



COMPREHENSIVE ANNUAL
FINANCIAL REPORT
INCLUDING AUDITORS' REPORTS

***FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2010***

CITY OF MANITOWOC, WISCONSIN

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

INCLUDING AUDITORS' REPORTS

FOR THE FISCAL YEAR ENDED

DECEMBER 31,

2010

Prepared by Department of Finance

Anthony J. Scherer

Interim Finance Director

INTRODUCTORY SECTION

CITY OF MANITOWOC, WISCONSIN

December 31, 2010

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FINANCIAL SECTION

CITY OF MANITOWOC, WISCONSIN

General Information

ELECTED OFFICIALS

December 31, 2010

		<u>Term Expires</u>
Mayor	Justin M. Nickels	April, 2013
Common Council		
President	Dave Soeldner	April, 2012
Aldermanic District		
1	Nicholas P. Levendusky	April, 2011
2	Scott McMeans	April, 2011
3	Christopher T. Able	April, 2011
4	James N. Brey	April, 2012
5	Matt Kadow	April, 2012
6	Alex Olson	April, 2012
7	Jill Hennessey	April, 2011
8	David W. Soeldner	April, 2012
9	Allan Schema	April, 2010
10	Jason Sladky	April, 2011

CITY OF MANITOWOC, WISCONSIN

General Information

Department Heads/Appointed Officials

December 31, 2010

		Length of Time in This Position	Length of Employment With City of Manitowoc
Interim Finance Director/Treasurer	Anthony J. Scherer	.75	29.5 years
City Clerk	Jennifer B. Hudon	14 years	19 years
City Attorney	Juliana M. Ruenzel	2.5 years	11.67 years
Municipal Judge	Steven R. Olson	2.67 years	2.67 years
Director of Public Works & City Engineer	Valerie A. Mellon	4 years	4 years
City Assessor	Sarah C. Hoppe	5.17 years	5.17 years
Police Chief	Oscar A. Dick	2.17 years	28.38 years
Fire Chief	William P. Manis	2.5 years	10.75 years
City Planner	David J. Less	23 years	23 years
Director of Building Inspection	James W. Muenzenmeyer	5 years	22 years
Superintendent Wastewater Treatment Facility	Brian M. Helming	6.68 years	6.68 years
Interim Director Rahr-West Art Museum	Dan Juchniewich	.5 years	29 years
Parks and Recreation Director	Vacant	years	years
General Manager Public Utilities	Nilaksh J. Kothari	9.25 years	19 years
Director Public Library	Cherilyn Stewart	.92 years	.92 years
Facilities Manager	James W. Muenzenmeyer	13 years	22 years
Emergency Government Coordinator	Timothy R. Herzog	4.5 years	27.5 years

CERTIFIED PUBLIC ACCOUNTANTS

Schenck SC, Green Bay, Wisconsin

BOND COUNSEL

Quarles & Brady, Milwaukee, Wisconsin

FINANCIAL CONSULTANTS

Robert W. Baird & Co., Inc., Milwaukee, Wisconsin

**INDEPENDENT AUDITORS' REPORT ON BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL
AWARDS AND SCHEDULE OF STATE FINANCIAL ASSISTANCE**

To the Mayor and City Council
City of Manitowoc, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Manitowoc, Wisconsin ("the City") as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Manitowoc, Wisconsin's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

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. 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 includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our 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, each major fund, and the aggregate remaining fund information of the City as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2011 on our consideration of the City's internal control over financial reporting and 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* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the schedule of funding progress and the schedule of employer contributions on pages 51 and 52 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 response 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The introductory section, the financial information listed in the table of contents as supplemental information, and the statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards and schedule of state financial assistance, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 supplemental information and schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is 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.



Certified Public Accountants
Green Bay, Wisconsin
September 26, 2011

BASIC FINANCIAL STATEMENTS

CITY OF MANITOWOC, WISCONSIN

Statement of Net Assets

December 31, 2010

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 18,780,925	\$ 47,098,609	\$ 65,879,534
Receivables			
Taxes	28,721,369	242,830	28,964,199
Accounts	2,014,936	5,558,027	7,572,963
Special assessments	1,899,150	-	1,899,150
Loans	5,199,715	-	5,199,715
Notes	-	250,000	250,000
Due from other governments	3,767,551	-	3,767,551
Inventories and prepaid items	494,700	5,083,378	5,578,078
Deferred charges	93,072	1,549,614	1,642,686
Restricted assets			
Cash and investments	-	14,730,104	14,730,104
Accrued interest	-	144,352	144,352
Other assets	1,111,426	5,704,128	6,815,554
Capital assets			
Land	7,392,718	1,982,333	9,375,051
Construction in progress	-	427,076	427,076
Buildings	28,435,360	55,445,310	83,880,670
Improvements other than buildings	-	89,272,318	89,272,318
Machinery and equipment	19,350,998	132,240,496	151,591,494
Infrastructure	179,640,799	-	179,640,799
Less: Accumulated depreciation	(97,366,087)	(94,116,318)	(191,482,405)
TOTAL ASSETS	199,536,632	265,612,257	465,148,889
LIABILITIES			
Accounts payable	2,127,015	3,209,867	5,336,882
Contracts payable	203,475	-	203,475
Accrued payroll liabilities	1,127,269	3,794,155	4,921,424
Due to other governments	27,975,371	-	27,975,371
Deposits	159,584	535,517	695,101
Accrued interest payable	1,527,758	968,702	2,496,460
Unearned revenues	15,964,932	3,417,559	19,382,491
Noncurrent Liabilities			
Due within one year	10,299,923	5,462,230	15,762,153
Due in more than one year	73,113,374	86,942,231	160,055,605
TOTAL LIABILITIES	132,498,701	104,330,261	236,828,962
NET ASSETS			
Invested in capital assets, net of related debt	78,408,781	94,937,833	173,346,614
Restricted for			
Debt service	-	3,964,194	3,964,194
Plant replacement	-	10,103,998	10,103,998
Unrestricted (deficit)	(11,370,850)	52,275,971	40,905,121
TOTAL NET ASSETS	\$ 67,037,931	\$ 161,281,996	\$ 228,319,927

The notes to the basic financial statements are an integral part of this statement.

CITY OF MANITOWOC, WISCONSIN

Statement of Activities

Year Ended December 31, 2010

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 4,649,699	\$ 354,642	\$ -	\$ -
Public safety	16,553,734	2,456,433	131,401	151,349
Public works	13,837,037	935,571	2,773,819	2,482,324
Health and human services	546,432	157,171	-	-
Culture and recreation	6,671,335	581,468	703,119	309,025
Conservation and development	1,871,549	373,193	-	-
Interest on debt	3,941,695	-	152,240	-
Total Governmental Activities	48,071,481	4,858,478	3,760,579	2,942,698
Business-type Activities				
Water Utility	5,822,531	5,953,586	-	4,967
Electric Utility	46,581,595	52,689,004	-	175,224
Steam Utility	2,692,941	2,361,255	-	-
Broadband Utility	100,286	150,649	-	46,500
Wastewater Treatment Plant	5,843,812	5,362,958	-	-
Transit System	2,458,989	216,506	1,967,087	30,800
Total Business-type Activities	63,500,154	66,733,958	1,967,087	257,491
Total	\$ 111,571,635	\$ 71,592,436	\$ 5,727,666	\$ 3,200,189

General revenues

- Property taxes, levied for general purposes
- Property taxes, levied for debt service
- Property taxes, levied for special revenue funds
- Property taxes, levied for capital projects
- Room tax
- Mobile home tax
- Occupation and other taxes
- State and federal aids not restricted to specific functions
- Interest and investment earnings
- Miscellaneous

Transfers

- Total general revenues and transfers

Special item - disposal of plant

Change in net assets

Net assets - January 1

Net assets - December 31

The notes to the basic financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-type Activities	Total

\$ (4,295,057)	\$ -	\$ (4,295,057)
(13,814,551)	-	(13,814,551)
(7,645,323)	-	(7,645,323)
(389,261)	-	(389,261)
(5,077,723)	-	(5,077,723)
(1,498,356)	-	(1,498,356)
(3,789,455)	-	(3,789,455)
<u>(36,509,726)</u>	<u>-</u>	<u>(36,509,726)</u>

-	136,022	136,022
-	6,282,633	6,282,633
-	(331,686)	(331,686)
-	96,863	96,863
-	(480,854)	(480,854)
-	(244,596)	(244,596)
<u>-</u>	<u>5,458,382</u>	<u>5,458,382</u>

<u>(36,509,726)</u>	<u>5,458,382</u>	<u>(31,051,344)</u>
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5,013,261	-	5,013,261
4,974,892	-	4,974,892
2,107,342	-	2,107,342
3,191,419	-	3,191,419
366,098	-	366,098
61,842	-	61,842
42,600	-	42,600
6,609,782	-	6,609,782
619,090	810,460	1,429,550
675,787	-	675,787
4,826,511	(4,826,511)	-
<u>28,488,624</u>	<u>(4,016,051)</u>	<u>24,472,573</u>
<u>-</u>	<u>(3,429,065)</u>	<u>(3,429,065)</u>

(8,021,102)	(1,986,734)	(10,007,836)
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<u>75,059,033</u>	<u>163,268,730</u>	<u>238,327,763</u>
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<u>\$ 67,037,931</u>	<u>\$ 161,281,996</u>	<u>\$ 228,319,927</u>
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CITY OF MANITOWOC, WISCONSIN

Balance Sheet
Governmental Funds
December 31, 2010

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 10,023,135	\$ -	\$ 5,851,884	\$ 15,875,019
Receivables				
Taxes	16,962,413	5,769,977	5,040,373	27,772,763
Special assessments	1,003,078	-	896,072	1,899,150
Accounts	937,722	15,697	1,013,367	1,966,786
Loans	-	426,051	4,773,664	5,199,715
Due from State of Wisconsin	3,767,551	-	-	3,767,551
Due from other funds	5,146,913	-	1,104,155	6,251,068
Inventories	467,417	-	-	467,417
TOTAL ASSETS	\$ 38,308,229	\$ 6,211,725	\$ 18,679,515	\$ 63,199,469
LIABILITIES AND FUND BALANCE LIABILITIES				
Accounts payable	\$ 753,886	\$ -	\$ 148,063	\$ 901,949
Contracts payable	-	-	203,475	203,475
Accrued payables	504,835	-	-	504,835
Due to taxing districts	27,975,371	-	-	27,975,371
Due to other funds	-	9,117	6,241,951	6,251,068
Special deposits	118,544	-	41,040	159,584
Deferred revenue	4,031,587	6,215,858	10,865,167	21,112,612
Total Liabilities	33,384,223	6,224,975	17,499,696	57,108,894
FUND BALANCE				
Reserved				
Long-term receivables	3,994,133	-	1,104,155	5,098,288
Delinquent special assessments	445,475	-	-	445,475
Inventories	467,417	-	-	467,417
Unreserved, designated, reported in				
Special revenue funds	-	-	172,809	172,809
Unreserved, reported in				
General fund	16,981	-	-	16,981
Special revenue funds	-	-	4,141,080	4,141,080
Debt service fund	-	(13,250)	-	(13,250)
Capital projects funds	-	-	(4,238,225)	(4,238,225)
Total Fund Balance (Deficit)	4,924,006	(13,250)	1,179,819	6,090,575
TOTAL LIABILITIES AND FUND BALANCE	\$ 38,308,229	\$ 6,211,725	\$ 18,679,515	\$ 63,199,469

(Continued)

CITY OF MANITOWOC, WISCONSIN

Balance Sheet (Continued)

Governmental Funds

December 31, 2010

Reconciliation to the net assets reported for governmental activities in the statement of net assets		
Total fund balance of governmental funds as shown on previous page	\$	6,090,575
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		137,453,788
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. The details of this difference are as follows:		
Special assessments	\$	896,571
Loans receivable		5,199,715
Net adjustment		<u>6,096,286</u>
Internal service funds are used by management to charge the cost of insurance programs and data processing services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		2,197,735
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds. The details of this difference are as follows:		
Bonds and notes payable	\$	(75,985,000)
Compensated absences		(7,290,798)
Accrued interest on long-term obligations		(1,524,655)
Net adjustment		<u>(84,800,453)</u>
Net Assets of Governmental Activities as reported in the Statement of Net Assets (see page 8)		<u>\$ 67,037,931</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF MANITOWOC, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended December 31, 2010

