms and conditions of the Attachment to Amendment to Offer to Purchase between 2017 Acquisition Group, LLC and Sheboygan County, in form substantially similar to the document attached hereto.

BE IT FURTHER RESOLVED: That the Mayor and City Clerk are hereby authorized to sign all necessary documents on behalf of the City of Sheboygan to purchase the property.

Public Works

_____

_____

I HEREBY CERTIFY that the foregoing Resolution was duly passed by the Common Council of the City of Sheboygan, Wisconsin, on the _____ day of _____, 20____.

Dated _____ 20____. _____, City Clerk

Approved _____ 20____. _____, Mayor

State Bar of Wisconsin

Approved by the Wisconsin Real Estate Examining Board
10-1-15 (Optional Use Date) 1-1-16 (Mandatory Use Date)

WB-40 AMENDMENT TO OFFER TO PURCHASE

CAUTION: Use a WB-40 Amendment if both Parties will be agreeing to modify the terms of the Offer. Use a WB-41 Notice if a Party is giving a Notice which does not require the other Party's agreement.

Buyer and Seller agree to amend the Offer dated May 26, 2017, and accepted June 6, 2017 *, for the purchase and sale of real estate at 1211 North 23rd Street, Sheboygan, WI 53081, Wisconsin as follows:

Closing date is changed from _____ to _____.

Purchase price is changed from $_____ to $_____.

Other: * and as amended September 27, 2017 and January 12, 2018.

SEE ATTACHMENT.

The attached _____ is/are made part of this Amendment.

ALL OTHER TERMS OF THE OFFER TO PURCHASE AND ANY PRIOR AMENDMENTS REMAIN THE SAME.

This Amendment is binding upon Seller and Buyer only if a copy of the accepted Amendment is delivered to the Party offering the Amendment on or before _____ (Time is of the Essence). Delivery of the accepted Amendment may be made in any manner specified in the Offer to Purchase, unless otherwise provided in this Amendment.

NOTE: The Party offering this Amendment may withdraw the offered Amendment prior to acceptance and delivery as provided at lines 30-33.

This Amendment was drafted by Attorney Carl K. Buesing, Sheboygan County Corporation Counsel on 4/18/2018
Licensee and Firm ▲ Date ▲

This Amendment was presented by _____ on _____

2017 ACQUISITION GROUP, LLC Licensee and Firm ▲	SHEBOYGAN COUNTY Date ▲
(x) _____	(x) _____
Buyer's Signature ▲ Date ▲	Seller's Signature ▲ Date ▲
Print name ▸ By: J. Price, Member CITY OF SHEBOYGAN	Print name ▸ By: Adam N. Payne, County Administrator
(x) _____	(x) _____
Buyer's Signature ▲ Date ▲	Seller's Signature ▲ Date ▲
Print name ▸ By: Darrell Hofland, City Administrator	Print name ▸

This Amendment was rejected _____ _____ _____ _____
Party Initials ▲ Date ▲ Party Initials ▲ Date ▲

ATTACHMENT TO
AMENDMENT TO OFFER TO PURCHASE

Preliminary Recitals

WHEREAS, by Offer to Purchase accepted on June 6, 2017, 2017 Acquisition Group, LLC (hereafter "the Group") agreed to purchase and Sheboygan County (hereafter "the County") agreed to sell a certain parcel of real estate located at 1211 North 23rd Street, Sheboygan, Wisconsin; and

WHEREAS, the agreement was modified by WB-40 Amendments dated September 27, 2017 and January 12, 2018; and

WHEREAS, the Group's due diligence period has lapsed, and the closing is to be scheduled "not before September 20, 2018", except by mutual agreement; and

WHEREAS, the City of Sheboygan, a Wisconsin municipal corporation, (hereafter "the City") has indicated to the Group that it wishes to purchase a portion of the subject real estate and the Group and the City have no objections to allowing the City to purchase the portion, provided the City, the County, and the Group are able to come to an accord on the agreed terms and conditions upon which the transaction can take place as to both portions of the subject real estate.

Agreement

NOW, THEREFORE, it is agreed between the Group and the County, that the Offer to Purchase dated May 26, 2017, and accepted on June 6, 2017 as subsequently amended on September 21, 2017, and January 12, 2018 is amended to add the City as an additional party is further amended as follows:

1. Lines 4-5 and paragraph 1 of the Addendum is amended to provide that the Property at 1211 North 23rd Street, in the City of Sheboygan, Sheboygan County, Wisconsin, shall mean two parcels, one to be known as the "Main Parcel" in this Agreement, and the other to know known as the "Chimney Parcel" in this Agreement.

2. Line 8 is amended to provide that the Purchase Price is $1,340,000.00 to be paid by the Group to the County for the Main Parcel and $60,000.00 to be paid by the City to the County for the Chimney Parcel.

3. Line 10 is amended to provide that the Earnest Money is only to be credited to the Group's parcel purchase as provided therein.

4. Line 20 is amended to provide that at such time after the City has terminated its separate lease with the Group for the Main Parcel, the County may, at its sole discretion, remove from the former Highway Department Building on the Main Parcel three (3) boilers and one (1) generator and any other fixtures as the County and the Group may agree.

Any removal would only be with the consent of the Group. The Group is not obligated to maintain these items in any condition. The County shall pay all expenses for the removal of these items and for any necessary repairs resulting from their removal.

5. Lines 38-49 are amended to provide the following contact information for the City:

City of Sheboygan
c/o Mr. Darrell Hofland, City Administrator
828 Center Avenue, 2nd Floor
Sheboygan, WI 53081
Email: Darrell.Hofland@sheboyganwi.gov

6. Lines 340-371 and paragraph 8 of the Addendum are amended to reflect that the Group and the City accept the condition of title and the title insurance commitment, including the limitations therein as set forth in the letter from Sheboygan County Corporation Counsel Carl K. Buesing to the Group's attorney dated January 28, 2018, and subject to paragraph 9 hereafter.

7. The access easement in favor of the City as identified in the title insurance commitment along the South lot line of the Main Parcel (the "Existing Easement") shall be relocated to the North line of the Main Parcel in such location as mutually acceptable to the City and the Group (the "Relocated Easement") as part of the survey map that may be required to create the Main Parcel and the Chimney Parcel. The County shall incorporate such relocation in the deeds of title to be given to the Group and the City. The Relocated Easement shall be nonexclusive. In addition, the owner of the Main Parcel shall have no obligation to maintain, repair or improve any portion of the roadway located on the Relocated Easement. Upon the effective date of the Relocated Easement, the City shall have no further rights in the Existing Easement.

8. Paragraph 10 of the Addendum is amended to provide that a registered surveyor shall prepare a survey map as may be required to create the Main Parcel and the Chimney Parcel and to reflect the relocation of the easement referred to in paragraph 7. The survey shall be completed and approved by the Group, the City, and the County no later than May 15, 2018.

9. Paragraph 8 of the Addendum is further amended to reflect that the County will provide and shall pay the entire premium for the title insurance for the Main Parcel to the Group and the Chimney Parcel to the City, except that if the title company charges more to the County for the issuance of two policies for the two parcels, then it would have for one parcel, any additional insurance cost will be borne by the City.

10. Paragraph 10 of the Addendum is amended to reflect that closing shall be on Tuesday, May 22, 2018 at 9:00am, unless the parties agree to a different closing date.

11. Paragraph 14 of the Addendum is amended to reflect that:

(a) The County shall pay the cost of preparing the deeds.

(b) The Group and the City will each pay the cost to record the respective deed given to each of them.

(c) The County shall pay for the title insurance premiums except as previously noted in paragraph 9., above, and the Group and the City will each be responsible to pay for any other endorsements that they may require.

(d) The County, the Group and the City will each pay one-third (1/3) of any closing fee charged by the Title Company.

(e) The County shall pay any transfer fees or cost arising by reason of the transfer of the parcels.

(f) The City shall pay any costs associated with the survey requirements to create the Main Parcel and the Chimney Parcel and the relocating of the easements as described in paragraphs 7 and 8, above, and for any approvals required therefrom. The County shall tender the services of the County Surveyor to facilitate these requirements.

(g) The City shall pay any costs associated with extinguishing the easement described in paragraph 7, above, and recording of any relocation of the easement.

12. The Group and the City waive any other contingencies not otherwise addressed in this Addendum.

13. The County makes no warranties as to the conditions of the Property or the structural or mechanical components therein. The Chimney Parcel is being purchased by the City in an "AS IS" condition. The City has fully inspected, will fully inspect, or will have the opportunity to fully inspect the Property and accepts it in an "AS IS" condition.

14. The City expressly is not relying upon any determinations or contingencies waivers that the Group made when the Chimney Parcel was part of the original parcel that the Group was purchasing.

15. In all other respects, the terms Buyer as set forth in all prior documents shall mean the Group and the City.

16. This Amendment is contingent upon approval of the Sheboygan City Council by no later than May 21, 2018.

THE GROUP:

2017 Acquisition Group, LLC

By: _____
Jack Price, Member

Dated: _____, 2018.

THE COUNTY:

SHEBOYGAN COUNTY

By: _____
Adam N. Payne, County Administrator

Dated: _____, 2018.

THE CITY:

CITY OF SHEBOYGAN

By: _____
Darrell Hofland, City Administrator

Dated: _____, 2018.

R:\CLIENT\08269\00014\00123549.DOCX

WB-15 COMMERCIAL OFFER TO PURCHASE

~~LICENSEE DRAFTING THIS OFFER ON~~ May 26, 2017 ~~[DATE] IS (AGENT OF BUYER) (AGENT OF SELLER/LISTING BROKER) (AGENT OF BUYER AND SELLER)~~ ~~STRIKE THOSE NOT APPLICABLE~~

GENERAL PROVISIONS The Buyer, 2017 Acquisition Group, LLC or assigns, offers to purchase the Property known as [Street Address] 1211 North 23rd Street (Tax Key No. 59281206680) in the City of Sheboygan, County of Sheboygan, Wisconsin (Insert additional description, if any, at lines 109-115 or 277-286 or attach as an addendum per line 479),on the following terms:

■ PURCHASE PRICE: One Million Four Hundred Thousand and 00/100---------- Dollars ($ 1,400,000.00).

■ EARNEST MONEY of $ 50,000.00 ~~accompanies this Offer and earnest money of $~~ _____ will be ~~mailed, or commercially or personally delivered within _____ days of acceptance to listing broker or~~ deposited in accordance with the attached Addendum.

■ THE BALANCE OF PURCHASE PRICE will be paid in cash or equivalent at closing unless otherwise provided below.

■ INCLUDED IN PURCHASE PRICE: Seller is including in the purchase price the Property, all Fixtures on the Property on the date of this Offer not excluded at lines 20-22, and the following additional items: _____

All personal property included in purchase price will be transferred by bill of sale or _____.

■ NOT INCLUDED IN PURCHASE PRICE: Prior to Closing, at Seller's discretion and at no cost to Buyer, Seller may remove any Fixtures from the Property.

CAUTION: Identify trade fixtures owned by tenant, if applicable, and Fixtures that are on the Property (see lines 303-310) to be excluded by Seller or which are rented and will continue to be owned by the lessor.

NOTE: The terms of this Offer, not the listing contract or marketing materials, determine what items are included/excluded.

ACCEPTANCE Acceptance occurs when all Buyers and Sellers have signed one copy of the Offer, or separate but identical copies of the Offer.

CAUTION: Deadlines in the Offer are commonly calculated from acceptance. Consider whether short term deadlines running from acceptance provide adequate time for both binding acceptance and performance.

BINDING ACCEPTANCE This Offer is binding upon both Parties only if a copy of the accepted Offer is delivered to Buyer on or before June 4, 2017 at 5:00 p.m. CDT. ~~Seller may keep the Property on the market and accept secondary offers after binding acceptance of this Offer.~~

CAUTION: This Offer may be withdrawn prior to delivery of the accepted Offer.

OPTIONAL PROVISIONS TERMS OF THIS OFFER THAT ARE PRECEDED BY AN OPEN BOX (☐) ARE PART OF THIS OFFER ONLY IF THE BOX IS MARKED SUCH AS WITH AN "X." THEY ARE NOT PART OF THIS OFFER IF MARKED "N/A" OR ARE LEFT BLANK.

DELIVERY OF DOCUMENTS AND WRITTEN NOTICES Unless otherwise stated in this Offer, delivery of documents and written notices to a Party shall be effective only when accomplished by one of the methods specified at lines 37-54.

(1) Personal Delivery: giving the document or written notice personally to the Party, or the Party's recipient for delivery if named at line 38 or 39.

Seller's recipient for delivery (optional): _____

Buyer's recipient for delivery (optional): c/o The Boerke Company, Inc., 731 N. Jackson St., Suite 700, Milwaukee, WI 53202, Attn: Jack Price

[X] (2) Fax: fax transmission of the document or written notice to the following telephone number:

Seller: (_____) _____ Buyer: (414) 347-1606

[X] (3) Commercial Delivery: depositing the document or written notice fees prepaid or charged to an account with a commercial delivery service, addressed either to the Party, or to the Party's recipient for delivery if named at line 38 or 39, for delivery to the Party's delivery address at line 47 or 48.

[ ] (4) U.S. Mail: depositing the document or written notice postage prepaid in the U.S. Mail, addressed either to the Party, or to the Party's recipient for delivery if named at line 38 or 39, for delivery to the Party's delivery address at line 47 or 48.

Delivery address for Seller: _____

Delivery address for Buyer: _____

[X] (5) E-Mail: electronically transmitting the document or written notice to the Party's e-mail address, if given below at line 53 or 54. If this is a consumer transaction where the property being purchased or the sale proceeds are used primarily for personal, family or household purposes, each consumer providing an e-mail address below has first consented electronically to the use of electronic documents, e-mail delivery and electronic signatures in the transaction, as required by federal law.

E-Mail address for Seller (optional): _____

E-Mail address for Buyer (optional): jprice@boerke.com

PERSONAL DELIVERY/ACTUAL RECEIPT Personal delivery to, or Actual Receipt by, any named Buyer or Seller constitutes personal delivery to, or Actual Receipt by, all Buyers or Sellers.

PROPERTY CONDITION REPRESENTATIONS Seller represents to Buyer that as of the date of acceptance Seller has no notice or knowledge of Conditions Affecting the Property or Transaction (lines 181-215) other than those identified in Seller's disclosure report dated _____ and Real Estate Condition Report, if applicable, dated _____, which was/were received by Buyer prior to Buyer signing this Offer and which is/are made a part of this offer by reference COMPLETE DATES OR STRIKE AS APPLICABLE and **See Addendum**

_____ INSERT CONDITIONS NOT ALREADY INCLUDED IN THE DISCLOSURE OR CONDITION REPORT(S).

CAUTION: If the Property includes 1-4 dwelling units, a Real Estate Condition Report containing the disclosures provided in Wis. Stat. § 709.03 may be required. Excluded from this requirement are sales of property that has never been inhabited, sales exempt from the real estate transfer fee, and sales by certain court-appointed fiduciaries, (for example, personal representatives who have never occupied the Property). Buyer may have rescission rights per Wis. Stat. § 709.05.

CLOSING This transaction is to be closed no later than **See attached Addendum.** _____ at the place selected by Seller, unless otherwise agreed by the Parties in writing.

CLOSING PRORATIONS The following items, if applicable, shall be prorated at closing, based upon date of closing values: real estate taxes, rents, prepaid insurance (if assumed), private and municipal charges, property owners association assessments, fuel and **all other items incidental to ownership. The Property has been tax exempt; therefore, there shall be no real estate tax proration.**

CAUTION: Provide basis for utility charges, fuel or other prorations if date of closing value will not be used.

Any income, taxes or expenses shall accrue to Seller, and be prorated at closing, through the day prior to closing.

Real estate taxes shall be prorated at closing based on [CHECK BOX FOR APPLICABLE PRORATION FORMULA]:

☐ The net general real estate taxes for the preceding year, or the current year if available (Net general real estate taxes are defined as general property taxes after state tax credits and lottery credits are deducted) (NOTE: THIS CHOICE APPLIES IF NO BOX IS CHECKED)

☐ Current assessment times current mill rate (current means as of the date of closing)

☐ Sale price, multiplied by the municipality area-wide percent of fair market value used by the assessor in the prior year, or current year if known, multiplied by current mill rate (current means as of the date of closing)

☐ _____

CAUTION: Buyer is informed that the actual real estate taxes for the year of closing and subsequent years may be substantially different than the amount used for proration especially in transactions involving new construction, extensive rehabilitation, remodeling or area-wide re-assessment. Buyer is encouraged to contact the local assessor regarding possible tax changes.

☐ Buyer and Seller agree to re-prorate the real estate taxes, through the day prior to closing based upon the taxes on the actual tax bill for the year of closing, with Buyer and Seller each owing his or her pro rata share. Buyer shall, within 5 days of receipt, forward a copy of the bill to the forwarding address Seller agrees to provide at closing. The Parties shall re-prorate within 30 days of Buyer's receipt of the actual tax bill. Buyer and Seller agree this is a post-closing obligation and is the responsibility of the Parties to complete, not the responsibility of the real estate brokers in this transaction.

OCCUPANCY Occupancy of the entire Property shall be given to Buyer at time of closing unless otherwise provided in this Offer at lines 109-115 or 277-286 or in an addendum attached per line 479. At time of Buyer's occupancy, Property shall be in broom swept condition and free of all debris and personal property except for personal property belonging to current tenants, or that sold to Buyer or left with Buyer's consent. Occupancy shall be given subject to tenant's rights, if any.

LEASED PROPERTY If Property is currently leased and lease(s) extend beyond closing, Seller shall assign Seller's rights under said lease(s) and transfer all security deposits and prepaid rents thereunder to Buyer at closing. The terms of the (written) (oral) STRIKE ONE lease(s), if any, are **No leases will affect the Property at closing.** _____. Insert additional terms, if any, at lines 109-115 or 277-286 or attach as an addendum per line 479.