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 4,334,343	\$ 4,974,892	\$ 5,664,859	\$ 14,974,094
Special assessments	150,520	-	2,116,541	2,267,061
Intergovernmental	9,042,137	-	1,955,513	10,997,650
Licenses and permits	786,147	-	-	786,147
Fines and forfeitures	446,068	-	-	446,068
Public charges for services	1,739,496	-	1,406,829	3,146,325
Intergovernmental charges for services	234,356	-	-	234,356
Interdepartmental charges for services	2,513,141	-	-	2,513,141
Miscellaneous	831,810	229,764	926,373	1,987,947
Total Revenues	20,078,018	5,204,656	12,070,115	37,352,789
Expenditures				
Current				
General government	3,209,991	-	314,754	3,524,745
Public safety	13,893,099	-	1,098,406	14,991,505
Public works	7,366,294	-	5,658,473	13,024,767
Health and human services	500,511	-	10,609	511,120
Culture and recreation	3,091,939	-	3,199,826	6,291,765
Conservation and development	497,927	-	2,236,241	2,734,168
Debt service				
Principal retirement	-	6,826,839	-	6,826,839
Interest and fiscal charges	-	3,085,793	-	3,085,793
Bond/Note issuance costs	-	87,179	85,000	172,179
Total Expenditures	28,559,761	9,999,811	12,603,309	51,162,881
Excess of Revenues Over (Under) Expenditures	(8,481,743)	(4,795,155)	(533,194)	(13,810,092)
Other Financing Sources (Uses)				
General obligation debt issued	-	10,615,000	5,850,000	16,465,000
General obligation bond/note premium	-	267,933	-	267,933
Payment to refunding bond escrow agent	-	(10,912,927)	-	(10,912,927)
Transfers in	7,894,136	4,811,899	1,672,145	14,378,180
Transfers out	(137,800)	-	(9,411,987)	(9,549,787)
Total Other Financing Sources (Uses)	7,756,336	4,781,905	(1,889,842)	10,648,399
Net Change in Fund Balances	(725,407)	(13,250)	(2,423,036)	(3,161,693)
Fund Balances - January 1	5,649,413	-	3,602,855	9,252,268
Fund Balances (Deficit) - December 31	\$ 4,924,006	\$ (13,250)	\$ 1,179,819	\$ 6,090,575

(Continued)

CITY OF MANITOWOC, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Governmental Funds
Year Ended December 31, 2010

Reconciliation to the Statement of Activities:

Net Change in Fund Balances - from previous page \$ (3,161,693)

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 these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays were less than depreciation in the current period, detailed as follows:

Capital outlay	\$ 3,726,230	
Depreciation expense	<u>(6,135,207)</u>	
Net adjustment		(2,408,977)

Loss on disposal of capital assets is not reported in the governmental funds. (1,140,463)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (477,297)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items, detailed as follows:

Issuance of general obligation debt	\$(16,465,000)	
Principal paid on long-term debt	<u>17,121,839</u>	
Net adjustment		656,839

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 governmental funds. The detail of this difference is as follows:

Compensated absences and other benefits	\$ (1,306,405)	
Accrued interest	<u>(333,729)</u>	
Net adjustment		(1,640,134)

Internal service funds are used by management to charge the costs of insurance programs and data processing services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. 150,623

Change in Net Assets of Governmental Activities as reported in the Statement of Activities (see pages 9 - 10) \$ (8,021,102)

The notes to the basic financial statements are an integral part of this statement.

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$ 4,300,023	\$ 4,300,023	\$ 4,334,343	\$ 34,320
Special assessments	177,000	177,000	150,520	(26,480)
Intergovernmental	9,000,153	9,000,153	9,042,137	41,984
Licenses and permits	788,055	788,055	786,147	(1,908)
Fines and forfeitures	390,400	390,400	446,068	55,668
Public charges for services	1,688,058	1,688,058	1,739,496	51,438
Intergovernmental charges for services	243,676	243,676	234,356	(9,320)
Interdepartmental charges for services	2,902,686	2,902,686	2,513,141	(389,545)
Miscellaneous	1,759,964	1,759,964	831,810	(928,154)
Total Revenues	21,250,015	21,250,015	20,078,018	(1,171,997)
Expenditures				
Current				
General government	3,604,697	3,741,978	3,209,991	531,987
Public safety	13,973,317	14,067,287	13,893,099	174,188
Public works	8,271,367	8,362,129	7,366,294	995,835
Health and human services	507,801	511,035	500,511	10,524
Culture and recreation	3,379,323	3,547,670	3,091,939	455,731
Conservation and development	522,406	534,406	497,927	36,479
Total Expenditures	30,258,911	30,764,505	28,559,761	2,204,744
Excess of Revenues Over (Under) Expenditures	(9,008,896)	(9,514,490)	(8,481,743)	1,032,747
Other Financing Sources (Uses)				
Transfers in	7,960,481	7,960,481	7,894,136	(66,345)
Transfers out	-	-	(137,800)	(137,800)
Total Other Financing Sources (Uses)	7,960,481	7,960,481	7,756,336	(204,145)
Net Change in Fund Balance	(1,048,415)	(1,554,009)	(725,407)	828,602
Fund Balance - January 1	5,649,413	5,649,413	5,649,413	-
Fund Balance - December 31	\$ 4,600,998	\$ 4,095,404	\$ 4,924,006	\$ 828,602

The notes to the basic financial statements are an integral part of this statement.

CITY OF MANITOWOC, WISCONSIN

Statement of Net Assets

Proprietary Funds

December 31, 2010

	Water Utility	Electric Utility	Steam Utility	Broadband Utility
ASSETS				
Current assets				
Cash and investments	\$ 2,395,632	\$ 40,280,736	\$ 416,635	\$ 352,484
Taxes receivable	-	-	-	-
Accounts receivable	686,437	4,114,989	237,781	105
Due from other funds	-	-	-	-
Inventory at cost	188,979	3,321,743	316,997	2,767
Prepaid items	26,618	1,105,017	1,390	-
Deferred charges	541,349	1,001,236	7,029	-
Deposit with CVMIC	-	-	-	-
Total current assets	3,839,015	49,823,721	979,832	355,356
Noncurrent Assets				
Restricted assets				
Cash and investments	3,213,625	3,793,368	-	-
Accrued interest	-	144,352	-	-
Total restricted assets	3,213,625	3,937,720	-	-
Other assets				
Notes receivable	-	5,704,128	-	-
Total other assets	-	250,000	-	-
Capital assets				
Land	263,008	1,222,868	75,857	-
Buildings	4,491,536	13,282,869	1,416,451	-
Improvements other than buildings	38,908,743	47,121,692	2,239,371	1,002,512
Machinery and equipment	23,548,455	92,164,499	11,108,709	231,621
Construction in progress	154,107	272,969	-	-
Accumulated depreciation	(14,026,951)	(53,571,216)	(4,670,352)	(401,274)
Total capital assets (net of accumulated depreciation)	53,338,898	100,493,681	10,170,036	832,859
Total noncurrent assets	56,552,523	110,385,529	10,170,036	832,859
TOTAL ASSETS	60,391,538	160,209,250	11,149,868	1,188,215
LIABILITIES				
Current liabilities				
Accounts payable	755,026	2,354,856	117	951
Accrued payables	596,276	2,909,030	258,470	19,146
Due to other funds	282,079	-	-	-
Deposits	632	534,885	-	-
Accrued interest	17,852	788,412	97,797	-
Deferred credits	482,417	2,679,358	12,954	-
Noncurrent liabilities due within one year				
Employee benefits	10,473	46,214	-	-
Unamortized premium	-	200,001	25,759	-
Revenue bonds payable	410,000	3,091,791	398,209	-
Total current liabilities	2,554,755	12,604,547	793,306	20,097
Noncurrent liabilities				
Due in more than one year				
Employee benefits	282,088	1,244,792	-	-
Unamortized premium	-	3,320,843	427,710	-
Revenue bonds payable	2,915,000	59,590,063	7,674,937	-
Total noncurrent liabilities	3,197,088	64,155,698	8,102,647	-
TOTAL LIABILITIES	5,751,843	76,760,245	8,895,953	20,097
NET ASSETS				
Invested in capital assets, net of related debt	50,071,569	34,361,181	1,650,450	832,859
Restricted				
Debt service	814,886	3,149,308	-	-
Plant replacement	2,380,887	-	-	-
Unrestricted	1,372,353	45,938,516	603,465	335,259
TOTAL NET ASSETS	\$ 54,639,695	\$ 83,449,005	\$ 2,253,915	\$ 1,168,118

The notes to the basic financial statements are an integral part of this statement.

Wastewater Treatment Plant	Transit System	Total	Governmental Activities - Internal Service Funds
\$ 3,597,393	\$ 55,729	\$ 47,098,609	\$ 2,905,906
-	242,830	242,830	948,606
131,313	387,402	5,558,027	48,150
282,079	-	282,079	-
-	119,867	3,950,353	-
-	-	1,133,025	27,283
-	-	1,549,614	93,072
-	-	-	1,111,426
<u>4,010,785</u>	<u>805,828</u>	<u>59,814,537</u>	<u>5,134,443</u>
7,723,111	-	14,730,104	-
-	-	144,352	-
<u>7,723,111</u>	<u>-</u>	<u>14,874,456</u>	<u>-</u>
-	-	5,704,128	-
-	-	250,000	-
330,600	90,000	1,982,333	-
35,248,437	1,006,017	55,445,310	-
-	-	89,272,318	-
2,306,960	2,880,252	132,240,496	-
-	-	427,076	-
<u>(19,417,408)</u>	<u>(2,029,117)</u>	<u>(94,116,318)</u>	<u>-</u>
18,468,589	1,947,152	185,251,215	-
<u>26,191,700</u>	<u>1,947,152</u>	<u>206,079,799</u>	<u>-</u>
30,202,485	2,752,980	265,894,336	5,134,443
62,439	36,478	3,209,867	1,225,066
-	11,233	3,794,155	408,314
-	-	282,079	-
-	-	535,517	-
64,641	-	968,702	3,103
-	242,830	3,417,559	1,162,726
17,610	-	74,297	4,923
-	-	225,760	-
1,262,173	-	5,162,173	-
<u>1,406,863</u>	<u>290,541</u>	<u>17,670,109</u>	<u>2,804,132</u>
194,580	160,424	1,881,884	132,576
-	-	3,748,553	-
11,131,794	-	81,311,794	-
<u>11,326,374</u>	<u>160,424</u>	<u>86,942,231</u>	<u>132,576</u>
12,733,237	450,965	104,612,340	2,936,708
6,074,622	1,947,152	94,937,833	-
-	-	3,964,194	-
7,723,111	-	10,103,998	-
3,671,515	354,863	52,275,971	2,197,735
<u>\$ 17,469,248</u>	<u>\$ 2,302,015</u>	<u>\$ 161,281,996</u>	<u>\$ 2,197,735</u>

CITY OF MANITOWOC, WISCONSIN
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
Year Ended December 31, 2010

	Water Utility	Electric Utility	Steam Utility	Broadband Utility
Operating Revenues				
Charges for services	\$ 5,824,066	\$ 52,241,186	\$ 2,361,082	\$ 150,649
Other	89,982	247,817	173	-
Total Operating Revenues	5,914,048	52,489,003	2,361,255	150,649
Operating Expenses				
Source of supply	3,185	-	-	-
Pumping	1,001,833	-	-	-
Power production	-	13,377,860	1,547,934	-
Other power supply	-	19,732,914	-	-
Water treatment	908,095	-	-	-
Transmission and distribution	818,804	1,246,776	13,078	-
Customer accounts	188,043	546,694	-	-
Administrative and general	842,294	3,160,847	256,115	37,023
Combined operation and maintenance	-	-	-	-
Depreciation	1,629,836	5,092,673	479,899	63,263
Taxes	64,127	252,301	19,654	-
Total Operating Expenses	5,456,217	43,410,065	2,316,680	100,286
Operating Income (Loss)	457,831	9,078,938	44,575	50,363
Nonoperating Revenues (Expenses)				
General property taxes	-	-	-	-
Operating grants	-	-	-	-
Federal and state	-	-	-	-
Local	-	-	-	-
Interest revenue	7,969	802,491	-	-
Merchandising and jobbing	39,538	45,215	-	-
Amortization of debt premium	-	200,001	-	-
Interest and fiscal charges	(168,417)	(3,189,006)	(374,901)	-
Gain/(Loss) on disposal of capital assets	-	-	-	-
Miscellaneous	(197,897)	(12,636)	(15,103)	(1,360)
Total Nonoperating Revenues (Expenses)	(318,807)	(2,153,935)	(390,004)	(1,360)
Income (Loss) Before Contributions and Transfers	139,024	6,925,003	(345,429)	49,003
Customer contributions	4,967	175,224	-	46,500
Special item - disposal of plant	-	(3,090,295)	(338,770)	-
Transfers out	(770,693)	(2,481,187)	(247,004)	(17,897)
Change in Net Assets	(626,702)	1,528,745	(931,203)	77,606
Net Assets - January 1	55,266,397	81,920,260	3,185,118	1,090,512
Net Assets - December 31	\$ 54,639,695	\$ 83,449,005	\$ 2,253,915	\$ 1,168,118

The notes to the basic financial statements are an integral part of this statement.

Wastewater Treatment Plant	Transit System	Total	Governmental Activities - Internal Service Funds
\$ 5,339,727	\$ 172,147	\$ 66,088,857	\$ 5,542,635
21,131	-	359,103	-
<u>5,360,858</u>	<u>172,147</u>	<u>66,447,960</u>	<u>5,542,635</u>
-	-	3,185	-
-	-	1,001,833	-
-	-	14,925,794	-
-	-	19,732,914	-
-	-	908,095	-
-	-	2,078,658	-
-	-	734,737	-
-	-	4,296,279	-
4,575,333	2,199,667	6,775,000	6,364,892
872,433	259,322	8,397,426	-
-	-	336,082	8,044
<u>5,447,766</u>	<u>2,458,989</u>	<u>59,190,003</u>	<u>6,372,936</u>
<u>(86,908)</u>	<u>(2,286,842)</u>	<u>7,257,957</u>	<u>(830,301)</u>
-	242,830	242,830	869,252
-	1,407,664	1,407,664	-
-	316,593	316,593	-
-	-	810,460	25,192
-	-	84,753	240
-	-	200,001	-
(392,190)	-	(4,124,514)	(7,463)
(3,856)	-	(3,856)	-
2,100	44,359	(180,537)	95,585
<u>(393,946)</u>	<u>2,011,446</u>	<u>(1,246,606)</u>	<u>982,806</u>
(480,854)	(275,396)	6,011,351	152,505
-	30,800	257,491	-
-	-	(3,429,065)	-
<u>(603,996)</u>	<u>(705,734)</u>	<u>(4,826,511)</u>	<u>(1,882)</u>
(1,084,850)	(950,330)	(1,986,734)	150,623
<u>18,554,098</u>	<u>3,252,345</u>	<u>163,268,730</u>	<u>2,047,112</u>
<u>\$ 17,469,248</u>	<u>\$ 2,302,015</u>	<u>\$ 161,281,996</u>	<u>\$ 2,197,735</u>

CITY OF MANITOWOC, WISCONSIN

Statement of Cash Flows

Proprietary Funds

Year Ended December 31, 2010

	Water Utility	Electric Utility	Steam Utility	Broadband Utility
Cash Flows from Operating Activities				
Cash received from customers	\$ 6,072,264	\$ 52,806,642	\$ 2,480,514	\$ 150,649
Cash received from interfund services provided	-	-	-	-
Cash paid to suppliers	(2,861,951)	(33,171,092)	(1,679,653)	(39,590)
Cash paid to employees	(1,144,172)	(3,760,106)	-	-
Net Cash Provided (Used) by Operating Activities	2,066,141	15,875,444	800,861	111,059
Cash Flows from Noncapital Financing Activities				
General property taxes	-	-	-	-
Cash transferred to other funds	(770,693)	(2,481,187)	(247,004)	(17,897)
Operating grants	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	(770,693)	(2,481,187)	(247,004)	(17,897)
Cash Flows from Capital and Related Financing Activities				
Proceeds from revenue bonds	-	-	-	-
Principal paid on debt	(385,000)	(3,132,918)	(387,082)	-
Interest and fiscal charges	(143,535)	(3,012,724)	(387,204)	-
Customer contributions	4,967	175,224	-	46,500
(Acquisition) disposal of capital assets	(611,328)	(916,105)	-	(8,775)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,134,896)	(6,886,523)	(774,286)	37,725
Cash Flows from Investing Activities				
Interest received on investments	7,969	807,032	-	-
Cash paid to ATC LLC	-	(128,887)	-	-
Net Cash Provided by Investing Activities	7,969	678,145	-	-
Increase (Decrease) in Cash and Cash Equivalents	168,521	7,185,879	(220,429)	130,887
Cash and Cash Equivalents - January 1	5,440,736	36,888,225	637,064	221,597
Cash and Cash Equivalents - December 31	\$ 5,609,257	\$ 44,074,104	\$ 416,635	\$ 352,484
Reconciliation of cash and cash equivalents to the statement of net assets:				
Unrestricted cash and cash equivalents	\$ 2,395,632	\$ 40,280,736	\$ 416,635	\$ 352,484
Restricted cash and cash equivalents	3,213,625	3,793,368	-	-
	\$ 5,609,257	\$ 44,074,104	\$ 416,635	\$ 352,484

(Continued)

Wastewater Treatment Plant	Transit System	Total	Governmental Activities - Internal Service Funds
\$ 6,378,372	\$ 243,041	\$ 68,131,482	\$ -
-	-	-	5,633,391
(4,741,260)	(1,386,565)	(43,880,111)	(5,669,201)
(789,067)	(744,928)	(6,438,273)	(455,946)
848,045	(1,888,452)	17,813,098	(491,756)
-	242,830	242,830	869,252
(603,996)	(705,734)	(4,826,511)	(1,882)
-	1,724,257	1,724,257	-
(603,996)	1,261,353	(2,859,424)	867,370
1,000,000	-	1,000,000	-
(1,183,687)	-	(5,088,687)	-
(394,890)	-	(3,938,353)	-
-	30,800	257,491	-
(450,915)	(30,800)	(2,017,923)	-
(1,029,492)	-	(9,787,472)	-
-	-	815,001	25,192
-	-	(128,887)	-
-	-	686,114	25,192
(785,443)	(627,099)	5,852,316	400,806
12,105,947	682,828	55,976,397	2,505,100
\$ 11,320,504	\$ 55,729	\$ 61,828,713	\$ 2,905,906
\$ 3,597,393	\$ 55,729	\$ 47,098,609	\$ 2,905,906
7,723,111	-	14,730,104	-
\$ 11,320,504	\$ 55,729	\$ 61,828,713	\$ 2,905,906

CITY OF MANITOWOC, WISCONSIN

Statement of Cash Flows

Proprietary Funds

Year Ended December 31, 2010

	Water Utility	Electric Utility	Steam Utility	Broadband Utility
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 457,831	\$ 9,078,938	\$ 44,575	\$ 50,363
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations				
Depreciation	1,629,836	5,092,673	479,899	63,263
Depreciation charged operating accounts	62,688	78,101	-	-
Merchandising and jobbing	39,538	45,215	-	-
Miscellaneous	(197,897)	(12,636)	(15,103)	(1,360)
Changes in assets and liabilities				
Accounts receivable	118,678	272,424	119,259	(2,767)
Due to other funds/governments	-	-	-	-
Inventory at cost	(15,269)	1,134,095	154,334	-
Prepaid items	(54,391)	(610,101)	-	-
Deferred charges	107,392	34,123	-	-
Accounts payable	(142,706)	467,268	(5,333)	175
Accrued payables	39,463	154,618	16,802	1,385
Compensated absences and employee benefits	20,884	51,293	6,428	-
Deposits	94	89,433	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,066,141</u>	<u>\$ 15,875,444</u>	<u>\$ 800,861</u>	<u>\$ 111,059</u>

The notes to the basic financial statements are an integral part of this statement.

Wastewater Treatment Plant	Transit System	Total	Governmental Activities - Internal Service Funds
\$ (86,908)	\$ (2,286,842)	\$ 7,257,957	\$ (830,301)
872,433	259,322	8,397,426	-
-	-	140,789	-
-	-	84,753	240
2,100	44,359	(180,537)	95,585
177,947	26,535	712,076	(4,829)
19,378	-	19,378	-
-	(13,470)	1,259,690	-
-	-	(664,492)	(1,614)
-	-	141,515	13,342
(174,136)	(2,544)	142,724	259,037
-	(7,971)	204,297	(24,626)
37,231	92,159	207,995	1,410
-	-	89,527	-
<u>\$ 848,045</u>	<u>\$ (1,888,452)</u>	<u>\$ 17,813,098</u>	<u>\$ (491,756)</u>

CITY OF MANITOWOC, WISCONSIN
Statement of Fiduciary Net Assets
Poor Relief Fiduciary Fund
December 31, 2010

	Poor Relief
ASSETS	
Cash and investments	\$ 20,768
LIABILITIES	
Accounts payable	-
NET ASSETS	
Held in trust for other purposes	<u>\$ 20,768</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF MANITOWOC, WISCONSIN
Statement of Changes in Fiduciary Net Assets
Poor Relief Fiduciary Fund
Year Ended December 31, 2010

	Poor Relief
Additions	
Interest on investments	\$ 49
Deductions	
Benefits	1,500
Change in Net Assets	(1,451)
Net Assets - January 1	22,219
Net Assets - December 31	\$ 20,768

The notes to the basic financial statements are an integral part of this statement.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Manitowoc, 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:

1. Reporting Entity

The City of Manitowoc is a municipal corporation governed by an elected ten member council. Included in the City's operations (the primary government) are the City's water, electric, steam and broadband utilities managed by a separate commission appointed by the City Council. In accordance with GAAP, the basic financial statements are required to include the City (the primary government) and any separate component units that have a significant operational or financial relationship with the City. The City has not identified any component units that are required to be included in the basic financial statements in accordance with standards established by GASB Statement Nos. 14 and 39.

2. Related Organization

The City's officials are also responsible for appointing the members of the board of another organization, but the City's accountability for this organization does not extend beyond making the appointments. Therefore this organization is not included in the City's reporting entity. The City Council appoints the members of the following related organization:

The Housing Authority of the City of Manitowoc - The Housing Authority was established by the City to administer the low and moderate income housing program funded by federal grants and rental income. Although board members of the Housing Authority are appointed by the City Council, there is no financial interdependency with the City of Manitowoc nor does the City have any significant influence over Housing Authority operations. The City does not provide funding for the Housing Authority. Additionally, the City does not hold title to any of the Housing Authority assets, nor does it have any right to the Housing Authority's surpluses. The City has no legal obligation to fund Housing Authority programs should grant funding no longer be available.

3. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets 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 and capital projects funds. Proprietary funds include enterprise and internal service funds. Major individual governmental funds and individual enterprise funds are reported as separate columns in the fund financial statements.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major governmental funds:

GENERAL FUND

This is the City's main operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

DEBT SERVICE FUND

This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The City reports the following major enterprise funds:

WATER UTILITY

This fund accounts for the provision of water service to City residents, public authorities, and business entities.

ELECTRIC UTILITY

This fund accounts for the provision of electric service to City residents, public authorities, and business entities.

STEAM UTILITY

This fund accounts for the provision of sales of steam to public authorities and business entities.

BROADBAND UTILITY

This fund accounts for the provision of broadband communication services to public authorities.

WASTEWATER TREATMENT PLANT

This fund accounts for the provision of sewage treatment service to City residents, public authorities, and business entities.

TRANSIT SYSTEM

This fund accounts for the provision of mass transit services to residents of the Cities of Manitowoc and Two Rivers.

Additionally, the government reports the following fund types:

Special revenue funds account for the proceeds of specific revenue sources, other than capital projects, that are legally restricted to expenditures for specific purposes.

Capital projects funds account for financial resources to be used for the acquisition or construction of major capital facilities or equipment other than those financed by proprietary funds.

Internal service funds account for health and liability self-insurance and data processing services provided to other departments of the City on a cost reimbursement basis.

The *private-purpose trust fund* is used to account for resources legally held in trust to provide annual holiday donations to area not-for-profit organizations. Generally, only the earnings on the invested resources are used to make the donations.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. 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 governmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, other fines and forfeits, and miscellaneous revenues are recognized when received in cash or when measurable and available.

Certain private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following certain subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

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, electric and sewer function 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 enterprise funds are charges to customers for services. Operating expenses for enterprise funds include the cost 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.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Assets, Liabilities and Net Assets or Equity

a. 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 amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. 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 are considered to be cash equivalents.

b. Accounts Receivable

Accounts receivable are recorded at gross amount with uncollectible amounts recognized under the direct write-off method. 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.

c. 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.

The amount reported on the statement of net assets for internal balances represents the residual balance outstanding between the governmental activities and business-type activities.

d. 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 fund balance reserve amounts to indicate that they do not represent spendable available financial resources.

e. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items.

Prepaid items of governmental funds in the fund financial statements are offset by fund balance reserve amounts to indicate that they do not represent spendable available financial resources.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. 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 one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair 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:

<u>Assets</u>	Governmental Activities	Business-Type Activities
	Years	
Buildings	50	25 - 50
Improvements other than buildings	-	25 - 100
Machinery and equipment	5 - 20	3 - 10
Infrastructure	50 - 100	-

g. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits in accordance with 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.

h. Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period or for resources that have been received, but not yet recognizable.

i. 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 assets.

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.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Fund Equity

GOVERNMENTAL FUND FINANCIAL STATEMENTS

Governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

GOVERNMENT-WIDE AND PROPRIETARY FUND STATEMENTS

Equity is classified as net assets and displayed in three components:

- Invested in capital assets, net of related debt - Amount of capital assets, net of accumulated depreciation, less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net assets - Amount of net assets that are 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 assets - Net assets that are neither classified as restricted nor as invested in capital assets, net of related debt.

6. 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.

NOTE B - STEWARDSHIP AND COMPLIANCE

1. Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the basic financial statements:

- a. Prior to November, City management submits to the City 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 City Council action.
- b. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the governmental funds. Budget is defined as the originally approved budget plus or minus approved amendments. 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.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE B - STEWARDSHIP AND COMPLIANCE (Continued)

- c. During the year, formal budgetary integration is employed as a management control device for the general fund, debt service fund, room tax, parking meters, mandatory recycling, Tax Increment Districts No. 7, and 8, transit capital grant, library, and enhanced EMS special revenue funds, and sanitary and storm sewers, streets, harbor improvements, capital equipment, environmental remediation, buildings and other capital improvements, car ferry dock facilities, and Tax Increment Districts No. 9, 10, 11, 12, 13, 14, 15, 16 and 17 capital projects funds. Amendments to the budget during the year are initially reviewed by management and are subsequently authorized by the City Council. Management does not have authority to amend the legally adopted budget. Supplemental amendments were necessary during the year but were not material in relation to the original appropriation.
- d. The budget as enacted includes total expenditures at the organization level. An organization can be a department, division, fund or other activity. Expenditures cannot legally exceed appropriations at this level.