☐ ☐ **ESTOPPEL LETTERS:** Seller shall deliver to Buyer no later than _____ days before closing, estoppel letters dated within _____ days before closing, from each non-residential tenant, confirming the lease term, rent installment amounts, amount of security deposit, and disclosing any defaults, claims or litigation with regard to the lease or tenancy.

RENTAL WEATHERIZATION This transaction (is) (is not) STRIKE ONE exempt from Wisconsin Rental Weatherization Standards (Wis. Admin. Code Ch. SPS 367). If not exempt, (Buyer) (Seller) STRIKE ONE ("Buyer" if neither is stricken) shall be responsible for compliance, including all costs, with Wisconsin Rental Weatherization Standards. If Seller is responsible for compliance, Seller shall provide a Certificate of Compliance at closing.

TIME IS OF THE ESSENCE "Time is of the Essence" as to: (1) earnest money payment(s); (2) binding acceptance; (3) occupancy; (4) date of closing; (5) contingency Deadlines STRIKE AS APPLICABLE and all other dates and Deadlines in this Offer except: _____. If "Time is of the Essence" applies to a date or Deadline, failure to perform by the exact date or Deadline is a breach of contract. If "Time is of the Essence" does not apply to a date or Deadline, then performance within a reasonable time of the date or Deadline is allowed before a breach occurs.

ADDITIONAL PROVISIONS/CONTINGENCIES **See attached Addendum.**

☐ **PROPOSED USE CONTINGENCIES:** Buyer is purchasing the Property for the purpose of: _____

_____

_____ [insert proposed use and type and size of building, if applicable; e.g. restaurant/tavern with capacity of 350 and 3 second floor dwelling units]. The optional provisions checked on lines 123-139 shall be deemed satisfied unless Buyer delivers to Seller by the deadline(s) set forth on lines 123-139 written notice specifying those items which cannot be satisfied and written evidence substantiating why each specific item included in Buyer's notice cannot be satisfied. Upon delivery of Buyer's notice, this Offer shall be null and void. Seller agrees to cooperate with Buyer as necessary to satisfy the contingencies checked at lines 123-139.

☐ **EASEMENTS AND RESTRICTIONS:** This Offer is contingent upon Buyer obtaining, within _____ days of acceptance, at (Buyer's) (Seller's) STRIKE ONE ("Buyer's" if neither is stricken) expense, copies of all public and private easements, covenants and restrictions affecting the Property and a written determination by a qualified independent third party that none of these prohibit or significantly delay or increase the costs of the proposed use or development identified at lines 116 to 118.

☐ **APPROVALS:** This Offer is contingent upon Buyer obtaining, at (Buyer's) (Seller's) STRIKE ONE ("Buyer's" if neither is stricken) expense, all applicable governmental permits, approvals and licenses, as necessary and appropriate, or the final discretionary action by the granting authority prior to the issuance of such permits, approvals and licenses, for the following items related to Buyer's proposed use:

_____

or delivering written notice to Seller if the item(s) cannot be obtained or can only be obtained subject to conditions which significantly increase the cost of Buyer's proposed use, all within _____ days of acceptance of this Offer.

☐ **ACCESS TO PROPERTY:** This Offer is contingent upon Buyer obtaining, within _____ days of acceptance, at (Buyer's) (Seller's) STRIKE ONE ("Buyer's" if neither is stricken) expense, written verification that there is legal vehicular access to the Property from public roads.

☐ **LAND USE APPROVAL:** This Offer is contingent upon Buyer obtaining, at (Buyer's) (Seller's) STRIKE ONE ("Buyer's" if neither is stricken) expense, a ☐ rezoning; ☐ conditional use permit; ☐ license; ☐ variance; ☐ building permit; ☐ occupancy permit; ☐ other _____ _____ CHECK ALL THAT APPLY, for the Property for its proposed use described at lines 116-118 or delivering written notice to Seller if the item(s) cannot be obtained or can only be obtained subject to conditions which significantly increase the cost of Buyer's proposed use, all within _____ days of acceptance.

☐ **MAP OF THE PROPERTY:** This Offer is contingent upon (Buyer obtaining) (Seller providing) STRIKE ONE ("Seller providing" if neither is stricken) a _____ survey (ALTA/ACSM Land Title Survey if survey type is not specified) dated subsequent to the date of acceptance of this Offer and prepared by a registered land surveyor, within _____ days of acceptance, at (Buyer's) (Seller's) STRIKE ONE ("Seller's" if neither is stricken) expense. The map shall show minimum of _____ acres, maximum of _____ acres, the legal description of the Property, the Property's boundaries and dimensions, visible encroachments upon the Property, the location of improvements, if any, and: _____

_____. STRIKE AND COMPLETE AS APPLICABLE Additional map features which may be added include, but are not limited to: staking of all corners of the Property; identifying dedicated and apparent streets; lot dimensions; total acreage or square footage; utility installations; easements or rights-of-way. Such survey shall be in satisfactory form and accompanied by any required surveyor's certificate sufficient to enable Buyer to obtain removal of the standard survey exception on the title policy. **CAUTION: Consider the cost and the need for map features before selecting them. Also consider the time required to obtain the map when setting the deadline.**

This contingency shall be deemed satisfied unless Buyer, within five (5) days of the earlier of: (1) Buyer's receipt of the map; or (2) the deadline for delivery of said map, delivers to Seller a copy of the map and a written notice which identifies: (1) a significant encroachment; (2) information materially inconsistent with prior representations; (3) failure to meet requirements stated within this contingency; or (4) the existence of conditions that would prohibit the Buyer's intended use of the Property described at lines 116-118. Upon delivery of Buyer's notice, this Offer shall be null and void.

☐ **DOCUMENT REVIEW CONTINGENCY:** This Offer is contingent upon Seller delivering the following documents to Buyer within _____ days of acceptance: CHECK THOSE THAT APPLY; STRIKE AS APPROPRIATE

☐ Documents evidencing that the sale of the Property has been properly authorized, if Seller is a business entity.

☐ A complete inventory of all furniture, fixtures, equipment and other personal property included in this transaction which is consistent with representations made prior to and in this Offer.

☐ Uniform Commercial Code lien search as to the personal property included in the purchase price, showing the Property to be free and clear of all liens, other than liens to be released prior to or at closing.

☐ Rent roll.

☐ Other _____

_____.

Additional items which may be added include, but are not limited to: building, construction or component warranties, previous environmental site assessments, surveys, title commitments and policies, maintenance agreements, other contracts relating to the Property, existing permits and licenses, recent financial operating statements, current and future rental agreements, notices of termination and non-renewal, and assessment notices.

All documents Seller delivers to Buyer shall be true, accurate, current and complete. Buyer shall keep all such documents confidential and disclose them to third parties only to the extent necessary to implement other provisions of this Offer. Buyer shall return all documents (originals and any reproductions) to Seller if this Offer is terminated.

■ CONTINGENCY SATISFACTION: This contingency shall be deemed satisfied unless Buyer, within _____ days of the earlier of receipt of the final document to be delivered or the deadline for delivery of the documents, delivers to Seller a written notice indicating that this

contingency has not been satisfied. Such notice shall identify which document(s) have not been timely delivered or do not meet the standard set forth for the document(s). Upon delivery of such notice, this Offer shall be null and void.

DEFINITIONS

■ ACTUAL RECEIPT: "Actual Receipt" means that a Party, not the Party's recipient for delivery, if any, has the document or written notice physically in the Party's possession, regardless of the method of delivery.

■ CONDITIONS AFFECTING THE PROPERTY OR TRANSACTION: "Conditions Affecting the Property or Transaction" are defined to include:

a. Defects in structural components, e.g. roof, foundation, basement or other walls.
b. Defects in mechanical systems, e.g. HVAC, electrical, plumbing, septic, well, fire safety, security or lighting.
c. Underground or aboveground storage tanks presently or previously on the Property for storage of flammable or combustible liquids, including but not limited to gasoline and heating oil.
d. Defect or contamination caused by unsafe concentrations of, or unsafe conditions relating to, lead paint, asbestos, radon, radium in water supplies, mold, pesticides or other potentially hazardous or toxic substances on the premises.
e. Production of or spillage of methamphetamine (meth) or other hazardous or toxic substances on the Property.
f. Zoning or building code violations, any land division involving the Property for which required state or local permits had not been obtained, nonconforming structures or uses, conservation easements, rights-of-way.
g. Special purpose district, such as a drainage district, lake district, sanitary district or sewer district, that has the authority to impose assessments against the real property located within the district.
h. Proposed, planned or commenced public improvements which may result in special assessments or otherwise materially affect the Property or the present use of the Property.
i. Federal, state or local regulations requiring repairs, alterations or corrections of an existing condition.
j. Flooding, standing water, drainage problems or other water problems on or affecting the Property.
k. Material damage from fire, wind, floods, earthquake, expansive soils, erosion or landslides.
l. Near airports, freeways, railroads or landfills, or significant odor, noise, water intrusion or other irritants emanating from neighboring property.
m. Portion of the Property in a floodplain, wetland or shoreland zoning area under local, state or federal regulations.
n. Property is subject to a mitigation plan required under administrative rules of the Department of Natural Resources related to county shoreland zoning ordinances, which obligates the owner of the Property to establish or maintain certain measures related to shoreland conditions and which is enforceable by the county.
o. Encroachments; easements, other than recorded utility easements; access restrictions; covenants, conditions and restrictions; shared fences, walls, wells, driveways, signage or other shared usages; or leased parking.
p. High voltage electric (100 KV or greater) or steel natural gas transmission lines located on but not directly serving the Property.
q. Structure on the Property designated as a historic building, any part of the Property located in a historic district, or burial sites or archeological artifacts on the Property.
r. All or part of the land has been assessed as agricultural land, the owner has been assessed a use-value conversion charge or the payment of a use-value conversion charge has been deferred.
s. All or part of the Property is subject to, enrolled in or in violation of a certified farmland preservation zoning district or a farmland preservation agreement, or a Forest Crop, Managed Forest (see disclosure requirements in Wis. Stat. § 710.12), Conservation Reserve or comparable program.
t. A pier is attached to the Property that is not in compliance with state or local pier regulations.
u. Government investigation or private assessment/audit (of environmental matters) conducted.
v. Other Defects affecting the Property.