The City did not have any material violation of legal or contractual provisions for the fiscal year ended December 31, 2010.

2. Deficit Fund Equity

The following funds had deficit fund equity as of December 31, 2010:

Fund	Deficit Fund Equity
Special Revenue Funds	
Tax Increment District No. 7	\$ 736,193
Tax Increment District No. 8	261,225
Enhanced EMS	150,609
Debt Service Fund	13,250
Capital Projects Funds	
Sanitary and Storm Sewers	548,434
Streets	455,711
Tax Increment District No. 9	842,725
Tax Increment District No. 11	303,737
Tax Increment District No. 12	1,747,770
Tax Increment District No. 14	201,277
Tax Increment District No. 15	91,787
Tax Increment District No. 17	301,881

The above deficits are anticipated to be funded from future operations of the respective funds, proceeds of debt, or from available resources of the general fund.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS

1. 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 in 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.

The carrying amount of the City's cash and investments totaled \$80,630,406 on December 31, 2010 as summarized below:

Petty cash funds	\$	17,775
Deposits with financial institutions		16,363,432
Investments		
U.S. Treasury notes		5,157,831
U.S. Government agency securities		31,024,018
Federal small business administration pool		111,904
Corporate obligations		10,315,600
Money market mutual funds		13,680,585
MBIA municipal investors fund		12
Wisconsin local government investment pool		3,679,596
Repurchase agreements		279,653
	\$	<u>80,630,406</u>

Reconciliation to the basic financial statements:

Basic financial statements		
Cash and investments	\$	65,879,534
Restricted cash and investments		14,730,104
Fiduciary funds		
Private-purpose trust fund		20,768
	\$	<u>80,630,406</u>

Deposits and investments of the City are subject to various risks. Presented below is a discussion of the specific risks and the City's policy related to the risk.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

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. All security transactions, including collateral for repurchase agreements, entered into by the City of Manitowoc shall be conducted on a delivery-versus-payment (DVP) basis. Securities will be held by a third party custodian designated by the Finance Director/Treasurer and Mayor and approved by the Finance Committee and Common Council.

Deposits with financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for time and savings deposits and \$250,000 for demand deposits per official custodian per depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of \$250,000 per official custodian per financial institution. In addition, the City's non-interest bearing transaction accounts are fully insured through December 31, 2012. 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.

As of December 31, 2010, \$8,256,862 of the City's deposits with financial institutions were in excess of federal depository insurance limits and uncollateralized.

On December 31, 2010, the City held repurchase agreement investments of \$279,653 of which the underlying securities are held by the investment's counterparty, not in the name of the City.

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 investments in securities to the top two ratings assigned by nationally recognized statistical rating organizations. The City does not have an additional credit risk policy. Presented below is the actual rating as of yearend for each investment type.

Investment Type	Amount	Exempt From Disclosure	AAA	Other	Not Rated
U.S. Treasury notes	\$ 5,157,831	\$ 5,157,831	\$ -	\$ -	\$ -
U.S. Government agencies	31,024,018	1,070,359	29,953,659	-	-
Fed small business admin pool	111,904	-	111,904	-	-
Corporate obligations	10,315,600	-	1,661,479	7,154,781	1,499,340
Money market mutual funds	13,680,585	-	-	-	13,680,585
MBIA municipal investors fund	12	-	-	-	12
Wisconsin local government investment pool	3,679,596	-	-	-	3,679,596
Totals	\$ 63,969,546	\$ 6,228,190	\$ 31,727,042	\$ 7,154,781	\$ 18,859,533

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Concentration of Credit Risk

The City's investment policy states that it will diversify its investments by security type and institution. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the City's total investment portfolio will be invested in a single type or with a single financial institution. The City had the following 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.

Issuer	Investment Type	Reported Amount
Federal agency mortgage securities	Bonds	<u>\$31,024,018</u>

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. In accordance with its investment policy, to the extent possible, the City of Manitowoc will attempt to match its investments with anticipated cash flow liquidity requirements. Unless matched to a specific cash flow, the City of Manitowoc will not invest in securities maturing more than 5 years from the date of purchase. Reserve funds may be invested in securities exceeding 5 years if the maturity of such investment is made to coincide as nearly as practicable with the expected use of funds. In no event will the City invest in securities with maturities exceeding 7 years. Because of the inherent difficulties in accurately forecasting cash flow requirements, a portion of the portfolio should be continuously invested in readily available funds such as Local Government Investment Pools, money market funds or overnight repurchase agreements to ensure that appropriate liquidity is maintained to meet ongoing obligations.

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:

Investment Type	Amount	Remaining Maturity (in Months)			
		12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
U.S. Treasury notes	\$ 5,157,831	\$ -	\$ 4,555,785	\$ 602,046	\$ -
U.S. Government agencies	31,024,018	5,318,832	8,409,852	13,543,377	3,751,957
Fed small business admin pool	111,904	-	-	-	111,904
Corporate obligations	10,315,600	-	5,929,683	4,385,917	-
Money market mutual funds	13,680,585	13,680,585	-	-	-
Repurchase agreements	279,653	279,653	-	-	-
MBIA municipal investors fund	12	12	-	-	-
Wisconsin local government investment pool	3,679,596	3,679,596	-	-	-
Totals	\$ 64,249,199	\$ 22,958,678	\$ 18,895,320	\$ 18,531,340	\$ 3,863,861

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

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.	<u>\$31,135,922</u>

Investment in Wisconsin Local Government Investment Pool

The City has investments in the Wisconsin local government investment pool of \$3,679,596 at year-end. The Wisconsin local government investment pool (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, 2010, the fair value of the City's share of the LGIP's assets was substantially equal to the carrying value.

2. Property Taxes

Property taxes consist of taxes on real estate and personal property. 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 are payable on or before January 31 in full. Real estate taxes are payable in full by January 31 or in four equal installments on or before January 31, March 31, May 31, and July 31. Real estate taxes not paid by July 31 are purchased by the County as part of the August tax settlement. Delinquent personal property taxes remain the collection responsibility of the City.

The City bills and collects its own property taxes and also levies and collects taxes for the Manitowoc School District, Manitowoc County, Lakeshore Technical College and the State of Wisconsin. Collections and remittances of taxes for other entities are accounted for in the general fund.

3. Restricted Assets

Restricted assets on December 31, 2010 totaled \$14,874,456 and consisted of cash and investments of \$14,730,104 and accrued interest receivable of \$144,352 held for the following purposes:

Enterprise Funds	
Water Utility	
Retirement of waterworks system revenue bonds	\$ 832,738
Membrane replacement	2,380,887
Electric Utility	
Retirement of electric system revenue bonds	3,793,368
Accrued interest	144,352
Wastewater Treatment Plant	
Plant replacement	<u>7,723,111</u>
Total Restricted Assets	<u>\$ 14,874,456</u>

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

4. Capital Assets

Capital asset activity for the year ended December 31, 2010 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,392,718	\$ -	\$ -	\$ 7,392,718
Construction in progress	3,131,306	-	3,131,306	-
Total capital assets, not being depreciated	<u>10,524,024</u>	-	<u>3,131,306</u>	<u>7,392,718</u>
Capital assets, being depreciated:				
Buildings	28,535,220	-	99,860	28,435,360
Machinery and equipment	16,014,747	3,511,093	174,842	19,350,998
Infrastructure	179,607,649	3,346,443	3,313,293	179,640,799
Subtotals	<u>224,157,616</u>	<u>6,857,536</u>	<u>3,587,995</u>	<u>227,427,157</u>
Less accumulated depreciation for:				
Buildings	8,680,841	544,441	79,888	9,145,394
Machinery and equipment	9,085,387	1,090,757	174,842	10,001,302
Infrastructure	75,912,184	4,500,009	2,192,802	78,219,391
Subtotals	<u>93,678,412</u>	<u>6,135,207</u>	<u>2,447,532</u>	<u>97,366,087</u>
Total capital assets, being depreciated, net	<u>130,479,204</u>	<u>722,329</u>	<u>1,140,463</u>	<u>130,061,070</u>
Governmental activities capital assets, net	<u>\$ 141,003,228</u>	<u>\$ 722,329</u>	<u>\$ 4,271,769</u>	<u>137,453,788</u>
Less related long-term debt outstanding				<u>59,045,007</u>
Invested in capital assets, net of related debt				<u>\$ 78,408,781</u>

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,982,333	\$ -	\$ -	\$ 1,982,333
Construction in progress	202,348	341,155	116,427	427,076
Total capital assets, not being depreciated	<u>2,184,681</u>	<u>341,155</u>	<u>116,427</u>	<u>2,409,409</u>
Capital assets, being depreciated:				
Buildings	56,064,471	-	619,161	55,445,310
Improvements other than buildings	88,695,850	1,031,763	455,295	89,272,318
Machinery and equipment	141,494,284	734,729	9,988,517	132,240,496
Subtotals	<u>286,254,605</u>	<u>1,766,492</u>	<u>11,062,973</u>	<u>276,958,124</u>
Less accumulated depreciation for:				
Buildings	22,048,166	1,198,723	395,954	22,850,935
Improvements other than buildings	28,096,765	2,391,897	246,660	30,242,002
Machinery and equipment	43,516,523	4,980,237	7,473,379	41,023,381
Subtotals	<u>93,661,454</u>	<u>8,570,857</u>	<u>8,115,993</u>	<u>94,116,318</u>
Total capital assets, being depreciated, net	<u>192,593,151</u>	<u>(6,804,365)</u>	<u>2,946,980</u>	<u>182,841,806</u>
Business-type activities capital assets, net	<u>\$ 194,777,832</u>	<u>\$ (6,463,210)</u>	<u>\$ 3,063,407</u>	<u>185,251,215</u>
Less related long-term debt outstanding				<u>90,313,382</u>
Invested in capital assets, net of related debt				<u>\$ 94,937,833</u>
Depreciation expense was charged to functions of the City as follows:				
Governmental activities				
General government			\$	196,543
Public safety				434,096
Public works				4,930,146
Health and human services				10,078
Culture and recreation				520,966
Conservation and development				43,378
Total depreciation expense - governmental activities			<u>\$</u>	<u>6,135,207</u>
Business-type activities				
Water utility			\$	1,692,524
Electric utility				5,170,774
Steam utility				479,899
Broadband utility				63,263
Wastewater treatment plant				872,433
Transit system				259,322
Depreciation charged to other accounts				32,642
Total depreciation expense - business-type activities			<u>\$</u>	<u>8,570,857</u>

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

5. 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, 2010 are detailed below:

	Interfund Receivables	Interfund Payables
Temporary Cash Advances to Finance Operating Cash		
Deficits of Other Funds		
General Fund	\$ 5,146,913	\$ -
Debt service fund	-	9,177
Nonmajor governmental funds	1,104,155	6,241,951
Operating Accounts Between Funds	-	-
Proprietary Funds		
Water Utility	-	282,079
Wastewater Treatment Plant	282,079	-
Totals	<u>\$ 6,533,147</u>	<u>\$ 6,533,207</u>

The outstanding balances between funds result mainly from the time 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 transfers for the year ended December 31, 2010 were as follows:

	Transfers In:			
	General Fund	Debt Service	Nonmajor Governmental	Total
Transfers Out:				
General Fund	\$ -	\$ -	\$ 137,800	\$ 137,800
Nonmajor Governmental Funds				
Special revenue funds	430,259	119,843	-	550,102
Capital projects funds	3,945,214	4,082,326	834,345	8,861,885
Proprietary Funds				
Water utility	770,693	-	-	770,693
Electric utility	2,481,187	-	-	2,481,187
Steam utility	247,004	-	-	247,004
Broadband utility	17,897	-	-	17,897
Wastewater treatment plant	-	603,996	-	603,996
Transit system	-	5,734	700,000	705,734
Internal Service Funds				
Data processing	1,882	-	-	1,882
	<u>\$ 7,894,136</u>	<u>\$ 4,811,899</u>	<u>\$ 1,672,145</u>	<u>\$ 14,378,180</u>

Transfers are used to: (1) move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; (2) move revenues from the fund that is required to collect them to the fund that is required or allowed to expend them; and (3) move receipts restricted to or allowed for debt service from the funds collecting the receipts to the debt service funds as debt service payments become due.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

6. Deferred Revenues

Governmental activities and governmental funds defer revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds also report deferred revenue in connection with receivables for resources that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue were as follows:

	Unavailable	Unearned
Subsequent year tax levy receivable		
General fund	\$ -	\$ 4,031,088
Debt service fund	-	5,769,977
Nonmajor governmental funds	-	5,040,373
Internal service funds	-	948,606
Postponed special assessment installments		
General fund	499	-
Nonmajor governmental funds	896,072	-
Revenue received in advance		
Debt service fund	-	19,830
Nonmajor governmental funds	-	155,058
Loans receivable		
Debt service fund	426,051	-
Nonmajor governmental funds	4,773,664	-
Totals	\$ 6,096,286	\$ 15,964,932

Postponed special assessments are generally collectible in annual installments over a period of five years. The commercial and industrial revolving and debt service fund loans are being repaid to the City in installments at various rates. The housing revolving loans will be repaid to the City when the property is no longer the loan recipient's principal place of residence. The City recognizes revenue from the special assessments and loans receivable in the year payments are received.