■ DEADLINES: "Deadlines" expressed as a number of "days" from an event, such as acceptance, are calculated by excluding the day the event occurred and by counting subsequent calendar days. The deadline expires at midnight on the last day. Deadlines expressed as a specific number of "business days" exclude Saturdays, Sundays, any legal public holiday under Wisconsin or Federal law, and other day designated by the President such that the postal service does not receive registered mail or make regular deliveries on that day. Deadlines expressed as a specific number of "hours" from the occurrence of an event, such as receipt of a notice, are calculated from the exact time of the event, and by counting 24 hours per calendar day. Deadlines expressed as a specific day of the calendar year or as the day of a specific event, such as closing, expire at midnight of that day.

■ DEFECT: "Defect" means a condition that would have a significant adverse effect on the value of the Property; that would significantly impair the health or safety of future occupants of the Property; or that if not repaired, removed or replaced would significantly shorten or adversely affect the expected normal life of the premises.

(Definitions Continued on page 6)

IF LINE 228 IS NOT MARKED OR IS MARKED N/A LINES 264-269 APPLY.

☐ **FINANCING CONTINGENCY:** This Offer is contingent upon Buyer being able to obtain a written _____ [INSERT LOAN PROGRAM OR SOURCE] first mortgage loan commitment as described below, within _____ days of acceptance of this Offer. The financing selected shall be in an amount of not less than $ _____ for a term of not less than _____ years, amortized over not less than _____ years. Initial monthly payments of principal and interest shall not exceed $ _____. Monthly payments may also include 1/12th of the estimated net annual real estate taxes, hazard insurance premiums, and private mortgage insurance premiums. The mortgage may not include a prepayment premium. Buyer agrees to pay discount points and/or loan origination fee in an amount not to exceed _____% of the loan. If the purchase price under this Offer is modified, the financed amount, unless otherwise provided, shall be adjusted to the same percentage of the purchase price as in this contingency and the monthly payments shall be adjusted as necessary to maintain the term and amortization stated above.

CHECK AND COMPLETE APPLICABLE FINANCING PROVISION AT LINE 238 or 239.

☐ **FIXED RATE FINANCING:** The annual rate of interest shall not exceed _____%.

☐ **ADJUSTABLE RATE FINANCING:** The initial annual interest rate shall not exceed _____%. The initial interest rate shall be fixed for _____ months, at which time the interest rate may be increased not more than _____% per year. The maximum interest rate during the mortgage term shall not exceed _____%. Monthly payments of principal and interest may be adjusted to reflect interest changes.

If Buyer is using multiple loan sources or obtaining a construction loan or land contract financing, describe at lines 109-115 or 277-286 or in an addendum attached per line 479.

NOTE: If purchase is conditioned on buyer obtaining financing for operations or development consider adding a contingency for that purpose.

■ BUYER'S LOAN COMMITMENT: Buyer agrees to pay all customary loan and closing costs, to promptly apply for a mortgage loan, and to provide evidence of application promptly upon request of Seller. If Buyer qualifies for the loan described in this Offer or another loan acceptable to Buyer, Buyer agrees to deliver to Seller a copy of the written loan commitment no later than the deadline at line 229. **Buyer and Seller agree that delivery of a copy of any written loan commitment to Seller (even if subject to conditions) shall satisfy Buyer's financing contingency if, after review of the loan commitment, Buyer has directed, in writing, delivery of the loan commitment. Buyer's written direction shall accompany the loan commitment. Delivery shall not satisfy this contingency if accompanied by a notice of unacceptability.**

CAUTION: The delivered commitment may contain conditions Buyer must yet satisfy to obligate the lender to provide the loan. BUYER, BUYER'S LENDER AND AGENTS OF BUYER OR SELLER SHALL NOT DELIVER A LOAN COMMITMENT TO SELLER OR SELLER'S AGENT WITHOUT BUYER'S PRIOR WRITTEN APPROVAL OR UNLESS ACCOMPANIED BY A NOTICE OF UNACCEPTABILITY.

■ SELLER TERMINATION RIGHTS: If Buyer does not make timely delivery of said commitment; Seller may terminate this Offer if Seller delivers a written notice of termination to Buyer prior to Seller's Actual Receipt of a copy of Buyer's written loan commitment.

■ FINANCING UNAVAILABILITY: If financing is not available on the terms stated in this Offer (and Buyer has not already delivered an acceptable loan commitment for other financing to Seller), Buyer shall promptly deliver written notice to Seller of same including copies of lender(s)' rejection letter(s) or other evidence of unavailability. Unless a specific loan source is named in this Offer, Seller shall then have 10 days to deliver to Buyer written notice of Seller's decision to finance this transaction on the same terms set forth in this Offer, and this Offer shall remain in full force and effect, with the time for closing extended accordingly. If Seller's notice is not timely given, this Offer shall be null and void. Buyer authorizes Seller to obtain any credit information reasonably appropriate to determine Buyer's credit worthiness for Seller financing.

~~■ IF THIS OFFER IS NOT CONTINGENT ON FINANCING: Within 7 days of acceptance, a financial institution or third party in control of Buyer's funds shall provide Seller with reasonable written verification that Buyer has, at the time of verification, sufficient funds to close. If such written verification is not provided, Seller has the right to terminate this Offer by delivering written notice to Buyer. Buyer may or may not obtain mortgage financing but does not need the protection of a financing contingency. Seller agrees to allow Buyer's appraiser access to the Property for purposes of an appraisal. Buyer understands and agrees that this Offer is not subject to the appraisal meeting any particular value, unless this Offer is subject to an appraisal contingency, nor does the right of access for an appraisal constitute a financing contingency.~~

☐ **APPRAISAL CONTINGENCY:** This Offer is contingent upon the Buyer or Buyer's lender having the Property appraised at Buyer's expense by a Wisconsin licensed or certified independent appraiser who issues an appraisal report dated subsequent to the date of this Offer indicating an appraised value for the Property equal to or greater than the agreed upon purchase price. This contingency shall be deemed satisfied unless Buyer, within _____ days of acceptance, delivers to Seller a copy of the appraisal report which indicates that the appraised value is not equal to or greater than the agreed upon purchase price, accompanied by a written notice of termination.

CAUTION: An appraisal ordered by Buyer's lender may not be received until shortly before closing. Consider whether deadlines provide adequate time for performance.

ADDITIONAL PROVISIONS/CONTINGENCIES **See attached Addendum.**

DEFINITIONS CONTINUED FROM PAGE 4

■ ENVIRONMENTAL SITE ASSESSMENT: An "Environmental Site Assessment" (also known as a "Phase I Site Assessment")(see lines 379-395) may include, but is not limited to: (1) an inspection of the Property; (2) a review of the ownership and use history of the Property, including a search of title records showing private ownership of the Property for a period of 80 years prior to the visual inspection; (3) a review of historic and recent aerial photographs of the Property, if available; (4) a review of environmental licenses, permits or orders issued with respect to the Property (5) an evaluation of results of any environmental sampling and analysis that has been conducted on the Property; and (6) a review to determine if the Property is listed in any of the written compilations of sites or facilities considered to pose a threat to human health or the environment including the National Priorities List, the Department of Nature Resources' (DNR) Registry of Waste Disposal Sites, the DNR's Contaminated Lands Environmental Action Network, and the DNR's Remediation and Redevelopment (RR) Sites Map including the Geographical Information System (GIS) Registry and related resources. Any Environmental Site Assessment performed under this Offer shall comply with generally recognized industry standards (e.g. current American Society of Testing and Materials "Standard Practice for Environmental Site Assessments"), and state and federal guidelines, as applicable.

CAUTION: Unless otherwise agreed an Environmental Site Assessment does not include subsurface testing of the soil or groundwater or other testing of the Property for environmental pollution. If further investigation is required, insert provisions for a Phase II Site Assessment (collection and analysis of samples), Phase III Environmental Site Assessment (evaluation of remediation alternatives) or other site evaluation at lines 109-115 or 277-286 or attach as an addendum per line 479.

■ FIXTURE: A "Fixture" is an item of property which is physically attached to or so closely associated with land or improvements so as to be treated as part of the real estate, including, without limitation, physically attached items not easily removable without damage to the premises, items specifically adapted to the premises and items customarily treated as fixtures, including, but not limited to, all: garden bulbs; plants; shrubs and trees; screen and storm doors and windows; electric lighting fixtures; window shades; curtain and traverse rods; blinds and shutters; central heating and cooling units and attached equipment; water heaters and treatment systems; sump pumps; attached or fitted floor coverings; awnings; attached antennas; garage door openers and remote controls; installed security systems; central vacuum systems and accessories; in-ground sprinkler systems and component parts; built-in appliances; ceiling fans; fences; storage buildings on permanent foundations and docks/piers on permanent foundations. A Fixture does not include trade fixtures owned by tenants of the Property.

CAUTION: Exclude Fixtures not owned by Seller such as rented fixtures. See lines 20-22.

■ PROPERTY: Unless otherwise stated, "Property" means the real estate described at lines 4-7.

DISTRIBUTION OF INFORMATION Buyer and Seller authorize the agents of Buyer and Seller to: (i) distribute copies of the Offer to Buyer's lender, appraisers, title insurance companies and any other settlement service providers for the transaction as defined by the Real Estate Settlement Procedures Act (RESPA); (ii) report sales and financing concession data to multiple listing service sold databases; and (iii) provide active listing, pending sale, closed sale and financing concession information and data, and related information regarding seller contributions, incentives or assistance, and third party gifts, to appraisers researching comparable sales, market conditions and listings, upon inquiry.

EARNEST MONEY See attached Addendum.

■ HELD BY: Unless otherwise agreed, earnest money shall be paid to and held in the trust account of the listing broker (Buyer's agent if Property is not listed or Seller's account if no broker is involved), until applied to the purchase price or otherwise disbursed as provided in the Offer.

CAUTION: Should persons other than a broker hold earnest money, an escrow agreement should be drafted by the Parties or an attorney. If someone other than Buyer makes payment of earnest money, consider a special disbursement agreement.

■ DISBURSEMENT: If negotiations do not result in an accepted offer, the earnest money shall be promptly disbursed (after clearance from payor's depository institution if earnest money is paid by check) to the person(s) who paid the earnest money. At closing, earnest money shall be disbursed according to the closing statement. If this Offer does not close, the earnest money shall be disbursed according to a written disbursement agreement signed by all Parties to this Offer. If said disbursement agreement has not been delivered to broker within 60 days after the date set for closing, broker may disburse the earnest money: (1) as directed by an attorney who has reviewed the transaction and does not represent Buyer or Seller; (2) into a court hearing a lawsuit involving the earnest money and all Parties to this Offer; (3) as directed by court order; or (4) any other disbursement required or allowed by law. Broker may retain legal services to direct disbursement per (1) or to file an interpleader action per (2) and broker may deduct from the earnest money any costs and reasonable attorneys fees, not to exceed $250, prior to disbursement.

■ LEGAL RIGHTS/ACTION: Broker's disbursement of earnest money does not determine the legal rights of the Parties in relation to this Offer. Buyer's or Seller's legal right to earnest money cannot be determined by broker. At least 30 days prior to disbursement per (1) or (4) above, broker shall send Buyer and Seller notice of the disbursement by certified mail. If Buyer or Seller disagree with broker's proposed disbursement, a lawsuit may be filed to obtain a court order regarding disbursement. Small Claims Court has jurisdiction over all earnest money disputes arising out of the sale of residential property with 1-4 dwelling units and certain other earnest money disputes. Buyer and Seller should consider consulting attorneys regarding their legal rights under this Offer in case of a dispute. Both Parties agree to hold the broker harmless from any liability for good faith disbursement of earnest money in accordance with this Offer or applicable Department of Safety and Professional Services regulations concerning earnest money. See Wis. Admin. Code Ch. REEB 18.

DEFAULT Seller and Buyer each have the legal duty to use good faith and due diligence in completing the terms and conditions of this Offer. A material failure to perform any obligation under this Offer is a default which may subject the defaulting party to liability for damages or other legal remedies. as Seller's sole remedy

If Buyer defaults, Seller may/

~~(1) sue for specific performance and request the earnest money as partial payment of the purchase price; or~~

(2) terminate the Offer and ~~have the option to: (a) request~~ the earnest money as liquidated damages~~; or (b) sue for actual damages~~.

If Seller defaults, Buyer may: receive

(1) sue for specific performance; or

(2) terminate the Offer and request the return of the earnest money, sue for actual damages, or both.

~~In addition, the Parties may seek any other remedies available in law or equity.~~

~~The Parties understand that the availability of any judicial remedy will depend upon the circumstances of the situation and the discretion of the courts. If either Party defaults, the Parties may renegotiate the Offer or seek nonjudicial dispute resolution instead of the remedies outlined above. By agreeing to binding arbitration, the Parties may lose the right to litigate in a court of law those disputes covered by the arbitration agreement.~~

NOTE: IF ACCEPTED, THIS OFFER CAN CREATE A LEGALLY ENFORCEABLE CONTRACT. BOTH PARTIES SHOULD READ THIS DOCUMENT CAREFULLY. BROKERS MAY PROVIDE A GENERAL EXPLANATION OF THE PROVISIONS OF THE OFFER BUT ARE PROHIBITED BY LAW FROM GIVING ADVICE OR OPINIONS CONCERNING YOUR LEGAL RIGHTS UNDER THIS OFFER OR HOW TITLE SHOULD BE TAKEN AT CLOSING. AN ATTORNEY SHOULD BE CONSULTED IF LEGAL ADVICE IS NEEDED.

ENTIRE CONTRACT This Offer, including any amendments to it, contains the entire agreement of the Buyer and Seller regarding the transaction. All prior negotiations and discussions have been merged into this Offer. This agreement binds and inures to the benefit of the Parties to this Offer and their successors in interest.

PROPERTY DIMENSIONS AND SURVEYS Buyer acknowledges that any land, building or room dimensions, or total acreage or building square footage figures, provided to Buyer by Seller or by a broker, may be approximate because of rounding, formulas used or other reasons, unless verified by survey or other means.

CAUTION: Buyer should verify total square footage or acreage figures and land, building or room dimensions, if material to Buyer's decision to purchase.

BUYER'S PRE-CLOSING WALK-THROUGH Within 3 days prior to closing, at a reasonable time pre-approved by Seller or Seller's agent, Buyer shall have the right to walk through the Property to determine that there has been no significant change in the condition of the Property, except for ordinary wear and tear and changes approved by Buyer, and that any Defects Seller has agreed to cure have been repaired in the manner agreed to by the Parties. See attached Addendum.

PROPERTY DAMAGE BETWEEN ACCEPTANCE AND CLOSING ~~Seller shall maintain the Property until the earlier of closing or occupancy of Buyer in materially the same condition as of the date of acceptance of this Offer, except for ordinary wear and tear. If, prior to closing, the Property is damaged in an amount of not more than five percent (5%) of the selling price, Seller shall be obligated to repair the Property and restore it to the same condition that it was on the day of this Offer. No later than closing, Seller shall provide Buyer with lien waivers for all lienable repairs and restoration. If the damage shall exceed such sum, Seller shall promptly notify Buyer in writing of the damage and this Offer may be canceled at option of Buyer. Should Buyer elect to carry out this Offer despite such damage, Buyer shall be entitled to the insurance proceeds, if any, relating to the damage to the Property, plus a credit towards the purchase price equal to the amount of Seller's deductible on such policy, if any. However, if this sale is financed by a land contract or a mortgage to Seller, any insurance proceeds shall be held in trust for the sole purpose of restoring the Property.~~

NOTICE ABOUT SEX OFFENDER REGISTRY You may obtain information about the sex offender registry and persons registered with the registry by contacting the Wisconsin Department of Corrections on the Internet at http://www.widocoffenders.org or by telephone at (608) 240-5830. See attached Addendum.

INSPECTIONS AND TESTING ~~Buyer may only conduct inspections or tests if specific contingencies are included as a part of this Offer. An "inspection" is defined as an observation of the Property which does not include an appraisal or testing of the Property, other than testing for leaking carbon monoxide, or testing for leaking LP gas or natural gas used as a fuel source, which are hereby authorized. A "test" is defined as the taking of samples of materials such as soils, water, air or building materials from the Property and the laboratory or other analysis of these materials. Seller agrees to allow Buyer's inspectors, testers, appraisers and qualified third parties reasonable access to the Property upon advance notice, if necessary to satisfy the contingencies in this Offer. Buyer and licensees may be present at all inspections and testing. Except as otherwise provided, Seller's authorization for inspections does not authorize Buyer to conduct testing of the Property.~~

NOTE: Any contingency authorizing testing should specify the areas of the Property to be tested, the purpose of the test, (e.g., to determine if environmental contamination is present), any limitations on Buyer's testing and any other material terms of the contingency.

Buyer agrees to promptly restore the Property to its original condition after Buyer's inspections and testing are completed unless otherwise agreed to with Seller. Buyer agrees to promptly provide copies of all inspection and testing reports to Seller. Seller acknowledges that certain inspections or tests may detect environmental pollution which may be required to be reported to the Wisconsin Department of Natural Resources.