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

7. Long-term Obligations

The following is a summary of changes in long-term obligations of the City for the year ended December 31, 2010:

	Outstanding 1/1/10	Issued	Retired	Outstanding 12/31/10	Due Within One Year
Governmental activities:					
General Obligation Debt					
Bonds	\$ 65,125,000	\$ 16,465,000	\$ 15,575,000	\$ 66,015,000	\$ 5,760,000
Notes	10,511,839	-	1,546,839	8,965,000	1,530,000
Total General Obligation Debt	75,636,839	16,465,000	17,121,839	74,980,000	7,290,000
Note anticipation notes	1,005,000	-	-	1,005,000	1,005,000
Compensated absences and other post employment benefits	6,126,178	3,362,119	2,060,000	7,428,297	2,004,923
Governmental activities Long-term obligations	<u>\$ 82,768,017</u>	<u>\$ 19,827,119</u>	<u>\$ 19,181,839</u>	<u>\$ 83,413,297</u>	<u>\$ 10,299,923</u>
Business-type activities:					
Revenue bonds	\$ 90,562,654	\$ 1,000,000	\$ 5,088,688	\$ 86,473,966	\$ 5,162,173
Unamortized premium	4,200,074	-	225,761	3,974,313	225,760
Compensated absences and other post employment benefits	1,876,079	129,390	49,288	1,956,181	74,297
Business-type activities Long-term obligations	<u>\$ 96,638,807</u>	<u>\$ 1,129,390</u>	<u>\$ 5,363,737</u>	<u>\$ 92,404,460</u>	<u>\$ 5,462,230</u>

Total interest paid during the year on long-term debt totaled \$6,723,551.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

Bonds

\$7,820,000 capital improvement bonds issued 4/1/01; \$735,000 due in 2011; interest 4.6%	\$ 735,000
\$8,185,000 capital improvement and development bonds issued 4/1/02; \$705,000 due in 2011 and \$740,000 due in 2012; interest 5.25%	1,445,000
\$8,560,000 capital improvement and development bonds issued 4/1/03; \$675,000 to \$945,000 due annually through 2018; interest 3.625% to 4.15%	6,430,000
\$7,335,000 unfunded pension liability bonds issued 5/1/03; \$230,000 to \$855,000 due annually through 2023; interest 5.0% to 5.7%	6,425,000
\$4,330,000 capital improvement bonds issued 1/15/04; \$550,000 due in 2011 and \$555,000 due in 2012; interest 4.0%	1,105,000
\$4,305,000 capital improvement and development bonds issued 4/1/04; \$345,000 to \$480,000 due annually through 2019; interest 3.25% to 4.0%	3,640,000
\$2,235,000 capital improvement bonds issued 12/15/04; \$485,000 due in 2011; interest 4.0%	485,000
\$4,760,000 capital improvement and development bonds issued 4/15/05; \$105,000 to \$545,000 due annually through 2020; interest 3.75% to 4.15%	4,290,000
\$4,390,000 capital improvement and revaluation bonds issued 5/22/06; \$120,000 to \$485,000 due annually through 2021; interest 4.125% to 4.15%	3,970,000
\$2,745,000 capital improvement bonds issued 5/22/06; \$20,000 to \$725,000 due annually through 2015; interest 3.9% to 4.25%	2,665,000
\$8,220,000 capital improvement bonds issued 4/9/07; \$470,000 to \$755,000 due annually through 2022; interest 3.875% to 3.9%	7,230,000
\$5,600,000 capital improvement bonds issued 6/30/08; \$310,000 to \$495,000 due annually through 2023; interest 3.25% to 4.00%	5,140,000
\$6,225,000 capital improvement bonds issued 2/17/09; \$340,000 to \$550,000 due annually through 2024; interest 3.0% to 4.125%	5,990,000
\$5,850,000 capital improvement bonds issued 2/16/10; \$230,000 to \$520,000 due annually 2012 through 2025; interest 1.25% to 5.1%	5,850,000
\$10,615,000 refunding bonds issued 2/16/10; \$670,000 to \$1,845,000 due annually through 2021; interest 2.0% to 4.0%	<u>10,615,000</u>
Total Bonds	<u>66,015,000</u>

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

General Obligation Debt (Continued)

Notes

\$1,745,000 capital improvement notes issued 4/1/03; \$190,000 to \$195,000 due annually through 2013; interest 3.40% to 3.65%	575,000
\$475,000 capital improvement notes issued 4/1/04; \$55,000 to \$60,000 due annually through 2014; interest 3.25% to 3.75%	230,000
\$525,000 capital improvement notes issued 4/15/05; \$55,000 to \$60,000 due annually through 2015; interest 3.60% to 3.95%	285,000
\$1,860,000 capital improvement notes issued 5/22/06; \$185,000 due annually through 2016; interest 4.25%	1,110,000
\$1,780,000 capital improvement notes issued 4/9/07; \$175,000 to \$180,000 due annually through 2017; interest 3.75% to 3.8%	1,240,000
\$3,660,000 capital improvement notes issued 5/23/08; \$345,000 to \$420,000 due annually through 2018; interest 3.25% to 3.75%	3,025,000
\$2,955,000 capital improvement notes issued 2/17/09; \$140,000 to \$540,000 due annually through 2019; interest 3.0% to 3.25%	2,500,000
Total Notes	8,965,000
Total Outstanding General Obligation Debt	\$ 74,980,000

Annual principal and interest maturities of the outstanding general obligation debt of \$74,980,000 on December 31, 2010 are detailed below:

Year Ended December 31	Governmental Activities		
	Principal	Interest	Total
2011	\$ 7,290,000	\$ 2,859,205	\$ 10,149,205
2012	7,550,000	2,481,904	10,031,904
2013	7,675,000	2,217,491	9,892,491
2014	7,325,000	1,960,016	9,285,016
2015	7,560,000	1,694,806	9,254,806
2016-2020	27,155,000	4,839,567	31,994,567
2021-2025	10,425,000	851,797	11,276,797
	\$ 74,980,000	\$ 16,904,786	\$ 91,884,786

For governmental activities, the other long-term liabilities are generally funded by the general fund.

Legal Margin for New Debt

The City's legal margin for creation of additional general obligation debt on December 31, 2010 was \$24,586,265 as follows:

Equalized valuation of the City	\$ 1,991,325,300
Statutory limitation percentage	(x) 5%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes	99,566,265
Net outstanding general obligation debt applicable to debt limitation	74,980,000
Legal Margin for New Debt	\$ 24,586,265

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Note Anticipation Notes

Note anticipation notes debt currently outstanding is detailed as follows:

Notes

\$1,005,000 issued 5/22/06; \$1,005,000 due in 2011; interest 4.1% \$ 1,005,000

Revenue Bonds

Revenue bond debt service requirements are financed from operations of the enterprise funds. Revenue bonds outstanding on December 31, 2010 totaled \$86,473,966 and were composed of the following issues:

Water Utility

\$3,720,000 issued 3/5/07; \$410,000 to \$540,000 due annually through 2017; interest 4.0% to 4.25% \$ 3,325,000

Electric and Steam Utilities

\$69,550,000 issued 2/25/04; \$1,510,000 to \$3,720,000 due annually through 2029; interest 5.00% to 5.25%. 46,700,000

\$4,715,000 issued 12/1/05; \$210,000 to \$365,000 due annually through 2025; interest 3.75% to 4.2%. 4,185,000

\$21,740,000 issued 11/23/09; \$1,770,000 to \$3,750,000 due annually through 2019; interest 3.00% to 5.00%. 19,870,000

Wastewater Treatment Plant

\$19,739,053 State of Wisconsin Clean Water Fund Loan issued 1999; \$1,137,633 to \$1,422,608 due annually through 2018; interest 3.245%. 10,204,595

\$1,772,798 State of Wisconsin Clean Water Fund Loan issued 12/23/02; \$84,197 to \$115,531 due annually through 2022; interest 2.918%. 1,189,371

\$1,000,000 State of Wisconsin Clean Water Fund Loan issued 03/24/10; \$40,343 to \$61,001 due annually through 2030; interest 2.668%. 1,000,000

Total \$ 86,473,966

The annual principal and interest maturities of the above outstanding revenue bonds are detailed below:

Year Ended December 31	Business-type Activities		
	Principal	Interest	Total
2011	\$ 5,162,173	\$ 3,912,577	\$ 9,074,750
2012	5,357,434	3,727,347	9,084,781
2013	5,568,984	3,524,294	9,093,278
2014	5,801,864	3,294,678	9,096,542
2015	6,041,117	3,055,215	9,096,332
2016-2020	28,455,417	11,172,223	39,627,640
2021-2025	15,984,822	6,041,562	22,026,384
2026-2030	14,102,155	1,874,849	15,977,004
	<u>\$ 86,473,966</u>	<u>\$ 36,602,745</u>	<u>\$ 123,076,711</u>

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Utility Revenues Pledged

The City has pledged future water, electric, steam and wastewater customer revenues, net of specific operating expenses, to repay the water, electric and wastewater system mortgage revenue bonds. Proceeds from the bonds provided financing for the construction or acquisition of capital assets used by the utilities. The bonds are payable solely from the water, electric and wastewater customer net revenues and are payable through 2030. The total principal and interest remaining to be paid on the bonds is \$123,076,711. Principal and interest paid for the current year and total customer net revenues were \$9,027,040 and \$18,379,737, respectively.

Retired Debt

On February 16, 2010, the City issued \$10,615,000 of general obligation refunding bonds, the proceeds of which were used to call portions of the outstanding balances of the 2000, 2001, and 2002 general obligation bonds. The call reduced future debt service payments by \$535,561 and provided an economic benefit (difference between the present value of the debt service of the called bonds and the refunding notes) of \$474,526.

8. 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, 2010, there were a number of Industrial Revenue Bonds outstanding, the aggregate principal amount payable is undetermined.

9. Fund Equity

In the fund financial statements, portions of governmental fund balances are reserved and not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2010, fund balance was reserved as follows:

General Fund	
Reserved for long-term receivables from other funds	\$ 3,994,133
Reserved for delinquent special assessments	445,475
Reserved for inventories	467,417
	\$ 4,907,025
Nonmajor Governmental Funds	
Reserved for long-term receivables from other funds	\$ 1,104,155
Fiduciary Funds	
Reserved for endowments	\$ 20,768

Also in the fund financial statements, portions of governmental fund balances have been designated to represent tentative management plans that are subject to change. At December 31, 2010, fund balance was designated as follows:

Special Revenue Funds	
Designated for special projects	\$ 172,809

CITY OF MANITOWOC, WISCONSIN
Notes to Basic Financial Statements
December 31, 2010

NOTE D - OTHER POST-EMPLOYMENT BENEFITS

Plan Description - The City provides health care insurance coverage for employees who retire until they reach the age of 65. The retired employee contributes 100% of the premium for family coverage or 100% of the premium for single coverage. There are 328 active and 42 retired employees in the plan.

Annual OPEB Cost and Net OPEB Obligation - The City's annual other post-employment 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 Utilities' annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Utilities' net OPEB obligation.

Component	Amount
Annual required contribution	\$ 313,255
Interest on net OPEB	20,111
Adjustment to annual required contribution	<u>(22,382)</u>
Annual OPEB cost (expense)	310,984
Contributions made	<u>88,700</u>
Change in net OPEB obligation	222,284
OPEB obligation - beginning of year	<u>502,782</u>
OPEB obligation - end of year	<u><u>\$ 725,066</u></u>

The annual required contribution for the current year was determined as part of the January 1, 2010 actuarial valuation using the projected unit credit method. The actuarial assumptions included (a) 4.0% discount rate, and (b) projected salary increases at 3%.

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 a level dollar amount of projected payroll. The remaining amortization period at December 31, 2010 is 30 years, and the remaining amount is \$2,843,568.

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 2008 through 2010 is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage Of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2008	\$367,591	32%	\$251,391
12/31/2009	\$357,283	33%	\$502,782
12/31/2010	\$310,984	29%	\$725,066

Funded Status and Funding Progress - As of January 1, 2010, the most recent actuarial valuation date, the City's unfunded actuarial accrued liability (UAAL) was \$2,843,568. The annual payroll for active employees covered by the plan for the 2010 fiscal year was \$24,890,559 for a ratio of the UAAL to covered payroll of 11%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into 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.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE D - OTHER POST-EMPLOYMENT BENEFITS (Continued)

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, 2010 actuarial valuation, the projected unit credit method was used. The actuarial assumptions included a rate of 4.0% to discount expected liabilities to the valuation date. The initial healthcare trend rate was 9.3%, reduced by decrements to an ultimate rate of 4.7% after 40 years. The UAAL is being amortized as a level percentage of projected payrolls. The remaining amortization period at December 31, 2010 was 30 years.

NOTE E - OTHER INFORMATION

1. Retirement Commitments

All eligible City employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All permanent employees expected to work over 600 hours a year (440 hours for teachers) are eligible to participate in the WRS. Covered employees in the General category are required by statute to contribute 6.2% of their salary (3.2% for Executives and Elected Officials, 5.5% for Protective Occupations with Social Security, and 3.9% for Protective Occupations without Social Security) to the plan. Employers may make these contributions to the plan on behalf of employees. Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

The payroll for City employees covered by the WRS for the year ended December 31, 2010 was \$24,479,044; the employer's total payroll was \$24,890,559. The total required contribution for the year ended December 31, 2010 was \$2,991,024, which consisted of \$1,597,877, or 6.5% of covered payroll from the employer and \$1,393,147, or 5.7% of covered payroll from employees. The required contribution for employees for the year ended December 31, 2010 was financed by the City. Total contributions for the years ending December 31, 2009 and 2008 were \$2,817,287 and \$2,760,674 respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. 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 employee's three highest year's earnings. Employees terminating covered employment and submitting an application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. 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 or after April 24, 1998 are immediately vested.

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits is determined under Chapter 40 of Wisconsin Statutes. The WRS issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE E - OTHER INFORMATION (Continued)

2. Risk Management

The City is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors or omissions; employee health and accident claims; or acts of God. The City has chosen to retain a portion of the risks through a self-insurance program and has also purchased insurance to transfer other risks to outside parties. A description of the City's risk management program is presented starting on the next page.

Liability Self-Insurance Fund

The City, together with certain other units of government within the State of Wisconsin, created the Cities and Villages Mutual Insurance Company (CVMIC) to provide liability insurance services to its members. At that time, the City issued \$1,111,426 in general obligation bonds for its share of the initial capitalization of CVMIC. The City is partially self-insured for liability insurance and pays premiums to CVMIC for its excess liability insurance coverage. The actuary for CVMIC determines premium charges to its members required to pay the expected claims and loss adjustment expenses. CVMIC's ongoing operational expenses, other than loss adjustment expenses, are apportioned pro rata to each member. CVMIC provides general liability, police and nurses professional liability, public official's liability and vehicle liability coverage for the City. The City's self-insured retention limit is \$50,000 for each occurrence with a maximum limit of \$200,000 annually. Premiums paid to CVMIC for insurance coverage are recorded in a self-insurance internal service fund. The self-insurance internal service fund charges various City departments and operations for their portion of insurance coverage for the year. A separate financial report is issued annually by CVMIC. Since the City considers it probable that its initial capitalization contribution in CVMIC will be returned upon either dissolution of CVMIC or the approved withdrawal from CVMIC, the initial capitalization amount of \$1,111,426 has been recorded as a deposit in the liability self-insurance internal service fund.

On December 31, 2010, the self-insurance internal service fund had established a reserve of \$70,191 for future unreported claims. The claims liability of \$40,556 reported in the fund at December 31, 2010 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claim liability amount for 2010 and 2009 follow:

	Liability January 1	Current Year Claims and Changes in Estimates	Claim Payments	Liability December 31
2010	\$ 23,455	\$ 188,597	\$ 171,496	\$ 40,556
2009	\$ 22,349	\$ 144,005	\$ 142,899	\$ 23,455

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE E - OTHER INFORMATION (Continued)

Health Self-Insurance Fund

City employees, retirees and employee dependents, other than those of the water, electric and broadband enterprise funds and the data processing internal service fund are eligible for medical and dental benefits from a health self-insurance fund. Employees, retirees and employee dependents of the water, electric and broadband enterprise funds and the data processing internal service fund are covered under a separate health insurance plan. Funding is provided by charges to City departments, employees and retirees. Retirees are billed monthly premiums for health benefits based on actual costs for providing such benefits. The program is supplemented by stop loss protection, which limits the City's annual liability. The limit is \$100,000 per specific claim. Fund expenses consist of payments to a third-party administrator for medical and dental claims, stop loss insurance premiums and administrative fees. On December 31, 2010, the health self-insurance internal service fund had established a reserve of \$983,200 for future unreported claims. The claims liability of \$347,916 reported in the fund at December 31, 2010 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount for 2010 and 2009 follow:

	Liability January 1	Current Year Claims and Changes in Estimates	Claim Payments	Liability December 31
2010	\$ 387,749	\$ 5,565,405	\$ 5,605,238	\$ 347,916
2009	\$ 658,365	\$ 5,509,832	\$ 5,780,448	\$ 387,749

Transit System Liability Insurance

The City's transit system is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors or omissions; injuries to employees; or acts of God. The transit system is a member of the Transit Mutual Insurance Corporation of Wisconsin (TMI). TMI was created by several governmental units within the State of Wisconsin to provide liability insurance services to its members. The transit system pays premiums to TMI for its liability insurance coverage. The actuary for TMI determines charges to its members for the expected losses and loss adjustment expenses on which premiums are based.

Other Risk Management Programs

The City also purchases commercial insurance policies for various property and other liability risks. Payments of premiums for these policies are recorded as expenditures or expenses in various other funds of the City. Insurance settlements have not exceeded insurance coverage for each of the past three years. There have been no significant changes in insurance coverage from the prior year.

3. Subsequent Events

On April 25, 2011, the City issued \$3,280,000 of General Obligation Bonds with a final maturity in 2026 and interest rates ranging from 1.50% to 3.65%. On that same date, the City also issued \$1,605,000 of General Obligation Notes with a final maturity in 2021 and interest rates ranging from 1.50% to 3.00%.

CITY OF MANITOWOC, WISCONSIN

Notes to Basic Financial Statements

December 31, 2010

NOTE E - OTHER INFORMATION (Continued)

4. Tax Incremental Districts

The City has established nine separate capital projects funds for Tax Incremental Districts (TID) Nos. 9 - 17. Two special revenue funds record transactions for TID No. 7 and No. 8. The TID's were created by the City in accordance with Section 66.1105 of the Wisconsin Statutes. At the time the Districts were created, the property tax base within each District was "frozen" and increment taxes resulting from increases to the property tax base are used to finance District improvements, including principal and interest on long-term debt issued by the City to finance such improvements. Except for certain exceptions under Section 66.1105(6)(am)(2), the Statutes allow eligible project costs to be incurred up to five years prior to the maximum life of the district. The intent of the City is to recover all project costs from future TID surplus funds, if any, prior to termination of the respective District.

Additional information about the City's TID's follows:

TID	Creation Date	Construction Period Ends	Termination Date
7	1/1/89	2011	2015
8	1/1/94	2016	2020
9	1/1/95	2017	2021
10	1/1/97	2015	2019
11	1/1/97	2015	2019
12	1/1/99	2017	2021
13	1/1/00	2018	2022
14	1/1/01	2019	2023
15	1/1/02	2020	2024
16	1/1/03	2021	2025
17	1/1/07	2025	2029

5. Property Tax Levy Limit

Wisconsin Act 25, effective July 27, 2005, imposed a limit on the property tax levies for all Wisconsin cities, villages, towns and counties for a two-year period. Wisconsin State Budget Bill SB40 continues limit on property tax levies through 2011. The budget bill limits the increase in the maximum allowable tax levy to the greater of the percentage change in the City's January 1 equalized value as a result of net new construction or three percent in both the 2010 and 2011 budget years. The levy limit is applied to both operations and debt service. However, the Act allows the limit to be increased for debt service authorized prior to July 1, 2005 and in certain other situations.

6. Contingencies

a. 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 OMB Circular A-133 and the *State Single Audit Guidelines* 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.

b. 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 City Attorney 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.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF MANITOWOC, WISCONSIN
 Schedule of Funding Progress
 Other Post-Employment Benefit Plan
 December 31, 2010

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Unit Credit	(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	\$ -	\$ 3,465,544	0.00%	\$ 3,465,544	\$ 24,830,782	14%
2010	\$ -	\$ 2,843,568	0.00%	\$ 2,843,568	\$ 24,890,559	11%

The City implemented GASB Statement No. 45 for the fiscal year ended December 31, 2008.
 Information for prior years is not available.

CITY OF MANITOWOC, WISCONSIN
 Schedule of Employer Contributions
 Other Post-Employment Benefit Plan
 December 31, 2010

Year Ended December 31,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 116,200	\$ 367,591	32%
2009	\$ 116,200	\$ 357,283	33%
2010	\$ 88,700	\$ 313,255	28%

The City implemented GASB Statement No. 45 for the fiscal year ended December 31, 2008. Information for prior years is not available.

SUPPLEMENTAL INFORMATION

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Schedule of Budgeted and Actual Revenues
 Year Ended December 31, 2010
 With Comparative Actual Amounts for Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Prior Year Actual
	Original	Final			
Taxes					
General property	\$ 4,143,984	\$ 4,143,984	\$ 4,143,984	\$ -	\$ 2,901,890
Tax roll over run	100	100	25	(75)	163
Occupational - grain	2,808	2,808	2,809	1	3,035
Occupational - coal	5,751	5,751	5,752	1	4,649
Omitted taxes	500	500	10,088	9,588	1,579
Mobile home	50,000	50,000	61,842	11,842	46,205
Retained sales tax	-	-	(506)	(506)	73
Payments in lieu of taxes	33,880	33,880	24,457	(9,423)	133,198
Interest	63,000	63,000	85,892	22,892	65,597
Total Taxes	4,300,023	4,300,023	4,334,343	34,320	3,156,389
Special Assessments					
Seal coating	40,000	40,000	19,332	(20,668)	12,875
Dust palliatives	4,000	4,000	2,519	(1,481)	3,981
Housing code	-	-	362	362	303
Weed cutting	18,000	18,000	10,950	(7,050)	10,955
Snow removal	115,000	115,000	117,357	2,357	112,010
Christmas lighting	-	-	-	-	14,834
Total Special Assessments	177,000	177,000	150,520	(26,480)	154,958
Intergovernmental					
Shared taxes from state	5,890,631	5,890,631	5,890,816	185	6,054,703
Expenditure restraint payment	368,020	368,020	363,691	(4,329)	356,903
Exempt computer aid	70,200	70,200	67,163	(3,037)	70,198
Municipal services	63,875	63,875	48,020	(15,855)	63,875
Fire insurance tax	58,000	58,000	64,240	6,240	58,810
Highway aids	2,017,905	2,017,905	2,018,556	651	2,048,007
Connecting streets	224,464	224,464	224,040	(424)	229,403
Lift bridges	249,048	249,048	210,729	(38,319)	195,102
Highway safety	15,000	15,000	50,959	35,959	26,797
Public safety	2,500	2,500	4,976	2,476	2,355
Other grants	40,510	40,510	98,947	58,437	92,114
Total Intergovernmental	9,000,153	9,000,153	9,042,137	41,984	9,198,267

(Continued)

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Schedule of Budgeted and Actual Revenues (Continued)
 Year Ended December 31, 2010
 With Comparative Actual Amounts for Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Prior Year Actual
	Original	Final			
Licenses and Permits					
Licenses					
Liquor and malt beverages	59,700	59,700	52,479	(7,221)	52,041
Nonfermented malt beverages	200	200	155	(45)	165
Operators	25,800	25,800	23,090	(2,710)	21,815
Cigarette	3,500	3,500	4,300	800	5,105
Soda water	1,500	1,500	1,430	(70)	1,485
Bowling alley	300	300	250	(50)	250
Adult entertainment	2,000	2,000	1,500	(500)	1,500
Mobile home park	550	550	375	(175)	375
Taxicab	300	300	570	270	-
Taxicab drivers	1,200	1,200	950	(250)	-
Ambulance and hearse	150	150	120	(30)	120
Garbage collectors	900	900	1,230	330	1,680
Theater	600	600	750	150	900
Bicycle	750	750	311	(439)	224
Dog and cat	21,620	21,620	15,634	(5,986)	17,088
Amusement	500	500	100	(400)	100
Direct sellers	1,350	1,350	490	(860)	770
Christmas tree dealers	200	200	175	(25)	150
Pawnbroker	1,000	1,000	418	(582)	888
Electrical	9,500	9,500	8,875	(625)	8,805
Change of agent/transfer	100	100	90	(10)	60
Cable television	282,000	282,000	268,338	(13,662)	280,552
Permits					
Sidewalk café	150	150	75	(75)	150
Building	160,000	160,000	157,972	(2,028)	142,830
Sign	8,800	8,800	7,644	(1,156)	8,290
Electrical	80,000	80,000	90,150	10,150	90,445
Plumbing	50,000	50,000	66,130	16,130	40,060
Heating	42,000	42,000	48,303	6,303	40,581
Zoning board of appeals	2,000	2,000	2,100	100	1,500
Housing code	8,000	8,000	7,881	(119)	8,105
Well operation	300	300	100	(200)	200
Alarm ordinance	60	60	2,480	2,420	105
Fireworks	25	25	-	(25)	25
Sprinkler system	-	-	1,130	1,130	-
Street opening	16,000	16,000	15,180	(820)	12,900
Driveway/sidewalk	-	-	3,880	3,880	3,250
Storm water	7,000	7,000	1,492	(5,508)	1,722
Total Licenses and Permits	788,055	788,055	786,147	(1,908)	744,236

(Continued)