TITLE EVIDENCE

■ CONVEYANCE OF TITLE: Upon payment of the purchase price, Seller shall convey the Property by warranty deed ~~(trustee's deed if Seller is a trust, personal representative's deed if Seller is an estate or other conveyance as provided herein)~~ free and clear of all liens and encumbrances, except: ~~municipal and zoning ordinances and agreements entered under them, recorded easements for the distribution of utility and municipal services, recorded building and use restrictions and covenants, present uses of the Property in violation of the foregoing disclosed in Seller's disclosure report, and Real Estate Condition Report, if applicable, and in this Offer,~~ general taxes levied in the year of closing and **Permitted Encumbrances as defined in the Addendum.**

_____ which constitutes merchantable title for purposes of this transaction. Seller shall complete and execute the documents necessary to record the conveyance at Seller's cost and pay the Wisconsin Real Estate Transfer Fee.

WARNING: Municipal and zoning ordinances, recorded building and use restrictions, covenants and easements may prohibit certain improvements or uses and therefore should be reviewed, particularly if Buyer contemplates making improvements to Property or a use other than the current use.

■ TITLE EVIDENCE: Seller shall give evidence of title in the form of an owner's policy of title insurance in the amount of the purchase price on a current ALTA form issued by an insurer licensed to write title insurance in Wisconsin. Seller shall pay all costs of providing title evidence to Buyer. Buyer shall pay all costs of providing title evidence required by Buyer's lender.

■ GAP ENDORSEMENT: Seller shall provide a "gap" endorsement or equivalent gap coverage at (Seller's) (~~Buyer's~~) STRIKE ONE ("Seller's" if neither stricken) cost to provide coverage for any liens or encumbrances first filed or recorded after the effective date of the title insurance commitment and before the deed is recorded, subject to the title insurance policy exclusions and exceptions, provided the title company will issue the endorsement. If a gap endorsement or equivalent gap coverage is not available, Buyer may give written notice that title is not acceptable for closing (see lines 365-371).

■ PROVISION OF MERCHANTABLE TITLE: For purposes of closing, title evidence shall be acceptable if the required title insurance commitment is delivered to Buyer's attorney or Buyer not more than 10 days after acceptance ("15" if left blank), showing title to the Property as of a date no more than 15 days before delivery of such title evidence to be merchantable per lines 341-348, subject only to liens which will be paid out of the proceeds of closing and standard title insurance requirements ~~and exceptions, as appropriate~~.

■ TITLE NOT ACCEPTABLE FOR CLOSING: ~~If title is not acceptable for closing, Buyer shall notify Seller in writing of objections to title within _____ days ("15" if left blank) after delivery of the title commitment to Buyer or Buyer's attorney. In such event, Seller shall have a reasonable time, but not exceeding _____ days ("5" if left blank), from Buyer's delivery of the notice stating title objections, to deliver notice to Buyer stating Seller's election to remove the objections by the time set for closing. In the event that Seller is unable to remove said objections, Buyer may deliver to Seller written notice waiving the objections, and the time for closing shall be extended accordingly. If Buyer does not waive the objections, Buyer shall deliver written notice of termination and this Offer shall be null and void. Providing title evidence acceptable for closing does not extinguish Seller's obligations to give merchantable title to Buyer.~~ See attached Addendum.

■ SPECIAL ASSESSMENTS/OTHER EXPENSES: Special assessments, if any, levied or for work actually commenced prior to the date of ~~this~~ closing ~~Offer~~ shall be paid by Seller no later than closing. All other special assessments shall be paid by Buyer.

CAUTION: Consider a special agreement if area assessments, property owners association assessments, special charges for current services under Wis. Stat. § 66.0627 or other expenses are contemplated. "Other expenses" are one-time charges or ongoing use fees for public improvements (other than those resulting in special assessments) relating to curb, gutter, street, sidewalk, municipal water, sanitary and storm water and storm sewer (including all sewer mains and hook-up/connection and interceptor charges), parks, street lighting and street trees, and impact fees for other public facilities, as defined in Wis. Stat. § 66.0617(1)(f).

[ ] **ENVIRONMENTAL EVALUATION CONTINGENCY:** This Offer is contingent upon a qualified independent environmental consultant of Buyer's choice conducting an Environmental Site Assessment of the Property (see lines 288-302), at (Buyer's) (Seller's) expense STRIKE ONE ("Buyer's" if neither is stricken), which discloses no Defects. For the purpose of this contingency, a Defect (see lines 223-225) is defined to also include a material violation of environmental laws, a material contingent liability affecting the Property arising under any environmental laws, the presence of an underground storage tank(s) or material levels of hazardous substances either on the Property or presenting a significant risk of contaminating the Property due to future migration from other properties. Defects do not include conditions the nature and extent of which Buyer had actual knowledge or written notice before signing the Offer.

■ CONTINGENCY SATISFACTION: This contingency shall be deemed satisfied unless Buyer, within _____ days of acceptance, delivers to Seller a copy of the Environmental Site Assessment report and a written notice listing the Defect(s) identified in the Environmental Site Assessment report to which Buyer objects (Notice of Defects).

CAUTION: A proposed amendment is not a Notice of Defects and will not satisfy this notice requirement.

■ RIGHT TO CURE: Seller (~~shall~~) (shall not) STRIKE ONE ("shall" if neither is stricken) have a right to cure the Defects. If Seller has the right to cure, Seller may satisfy this contingency by: (1) delivering written notice to Buyer within 10 days of Buyer's delivery of the Notice of Defects stating Seller's election to cure Defects, (2) curing the Defects in a good and workmanlike manner and (3) delivering to Buyer a written report detailing the work done within 3 days prior to closing. This Offer shall be null and void if Buyer makes timely delivery of the Notice of Defects and written Environmental Site Assessment report and: (1) Seller does not have a right to cure or (2) Seller has a right to cure but: (a) Seller delivers written notice that Seller will not cure or (b) Seller does not timely deliver the written notice of election to cure.

[ ] **INSPECTION CONTINGENCY:** This contingency only authorizes inspections, not testing (see lines 437-449). This Offer is contingent upon a qualified independent inspector(s) conducting an inspection(s) of the Property which discloses no Defects. This Offer is further contingent upon a qualified independent inspector or qualified independent third party performing an inspection of _____ _____ (list any Property feature(s) to be separately inspected, e.g., dumpsite, etc.) which discloses no Defects. Buyer shall order the inspection (s) and be responsible for all costs of inspection(s). Buyer may have follow-up inspections recommended in a written report resulting from an authorized inspection performed provided they occur prior to the deadline specified at line 461. Each inspection shall be performed by a qualified independent inspector or qualified independent third party.

CAUTION: Buyer should provide sufficient time for the primary inspection and/or any specialized inspection(s), as well as any follow-up inspection(s).

For the purpose of this contingency, Defects (see lines 223-225) do not include conditions the nature and extent of which Buyer had actual knowledge or written notice before signing the Offer.

■ CONTINGENCY SATISFACTION: This contingency shall be deemed satisfied unless Buyer, within _____ days of acceptance, delivers to Seller a copy of the inspection report(s) and a written notice listing the Defect(s) identified in the inspection report(s) to which Buyer objects (Notice of Defects).

CAUTION: A proposed amendment is not a Notice of Defects and will not satisfy this notice requirement.

■ RIGHT TO CURE: Seller (shall)(shall not) STRIKE ONE ("shall" if neither is stricken) have a right to cure the Defects. If Seller has the right to cure, Seller may satisfy this contingency by: (1) delivering written notice to Buyer within 10 days of Buyer's delivery of the Notice of Defects stating Seller's election to cure Defects, (2) curing the Defects in a good and workmanlike manner and (3) delivering to Buyer a written report detailing the work done within 3 days prior to closing. This Offer shall be null and void if Buyer makes timely delivery of the Notice of Defects and written inspection report(s) and: (1) Seller does not have a right to cure or (2) Seller has a right to cure but: (a) Seller delivers written notice that Seller will not cure or (b) Seller does not timely deliver the written notice of election to cure.

[ ] **CLOSING OF BUYER'S PROPERTY CONTINGENCY:** This Offer is contingent upon the closing of the sale of Buyer's property located at _____, no later than _____. If Seller accepts a bona fide secondary offer, Seller may give written notice to Buyer of acceptance. If Buyer does not deliver to Seller a written waiver of the Closing of Buyer's Property Contingency and _____

_____

[INSERT OTHER REQUIREMENTS, IF ANY (e.g., PAYMENT OF ADDITIONAL EARNEST MONEY, WAIVER OF ALL CONTINGENCIES, OR PROVIDING EVIDENCE OF SALE OR BRIDGE LOAN, etc.)] within _____ hours of Buyer's Actual Receipt of said notice, this Offer shall be null and void.

[X] **ADDENDA:** The attached **Addendum** is/are made part of this Offer.

This Offer was drafted by [Licensee and Firm] **Noelle A. Granitz, Quarles & Brady LLP**

_____ on _____.

Buyer Entity Name (if any): _____

(x) Signatures appear on attached Addendum.
Buyer's/Authorized Signature ▲ Print Name/Title Here ▶ Date ▲

(x) _____
Buyer's/Authorized Signature ▲ Print Name/Title Here ▶ Date ▲

EARNEST MONEY RECEIPT Broker acknowledges receipt of earnest money as per line 10 of the above Offer.

_____ Broker (By) _____

SELLER ACCEPTS THIS OFFER. THE WARRANTIES, REPRESENTATIONS AND COVENANTS MADE IN THIS OFFER SURVIVE CLOSING AND THE CONVEYANCE OF THE PROPERTY. SELLER AGREES TO CONVEY THE PROPERTY ON THE TERMS AND CONDITIONS AS SET FORTH HEREIN AND ACKNOWLEDGES RECEIPT OF A COPY OF THIS OFFER.

Seller Entity Name (if any): _____

(x) Signatures appear on attached Addendum.
Seller's/Authorized Signature ▲ Print Name/Title Here ▶ Date ▲

(x) _____
Seller's/Authorized Signature ▲ Print Name/Title Here ▶ Date ▲

This Offer was presented to Seller by [Licensee and Firm] _____

_____ on _____ at _____ a.m./p.m.

This Offer is rejected _____ _____ This Offer is countered [See attached counter] _____ _____
Seller Initials ▲ Date ▲ Seller Initials ▲ Date ▲

Sample

ADDENDUM

This Addendum is attached to and incorporated by reference into the Offer to Purchase dated May ___, 2017 (the "Offer") by **2017 ACQUISITION GROUP, LLC** ("Buyer"), pursuant to which Buyer offered to purchase from **SHEBOYGAN COUNTY HIGHWAY DEPARTMENT** ("Seller") certain real property and improvements located at 1211 North 23rd Street, Sheboygan, Wisconsin (tax parcel no. 59281206680) (the "Property"). Except as specifically modified by the terms of this Addendum, the terms of the Offer shall remain in full force and effect and, in the event of a conflict between the terms of this Addendum and the terms of the Offer, the terms of this Addendum shall control. The Offer and this Addendum together are hereinafter referred to as this "Offer."

1. **Property**. The Property consists of approximately 8.35 acres. The legal description for the Property shall be as set forth in the title insurance commitment to be delivered under this Offer.

2. **Earnest Money**. The earnest money (the "Earnest Money") shall be held by First American Title Insurance Company (the "Title Company") pursuant to its standard form of escrow agreement and shall be applied to the Purchase Price at Closing or disbursed in accordance with the terms of this Offer if this transaction fails to close. Buyer shall not be obligated to deposit the Earnest Money with the Title Company until the later of (i) five (5) business days after the Acceptance Date (as defined below) and (ii) three (3) business days after Seller executes and delivers such escrow agreement.

3. **Seller Deliveries**. Within ten (10) days after the date on which this Offer is accepted (the "Acceptance Date"), Seller shall deliver to Buyer complete copies of all agreements, documents and other information relating to the Property that are in the possession of or subject to the reasonable control of Seller, including, without limitation, all surveys, title insurance policies or commitments, inspection reports, including any environmental reports, engineering reports and studies, plans and specifications, governmental approvals, notices or other correspondence from the County of Sheboygan and all other information reasonably requested by Buyer and in the possession of, or reasonably available to, Seller (the "Due Diligence Materials").

4. **Due Diligence**. Buyer shall have a period of time commencing on the Board Approval Date (as defined in Section 21) and continuing through the date that is one hundred twenty (120) days thereafter (the "Due Diligence Period") to conduct its due diligence investigations and analyses of the Property in all matters related to the feasibility, acquisition, use, development and operation of the Property. The foregoing shall include, without limitation, (i) the right to conduct an environmental assessment, including a Phase II assessment if desired, a soil compaction assessment and a wetland impact study, (ii) a determination by Buyer that all required utility services are available to the Property, including without limitation sewer, water, electric, fiber, (iii) a determination as to whether tax incremental financing is available, (iv) the preparation of a survey of the Property (the "Survey"), (v) confirming wetlands, (vi) and obtaining any government approvals as may be necessary for Buyer's intended use. If Buyer, in its sole discretion,

for any or no reason, determines that it does not desire to acquire the Property and notifies Seller no later than the last day of the Due Diligence Period of Buyer's election to terminate this Offer, this Offer thereupon shall be deemed terminated and of no further force and effect. In the event of any such termination, the Earnest Money (less the Independent Consideration as defined in Section 18) promptly shall be disbursed to Buyer. Promptly following the determination of the Board Approval Date, the parties shall execute a supplement to this Offer setting for the expiration date of the Due Diligence Period.

5. **Additional Conditions Precedent to Buyer's Obligation.** Without limiting Buyer's right to terminate this Offer pursuant to Section 4 and in addition to any other conditions set forth elsewhere in the Offer, Buyer's obligation to purchase the Property pursuant to this Offer is conditioned upon the complete fulfillment, to the satisfaction of Buyer, or the waiver by Buyer, in writing, of the following conditions:

a. Permits, Zoning, Approvals. Buyer shall have determined that the County of Sheboygan and any other appropriate governments or governmental agencies having jurisdiction over the Property have or shall issue all necessary or desired permits, approvals and licenses necessary for Buyer's intended operation and use of the Property in form and substance acceptable to Buyer. Without limiting the foregoing, Buyer shall have determined that the Property will be rezoned if necessary to allow for Buyer's intended operation and use of the Property.

b. Proforma Title Insurance Commitment. At Closing, Buyer shall have received a proforma title insurance commitment in the condition required by this Offer with all standard title insurance exceptions removed and subject only to the Permitted Encumbrances (as defined in Section 8a. of this Addendum).

c. Acts to be Performed. Each of the acts, covenants and undertakings of Seller to be performed on or before the Closing Date pursuant to the terms hereof shall have been duly performed.

d. Representations and Warranties True at Closing. The representations and warranties of Seller contained in this Agreement and in the exhibits, and the statements, documents, certificates and schedules delivered to Buyer pursuant hereto and in connection herewith, shall be true and correct as of the time of Closing.

e. Absence of Adverse Changes. From the date hereof to the Closing Date, there shall have been no material adverse change in the condition of the Property, and there shall not have been any occurrence, circumstance or combination thereof, including litigation pending or threatened, which might reasonably be expected to result in any such material adverse change before or after the Closing Date.

If any of the contingencies set forth above are not satisfied on or before the Closing Date, then this Offer, at the option of Buyer, shall be null and void, and neither Buyer nor Seller shall have any further liability to the other hereunder. If Buyer elects to terminate this Offer based on

any of the contingencies set forth above, it shall do so by written notice to Seller given on or before the Closing Date. In the event of any such termination, the Earnest Money, less the Independent Consideration, shall be disbursed in accordance with this Offer.

6. **Covenants of Seller**. Seller covenants and agrees that from and after the Acceptance Date and until Closing:

   a. Full Access and Cooperation. Buyer and Buyer's authorized representatives shall have full access to inspect the Property, including access of a nature and degree necessary to conduct the studies and inspections described in this Offer. Seller agrees to cooperate with Buyer, at no expense to Seller, in obtaining the permits, approvals and licenses necessary for Buyer's ownership and use of the Property. Without limiting the foregoing, Seller also agrees to cooperate with Buyer in Buyer's efforts to rezone the Property if necessary.

   b. Maintenance. Seller shall not commit waste on the Property.

   c. Insurance. Seller shall maintain all customary insurance with respect to the Property.

   d. Contracts. Without the prior written approval of Buyer, Seller shall not amend or terminate any contracts or other agreements affecting the Property and will not enter into any contracts or agreements relating to the Property requiring performance beyond the Closing Date. In addition, unless otherwise directed by Buyer, Seller shall terminate all contracts affecting the Property on the Closing Date.

   e. Leases. Seller shall terminate any and all leases affecting the Property prior to Closing.

   f. Change in Condition of Property. Seller shall promptly notify Buyer of any change in the condition of the Property, including, without limitation, any change in its environmental condition.

7. **Seller's Representations and Warranties**. In addition to the representations and warranties in the Offer, Seller hereby represents and warrants to Buyer as follows:

   a. No Third Party Interests. Seller has granted no option, contract or other agreement of any kind or nature with respect to the purchase, sale or lease (of all or any part) of the Property and there are no parties other than Seller in possession of the Property or any portion thereof.

   b. No Actions. To Seller's knowledge, there are no actions, suits, proceedings or claims, including, without limitation, any bankruptcy or similar proceedings, pending or, to the knowledge of the Seller, threatened with respect to or in any manner affecting the Property or the ability of the Seller to consummate the transactions contemplated by this Offer.

c. Condemnation. Seller has no notice or knowledge of any planned, pending or contemplated condemnation or similar action or proceeding with respect to the Property or any part thereof.

d. Tax Reassessments. Seller has received no written notice indicating that the real property taxes for the Property are now currently being reassessed.

e. Title. Seller has, and will have as of the Closing Date, good and marketable fee simple title to, undisputed possession of and complete and unrestricted power to sell, convey and deliver the Property to Buyer on the terms set forth herein.

f. Flood Plain. The Property is located in Flood Zone X per the applicable FEMA Flood Map.