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Schedule of Budgeted and Actual Revenues (Continued)
 Year Ended December 31, 2010
 With Comparative Actual Amounts for Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Prior Year Actual
	Original	Final			
Fines and Forfeitures					
Parking violations	75,000	75,000	136,403	61,403	70,774
Municipal court fines	311,500	311,500	304,210	(7,290)	324,381
Late fees dog licenses	900	900	650	(250)	1,056
Other	3,000	3,000	4,805	1,805	2,555
Total Fines and Forfeitures	390,400	390,400	446,068	55,668	398,766
Public Charges for Services					
Clerk	20,250	20,250	10,834	(9,416)	11,761
Treasurer	55,000	55,000	57,880	2,880	64,897
Attorney	92,000	92,000	63,937	(28,063)	70,964
Assessor	300	300	259	(41)	336
Engineer	284,430	284,430	351,507	67,077	423,985
GIS land record management	500	500	100	(400)	10,120
Planning	10,000	10,000	7,956	(2,044)	8,424
Police department	3,000	3,000	6,132	3,132	6,366
Police service fees	150	150	313	163	185
Impounded vehicles	175	175	-	(175)	-
Rescue squad	765,777	765,777	839,592	73,815	604,277
Sealer	14,475	14,475	14,000	(475)	16,221
Museum	1,000	1,000	946	(54)	1,146
Recreation building	8,578	8,578	9,568	990	17,019
Recreation - team sports	62,116	62,116	49,071	(13,045)	45,144
Recreation - program fees	42,585	42,585	33,743	(8,842)	41,847
Recreation - rentals	34,000	34,000	34,868	868	42,700
Recreation - concessions	3,000	3,000	1,723	(1,277)	957
Recreation - other	5,400	5,400	19,346	13,946	3,214
Senior citizens	15,000	15,000	20,945	5,945	23,226
Street permit repairs	81,000	81,000	52,276	(28,724)	143,933
Zoo admissions	9,000	9,000	13,489	4,489	12,597
Columbarium sales	12,364	12,364	8,360	(4,004)	9,687
Sale of cemetery lots	47,095	47,095	50,257	3,162	49,177
Foundations	11,350	11,350	8,094	(3,256)	9,268
Burial fees	109,513	109,513	84,300	(25,213)	82,325
Total Public Charges for Services	1,688,058	1,688,058	1,739,496	51,438	1,699,776
Intergovernmental Charges for Services					
Counties and municipalities	49,771	49,771	52,337	2,566	28,298
City administrative fees	71,287	71,287	54,867	(16,420)	70,269
Schools and special districts	1,300	1,300	1,236	(64)	1,290
Police - school liaison	121,318	121,318	125,916	4,598	117,785
Total Intergovernmental Charges for Services	243,676	243,676	234,356	(9,320)	217,642

(Continued)

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Schedule of Budgeted and Actual Revenues (Continued)
 Year Ended December 31, 2010
 With Comparative Actual Amounts for Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Prior Year Actual
	Original	Final			
Interdepartmental Charges for Services					
TIF administrative fees	949,451	949,451	934,451	(15,000)	373,646
City equipment rental	323,107	323,107	21,329	(301,778)	505,045
Health insurance	723,244	723,244	723,244	-	2,092,707
Street department labor	458,584	458,584	456,635	(1,949)	466,206
DPW materials	43,300	43,300	7,617	(35,683)	25,506
Sewer major repairs	50,000	50,000	2,345	(47,655)	26,852
Sewer maintenance	355,000	355,000	367,520	12,520	350,996
Total Interdepartmental Charges for Services	2,902,686	2,902,686	2,513,141	(389,545)	3,840,958
Miscellaneous					
Interest on investments	1,225,000	1,225,000	506,299	(718,701)	1,363,303
Rents	49,500	49,500	19,649	(29,851)	41,331
Sale of general capital assets	85,100	85,100	-	(85,100)	17,099
Sale of salvage and waste products	5,400	5,400	5,810	410	4,057
Marina lease	180,000	180,000	134,806	(45,194)	182,958
Carferry lease	40,000	40,000	40,000	-	40,000
Other leases	41,600	41,600	38,600	(3,000)	38,000
Sale of photo copies	800	800	1,745	945	906
Donations	121,364	121,364	75,045	(46,319)	145,733
Other	11,200	11,200	9,856	(1,344)	13,204
Total Miscellaneous	1,759,964	1,759,964	831,810	(928,154)	1,846,591
Total Revenues	\$ 21,250,015	\$ 21,250,015	20,078,018	\$ (1,171,997)	\$ 21,257,583

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Schedule of Budgeted and Actual Expenditures
 Year Ended December 31, 2010
 With Comparative Actual Amounts for Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Prior Year Actual
	Original	Final			
General Government					
Council	\$ 77,991	\$ 77,991	\$ 62,013	\$ 15,978	\$ 65,803
Mayor	151,552	151,552	149,855	1,697	206,465
Clerk	299,177	299,177	292,548	6,629	256,283
Elections	105,325	106,425	79,582	26,843	45,577
Postage	50,000	50,000	32,266	17,734	47,514
Board of review	1,805	1,805	469	1,336	341
Assessor	230,976	231,405	222,017	9,388	224,487
Finance	280,292	281,392	258,891	22,501	288,785
Treasurer	315,161	315,161	267,078	48,083	273,995
Data processing	388,299	388,299	385,950	2,349	371,476
Payroll	147,184	147,784	142,060	5,724	136,245
Attorney	388,160	449,737	330,355	119,382	416,339
Cable television	2,875	2,875	2,533	342	2,504
Personnel	277,973	296,866	275,302	21,564	204,111
Municipal court	106,070	129,352	121,674	7,678	99,713
Duplicating	55,025	55,025	53,966	1,059	55,353
City hall	249,901	250,201	244,215	5,986	233,110
Buildings and grounds shop	6,230	6,230	4,112	2,118	4,777
Property insurance	39,256	39,256	23,011	16,245	43,192
Other insurance	356,445	356,445	263,478	92,967	220,130
Miscellaneous	75,000	105,000	(1,384)	106,384	59,667
Total General Government	3,604,697	3,741,978	3,209,991	531,987	3,255,867
Public Safety					
Police	7,830,430	7,863,961	7,669,739	194,222	7,450,260
Fire	5,534,577	5,594,396	5,632,087	(37,691)	5,367,879
Building inspection	601,464	601,464	588,449	13,015	587,888
Civil defense	6,846	7,466	2,824	4,642	4,231
Total Public Safety	13,973,317	14,067,287	13,893,099	174,188	13,410,258
Public Works					
Engineer	1,146,518	1,189,402	1,108,996	80,406	1,082,881
Streets administration	369,536	369,536	374,140	(4,604)	377,027
Street repairs	1,178,521	1,225,399	1,157,019	68,380	1,293,822
Seal coating	134,566	134,566	82,853	51,713	88,467
Alley and local roads	17,920	17,920	16,354	1,566	16,831
8th St. bridge	223,142	223,142	190,835	32,307	193,222
10th St. bridge	25,906	25,906	22,115	3,791	17,863
Other bridges	2,281	2,281	5,381	(3,100)	2,740

(Continued)

CITY OF MANITOWOC, WISCONSIN
 General Fund
 Schedule of Budgeted and Actual Expenditures (Continued)
 Year Ended December 31, 2010
 With Comparative Actual Amounts for Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Prior Year Actual
	Original	Final			
Public Works (Continued)					
Curb and walks	74,577	74,577	70,214	4,363	59,564
Street cleaning	305,798	305,798	302,159	3,639	310,186
Snow and ice removal	1,036,787	1,036,787	588,404	448,383	1,043,167
Traffic control	410,286	410,286	347,237	63,049	382,580
Street lighting	745,000	745,000	766,479	(21,479)	756,866
Docks and harbors	85,364	85,364	76,563	8,801	98,072
Gravel pit	60,230	60,230	41,919	18,311	8,095
Solid waste disposal	228,050	228,050	262,239	(34,189)	235,366
Sanitary sewers	421,542	421,542	341,802	79,740	289,818
Weed cutting	135,092	135,092	140,835	(5,743)	127,027
Tree and brush removal	287,296	287,296	241,753	45,543	295,810
Storm sewers	1,251,666	1,252,666	1,131,536	121,130	1,193,016
Lift stations	83,691	83,691	58,098	25,593	106,602
Interdepartmental charges	47,598	47,598	39,363	8,235	51,153
Total Public Works	8,271,367	8,362,129	7,366,294	995,835	8,030,175
Health and Human Services					
Evergreen cemetery	507,801	511,035	500,511	10,524	503,251
Culture and Recreation					
Rahr West Museum	493,247	493,247	439,294	53,953	457,586
Marine band	20,000	20,000	20,000	-	25,500
Civic orchestra	8,000	8,000	8,000	-	8,000
Recreation					
Administration	511,941	520,441	415,043	105,398	480,874
Buildings and grounds	1,963,965	1,893,384	1,760,371	133,013	1,850,736
Recreational programs	139,231	272,390	145,433	126,957	183,454
Senior citizens center	204,139	297,191	292,086	5,105	195,487
July 4th picnic/fireworks	32,200	32,200	(2,868)	35,068	31,147
Special events	-	2,663	-	2,663	-
Banners and decorations	6,600	8,154	14,580	(6,426)	14,505
Total Culture and Recreation	3,379,323	3,547,670	3,091,939	455,731	3,247,289
Conservation and Development					
Planning	519,681	531,681	497,072	34,609	471,831
Community Development Authority	2,725	2,725	855	1,870	1,305
Total Conservation and Development	522,406	534,406	497,927	36,479	473,136
Total Expenditures	\$ 30,258,911	\$ 30,764,505	\$ 28,559,761	\$ 2,204,744	\$ 28,919,976

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than major capital projects or expendable trust) that are legally restricted to expenditures for specific purposes. The City utilizes Special Revenue Funds to record financial transactions pertaining to the following activities:

Room Tax

To account for collections of room tax from City businesses and record disbursements to the Manitowoc Area Visitor and Convention Bureau, Inc. and other area promotional and development expenditures.

Farmer's Market and Community Gardens

To account for rents received from individuals for space to sell agricultural products.

Parking Meters

To account for parking meter collections and parking stall rental receipts used to finance related disbursements for personnel, supplies and equipment charges.

Mandatory Recycling

To account for all transactions relating to the City's recycling program.

Tax Increment Districts

To account for tax increment revenues of Tax Increment Districts No. 7 and No. 8 for which the construction period for eligible projects has elapsed. All project expenditures were originally recorded in Capital Projects Funds.

Revolving Loans

To account for transactions relating to the commercial, industrial and housing revolving loan programs. Additional loans are made as previous loans are repaid.

Grants

Funds have been established to account for transactions of the City's various grant programs.

Transit Capital Grant

To account for the acquisition of capital assets for the City's Transit System.

Manitowoc Calumet Library System

To account for transactions relating to Library operating assistance received from the Manitowoc Calumet Library System.

Library

To account for all transactions relating to the operation of the Manitowoc Public Library.

Manitowoc International Relations Association

Funds have been established to account for transactions relating to the sister-city relationship with Kamogawa, Japan.

Manitowoc County Municipal Executive Group

Funds have been established to account for transactions relating to the chief elected officials of the 12 municipalities of Manitowoc County who meet monthly to discuss and take action on legislative and other issues relevant to the group.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

SPECIAL REVENUE FUNDS (Continued)

Enhanced EMS

To account for the City's acquisition of EMS services from Holy Family Hospital.

Donations

Funds have been established to account for the accumulation and subsequent disbursement of donations received by the City from individuals and businesses for the Rahr West Museum, Police Department, Senior Center, Parks and Zoo.

CAPITAL PROJECTS FUNDS

To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by Proprietary Funds. The City utilizes Capital Projects Funds to record financial transactions pertaining to the following activities:

Sanitary and Storm Sewers

To account for transactions relating to sanitary and storm sewer construction other than that accounted for in the Proprietary Funds.

Streets

To account for transactions relating to street construction.

Harbor Improvements

To account for transactions relating to harbor and dock improvements.

Capital Equipment

To account for transactions relating to equipment purchases of the City.

Environmental Remediation

To account for transactions relating to the City's share of the investigation and clean-up of the Lemberger Landfill site (a private landfill) and gravel pit.

Cemetery Improvements

To account for transactions relating to capital improvements of the City's cemetery.

Buildings and Other Improvements

To account for transactions relating to building improvement projects.

Car Ferry Dock Facilities

To account for transactions relating to car ferry dock improvement projects.

Tax Increment Districts

To account for activity of Tax Increment Districts No. 9, 10, 11, 12, 13, 14, 15, 16 and 17.