Seller makes no representations or warranties as to the condition of the Property or the structural or mechanical components therein. The Property is being sold and purchased in its "AS IS" condition. Buyer will fully inspect, or will have the opportunity to fully inspect, the Property during its Due Diligence Period. All representations and warranties of Seller made in this Offer shall be true and correct as of the Closing Date to the same extent as on the Acceptance Date.

8. **Title Insurance.**

a. Buyer shall have until the expiration of the Due Diligence Period to object in writing to any condition of title shown on the title insurance commitment required to be delivered by the Offer or on the Survey. If an objection is made, Seller shall have fifteen (15) days thereafter in which to exercise reasonable efforts to correct such condition. If the condition cannot be corrected within such fifteen (15)-day period despite Seller's reasonable efforts, Buyer, at its option, may elect to terminate this Offer by written notice to Seller given on or before the Closing Date or elect to accept such title Seller is able to convey. Any encumbrances accepted by Buyer are referred to herein as the "Permitted Encumbrances."

b. At Closing, Seller shall pay (1) the entire premium charged by the Title Company for issuance to Buyer of an owner's policy of title insurance pursuant to the commitment to issue such policy required under this Offer, and (2) any other charges imposed by the Title Company incidental to issuance of the owner's policy. The title insurance commitment provided by Seller shall be updated at the time of Closing, at Seller's expense, to show that at the Closing Date no additional encumbrances affect the Property, other than any Permitted Encumbrances.

9. Intentionally Deleted.

10. **Closing; Delivery.** Provided Buyer has not terminated this Offer, the closing of this transaction (the "Closing") shall occur on such date as elected by Buyer within thirty (30) days following the last day of the Due Diligence Period (the "Closing Date") in escrow with the Title Company; provided, however, in no event shall closing occur prior to

September 30, 2018 unless as otherwise mutually agreed by the Buyer and Seller. At Closing, Seller shall deliver occupancy of the Property to Buyer.

11. **No Assumption of Liabilities**. Buyer does not assume and shall not be liable for any of Seller's obligations, debts, contracts, agreements or any other liabilities of any nature whatsoever, and the same shall continue to be the responsibility of Seller. Seller agrees to indemnify and hold Buyer harmless from and against any and all claims and liabilities asserted against Buyer arising out of such liabilities and obligations of Seller.

12. **Seller's Deliveries at Closing.** In addition to the other documents required hereunder, Seller shall deliver the following to Buyer at Closing, properly executed as required:

    a. Warranty Deed. General warranty deed to the Property (the "Deed"), in a form reasonably acceptable to Buyer, conveying to Buyer good, valid, and marketable title in fee simple, free and clear of all liens and encumbrances other than the Permitted Encumbrances.

    b. Title Policy. A proforma title insurance policy insuring Buyer's title to the Property as required by this Offer.

    c. Assignments. Assignment agreements in form and substance reasonably satisfactory to Buyer assigning to Buyer all of Seller's right, title and interest in all contracts affecting the Property, if any, that Buyer has elected to assume and all warranties and guaranties held by Seller and affecting the Property (the "Assignment and Assumption Agreements").

    d. Closing Statement. A closing statement setting forth a summary of the Purchase Price, all adjustments thereto and all disbursements (the "Closing Statement").

    e. FIRPTA Affidavit. A certificate of non-foreign status confirming that Seller is not a foreign person, foreign corporation, foreign partnership, foreign trust or foreign estate (as those terms are defined in the Internal Revenue Code of 1986 as amended).

    f. Other Documents. Such additional documents and other information, including, without limitation, any affidavits or similar agreements required by the Title Company to issue a title insurance policy to Buyer as required by this Offer and all information necessary to allow for the filing of the Wisconsin transfer tax return, as may be required by the terms of this Offer or otherwise necessary or proper to carry out the transfer that is the subject of the Offer.

13. **Buyer's Deliveries at Closing.** Buyer shall deliver to Seller at Closing the following, duly executed as required:

    a. Purchase Price. The Purchase Price as shown on the Closing Statement;

    b. Assignments. The Assignment and Assumption Agreements;

c. Closing Statement. The Closing Statement; and

d. Other Documents. Such additional documents and other information, including, without limitation, information necessary to allow for the filing of the Wisconsin transfer tax return, as may be required by this Offer or otherwise necessary or proper to carry out the transfer that is the subject of this Offer.

14. **Closing Costs.**

a. Buyer shall pay the cost to record the Deed;

b. Seller shall pay all title insurance premiums for the owner's title insurance policy and the cost of a gap endorsement. Buyer shall pay for any other endorsements it requires.

c. Seller and Buyer each shall pay one-half (1/2) of any closing fee charged by the Title Company;

d. Seller shall pay any transfer fee or cost arising by reason of transfer of the Property, as well as the recording fee for any satisfaction of its existing liens or encumbrances;

e. Each party shall pay its own attorneys' fees and other customary closing costs except as otherwise set forth herein.

15. **Patriot Act**. Seller and Buyer each represent to the other that it is not listed on the specially designated nationals and blocked persons list maintained by the U.S. Treasury Department Office of Foreign Assets Control ("OFAC") pursuant to Executive Order No. 13224, 66 Fed. Reg. 49079 (September 25, 2001) (the "Order") and/or any other list of terrorists or terrorist organizations maintained pursuant to any of the rules and regulations of OFAC or pursuant to the Order or any other applicable orders.

16. **Severability.** If any of the terms or provisions contained herein shall be declared to be invalid or unenforceable by a court of competent jurisdiction, then the remaining provisions and conditions of this Offer, or the application of such to persons or circumstances other than those to which it is declared invalid or unenforceable, shall not be affected thereby, and shall remain in full force and effect and shall be valid and enforceable to the fullest extent permitted by law.

17. **Assignment.** This Offer shall be freely assignable by Buyer, provided that any assignee(s) of the same shall execute a written agreement accepting such assignment and agreeing to assume each of the covenants, rights, and obligations accruing to Buyer hereunder, following which the Buyer named herein shall be released from all further obligations and liabilities hereunder. All of the terms, covenants and conditions of this Offer shall inure to the benefit of and be binding upon the parties hereto and their respective heirs, personal representatives, successors and assigns.

18. **Binding Contract**. The parties hereto acknowledge that Buyer will expend material sums of money in reliance on Seller's obligations under this Offer in connection with negotiating and executing this Offer, conducting the inspections contemplated by this Offer and preparing for Closing, and that Buyer would not have entered into this Offer without the right to perform its due diligence. In consideration of the foregoing, the provision of a $100 nonrefundable deposit (the "Independent Consideration") and Buyer's offer to provide copies of reports Buyer has had performed, the parties agree that adequate consideration exists so that Buyer's rights to terminate this Offer do not render this Offer illusory. Seller and Buyer each waive any and all rights to challenge the enforceability of this Offer on the basis that any of the conditions or contingencies set forth herein are at Seller's or Buyer's sole discretion or that any of the Offers contained herein are illusory. If either party challenges the enforceability of this Offer in a manner that is inconsistent with the foregoing waiver, such party shall pay the other party's costs and expenses (including reasonable attorneys' fees) in enforcing this Offer. The Independent Consideration is in addition to and independent of any other consideration or payment provided for in this Offer and shall be retained by Seller notwithstanding: (a) the exercise of Buyer's rights to terminate the Offer, and/or (b) any other provision of this Offer. The Independent Consideration shall be applied to the Purchase Price if this transaction closes. The Independent Consideration shall be paid by Buyer to Seller from the Earnest Money if this Offer is terminated and Buyer is entitled to receive the Earnest Money after such termination.

19. **Faxed Signatures and Counterparts.** Buyer and Seller agree that faxed or electronically scanned/e-mailed signatures will be binding on both parties. This Offer may be signed in multiple counterparts, each of which shall be an original and which, altogether, shall constitute one and the same instrument.

20. **Memorandum of Agreement**. Following the full execution of this Offer, at Buyer's request, the parties shall execute a memorandum disclosing the existence of this Offer, without any economic terms, and record the same in the Office of the Sheboygan County Register of Deeds.

21. **Contingency.** Promptly following the Acceptance Dare, Seller shall submit this Offer to the Sheboygan County Board of Supervisors (the "Board") for approval. If such approval is not obtained by July 18, 2017, subject to reasonable extension to accommodate the schedule of the Board, this Offer shall terminate and be of no further force or effect and the Earnest Deposit promptly shall be paid to Buyer. The date such approval is obtained is referred to herein as the ("Board Approval Date").

The parties to this Offer have read the Offer and this Addendum and agree to the terms, covenants and conditions contained herein and in the Offer.

Buyer:

2017 ACQUISITION GROUP, LLC

By: J. Price
Name: J. Price
Title: Member

Date of Offer: 5/31, 2017

Seller:

SHEBOYGAN COUNTY HIGHWAY DEPARTMENT

By:
Name: Adam N. Payne
Title: County Administrator

Date of Acceptance: 6/6, 2017