CITY OF MANITOWOC, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
Year Ended December 31, 2010

	Special Revenue Funds						
	Room Tax	Farmer's Market	Parking Meters	Mandatory Recycling	Tax Incremental Districts		Commercial Revolving Loan
					No. 7	No. 8	
ASSETS							
Cash and investments	\$ 113,062	\$ 22,883	\$ -	\$ 13,996	\$ -	\$ -	\$ 662,805
Receivables							
Taxes	-	-	108,498	-	374,941	28,289	-
Special assessments	-	-	-	-	-	-	-
Accounts	-	-	233	-	-	-	-
Loans	-	-	-	-	-	-	3,163
Due from other funds	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 113,062	\$ 22,883	\$ 108,731	\$ 13,996	\$ 374,941	\$ 28,289	\$ 665,968
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ 253	\$ -	\$ -	\$ 13,996	\$ -	\$ -	\$ -
Due to other funds	-	-	233	-	736,193	261,225	-
Contracts payable	-	-	-	-	-	-	-
Special deposits	-	-	-	-	-	-	-
Deferred revenue	-	-	108,498	-	374,941	28,289	3,163
Total Liabilities	253	-	108,731	13,996	1,111,134	289,514	3,163
FUND BALANCE							
Reserved for long-term receivables	-	-	-	-	-	-	-
Unreserved							
Designated for special projects	112,809	-	-	-	-	-	-
Undesignated	-	22,883	-	-	(736,193)	(261,225)	662,805
Total Fund Balance (Deficit)	112,809	22,883	-	-	(736,193)	(261,225)	662,805
TOTAL LIABILITIES AND FUND BALANCE	\$ 113,062	\$ 22,883	\$ 108,731	\$ 13,996	\$ 374,941	\$ 28,289	\$ 665,968

(Continued)

CITY OF MANITOWOC, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
Year Ended December 31, 2010

	Special Revenue Funds (Continued)						
	Transit Capital Grant	Housing Revolving Loan	Community Development Block Grant	HCRI Revolving Loan	Industrial Revolving Loan	Manitowoc Calumet Library System	Library
ASSETS							
Cash and investments	\$ 18,356	\$ 117,854	\$ 5,182	\$ 16,684	\$ 2,830,834	\$ -	\$ 934,782
Receivables							
Taxes	-	-	-	-	-	-	1,661,553
Special assessments	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-
Loans	-	2,960,151	-	160,666	1,649,684	-	-
Due from other funds	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 18,356	\$ 3,078,005	\$ 5,182	\$ 177,350	\$ 4,480,518	\$ -	\$ 2,596,335
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ -	\$ 1,538	\$ -	\$ -	\$ -	\$ -	\$ 99,710
Due to other funds	-	-	-	-	-	-	-
Contracts payable	-	-	-	-	-	-	-
Special deposits	-	-	-	-	-	-	-
Deferred revenue	-	2,960,151	-	160,666	1,649,684	-	1,723,674
Total Liabilities	-	2,961,689	-	160,666	1,649,684	-	1,823,384
FUND BALANCE							
Reserved for long-term receivables	-	-	-	-	-	-	-
Unreserved							
Designated for special projects	-	-	-	-	-	-	60,000
Undesignated	18,356	116,316	5,182	16,684	2,830,834	-	712,951
Total Fund Balance (Deficit)	18,356	116,316	5,182	16,684	2,830,834	-	772,951
TOTAL LIABILITIES AND FUND BALANCE	\$ 18,356	\$ 3,078,005	\$ 5,182	\$ 177,350	\$ 4,480,518	\$ -	\$ 2,596,335

(Continued)

CITY OF MANITOWOC, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
Year Ended December 31, 2010

Special Revenue Funds (Continued)							
Manitowoc International Relations Association	Manitowoc Municipal Executive Group	Enhanced EMS	Rahr West Museum	Police Programs	Parkland Dedication	Aquatic Center	
ASSETS							
Cash and investments	\$ 11,210	\$ -	\$ -	\$ 286,992	\$ 81,288	\$ 251,785	\$ 137,775
Receivables							
Taxes	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Accounts	-	-	440,006	-	-	-	-
Loans	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 11,210	\$ -	\$ 440,006	\$ 286,992	\$ 81,288	\$ 251,785	\$ 137,775
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ 1,014	\$ -	\$ -	\$ -	\$ 2,030
Due to other funds	-	-	589,601	-	-	-	-
Contracts payable	-	-	-	-	-	-	-
Special deposits	-	-	-	-	41,040	-	-
Deferred revenue	-	-	-	-	-	-	750
Total Liabilities	-	-	590,615	-	41,040	-	2,780
FUND BALANCE							
Reserved for long-term receivables	-	-	-	-	-	-	-
Unreserved							
Designated for special projects	-	-	-	-	-	-	-
Undesignated	11,210	-	(150,609)	286,992	40,248	251,785	134,995
Total Fund Balance (Deficit)	11,210	-	(150,609)	286,992	40,248	251,785	134,995
TOTAL LIABILITIES AND FUND BALANCE	\$ 11,210	\$ -	\$ 440,006	\$ 286,992	\$ 81,288	\$ 251,785	\$ 137,775

(Continued)

CITY OF MANITOWOC, WISCONSIN
 Combining Balance Sheet
 Nonmajor Governmental Funds
 Year Ended December 31, 2010

	Special Revenue Funds (Continued)						Total Special Revenue Funds
	Senior Center	X Sports Complex	Eternal Flame	Centennial	Ball Diamond Improvements	Zoo Improve- ments	
ASSETS							
Cash and investments	\$ 96,615	\$ 10,665	\$ 57,118	\$ 8,306	\$ 9,631	\$ 4,392	\$ 5,692,215
Receivables							
Taxes	-	-	-	-	-	-	2,173,281
Special assessments	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	440,239
Loans	-	-	-	-	-	-	4,773,664
Due from other funds	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 96,615	\$ 10,665	\$ 57,118	\$ 8,306	\$ 9,631	\$ 4,392	\$ 13,079,399
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ 6,177	\$ -	\$ 2,684	\$ -	\$ -	\$ -	\$ 127,402
Due to other funds	-	-	-	-	-	-	1,587,252
Contracts payable	-	-	-	-	-	-	-
Special deposits	-	-	-	-	-	-	41,040
Deferred revenue	-	-	-	-	-	-	7,009,816
Total Liabilities	6,177	-	2,684	-	-	-	8,765,510
FUND BALANCE							
Reserved for long-term receivables	-	-	-	-	-	-	-
Unreserved							
Designated for special projects	-	-	-	-	-	-	172,809
Undesignated	90,438	10,665	54,434	8,306	9,631	4,392	4,141,080
Total Fund Balance (Deficit)	90,438	10,665	54,434	8,306	9,631	4,392	4,313,889
TOTAL LIABILITIES AND FUND BALANCE	\$ 96,615	\$ 10,665	\$ 57,118	\$ 8,306	\$ 9,631	\$ 4,392	\$ 13,079,399

(Continued)

CITY OF MANITOWOC, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010

	Capital Projects Funds									
	Sanitary and Storm Sewers	Streets	Harbor Improve- ments	Capital Equipment	Environmental Remediation	Cemetery Improve- ments	Buildings and Other Improve- ments	Car Ferry Dock Facilities	Tax Increment Districts	
									No. 9	No. 10
ASSETS										
Cash and investments	\$ -	\$ -	\$ 729	\$ 20,384	\$ 52,777	\$ 22,748	\$ -	\$ -	\$ -	\$ -
Receivables										
Taxes	-	-	-	65,000	-	-	66,667	-	222,586	93,402
Special assessments	145,271	750,801	-	-	-	-	-	-	-	-
Accounts	-	401,720	25,624	-	-	40	145,744	-	-	-
Loans	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	195,018
TOTAL ASSETS	\$ 145,271	\$ 1,152,521	\$ 26,353	\$ 85,384	\$ 52,777	\$ 22,788	\$ 212,411	\$ -	\$ 222,586	\$ 288,420
LIABILITIES AND FUND BALANCE										
LIABILITIES										
Accounts payable	\$ 1,464	\$ -	\$ -	\$ 16,149	\$ 3,048	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	410,112	725,943	-	-	-	-	56,672	-	842,725	-
Contracts payable	110,903	92,461	-	-	-	-	111	-	-	-
Special deposits	-	-	-	-	-	-	-	-	-	-
Deferred revenue	171,226	789,828	-	65,000	-	-	66,667	-	222,586	93,402
Total Liabilities	693,705	1,608,232	-	81,149	3,048	-	123,450	-	1,065,311	93,402
FUND BALANCE										
Reserved for long-term receivable	-	-	-	-	-	-	-	-	-	195,018
Unreserved										
Designated for special projects	-	-	-	-	-	-	-	-	-	-
Undesignated	(548,434)	(455,711)	26,353	4,235	49,729	22,788	88,961	-	(842,725)	-
Total Fund Balance (Deficit)	(548,434)	(455,711)	26,353	4,235	49,729	22,788	88,961	-	(842,725)	195,018
TOTAL LIABILITIES AND FUND BALANCE	\$ 145,271	\$ 1,152,521	\$ 26,353	\$ 85,384	\$ 52,777	\$ 22,788	\$ 212,411	\$ -	\$ 222,586	\$ 288,420

(Continued)

CITY OF MANITOWOC, WISCONSIN

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010

	Capital Projects Funds (Continued)							Total Capital Projects Funds	Total Nonmajor Governmental Funds
	Tax Increment Districts (Continued)								
	No. 11	No. 12	No. 13	No. 14	No. 15	No. 16	No. 17		
ASSETS									
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 63,031	\$ -	\$ 159,669	\$ 5,851,884
Receivables									
Taxes	109,449	140,996	193,420	65,612	1,499,639	254,087	156,234	2,867,092	5,040,373
Special assessments	-	-	-	-	-	-	-	896,072	896,072
Accounts	-	-	-	-	-	-	-	573,128	1,013,367
Loans	-	-	-	-	-	-	-	-	4,773,664
Due from other funds	-	-	909,137	-	-	-	-	1,104,155	1,104,155
TOTAL ASSETS	\$ 109,449	\$ 140,996	\$ 1,102,557	\$ 65,612	\$ 1,499,639	\$ 317,118	\$ 156,234	\$ 5,600,116	\$ 18,679,515
LIABILITIES AND FUND BALANCE									
LIABILITIES									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,661	\$ 148,063
Due to other funds	303,737	1,747,770	-	201,277	91,787	-	274,676	4,654,699	6,241,951
Contracts payable	-	-	-	-	-	-	-	203,475	203,475
Special deposits	-	-	-	-	-	-	-	-	41,040
Deferred revenue	109,449	140,996	193,420	65,612	1,499,639	254,087	183,439	3,855,351	10,865,167
Total Liabilities	413,186	1,888,766	193,420	266,889	1,591,426	254,087	458,115	8,734,186	17,499,696
FUND BALANCE									
Reserved for long-term receivable	-	-	909,137	-	-	-	-	1,104,155	1,104,155
Unreserved									
Designated for special projects	-	-	-	-	-	-	-	-	172,809
Undesignated	(303,737)	(1,747,770)	-	(201,277)	(91,787)	63,031	(301,881)	(4,238,225)	(97,145)
Total Fund Balance (Deficit)	(303,737)	(1,747,770)	909,137	(201,277)	(91,787)	63,031	(301,881)	(3,134,070)	1,179,819
TOTAL LIABILITIES AND FUND BALANCE	\$ 109,449	\$ 140,996	\$ 1,102,557	\$ 65,612	\$ 1,499,639	\$ 317,118	\$ 156,234	\$ 5,600,116	\$ 18,679,515

CITY OF MANITOWOC, WISCONSIN
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 Year Ended December 31, 2010

	Special Revenue Funds					
	Room Tax	Farmer's Market	Parking Meters	Mandatory Recycling	Tax Incremental Districts	
					No. 7	No. 8
Revenues						
Taxes						
Property	\$ -	\$ -	\$ 98,478	\$ -	\$ 343,968	\$ 28,704
Room	366,098	-	-	-	-	-
Total Taxes	366,098	-	98,478	-	343,968	28,704
Special assessments	-	-	-	-	-	-
Intergovernmental						
State aids	-	-	-	320,494	1,835	43
County aids	-	-	-	-	-	-
Federated library system aid	-	-	-	-	-	-
Charges for services	-	-	-	117,096	-	-
Total Intergovernmental	-	-	-	437,590	1,835	43
Public charges for services	-	-	-	-	-	-
Miscellaneous						
Interest	-	29	-	-	-	-
Rent	-	12,610	6,541	-	-	-
Sale of property	-	-	-	-	-	-
Donations	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-
Total Miscellaneous	-	12,639	6,541	-	-	-
Total Revenues	366,098	12,639	105,019	437,590	345,803	28,747
Expenditures						
General government	-	-	-	-	-	-
Public safety	-	-	77,592	-	-	-
Public works	-	-	18,592	145,996	622	-
Health and human services	-	-	-	-	-	-
Culture and recreation	-	9,309	-	-	-	-
Conservation and development	295,812	-	-	-	490,722	54,845
Debt service						
Bond issuance costs	-	-	-	-	-	-
Total Expenditures	295,812	9,309	96,184	145,996	491,344	54,845
Excess of Revenues Over (Under)						
Expenditures	70,286	3,330	8,835	291,594	(145,541)	(26,098)
Other Financing Sources (Uses)						
General obligation debt issued	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(15,254)	-	(8,835)	(291,594)	(33,473)	(51,150)
Total Other Financing Sources (Uses)	(15,254)	-	(8,835)	(291,594)	(33,473)	(51,150)
Net Change in Fund Balances	55,032	3,330	-	-	(179,014)	(77,248)
Fund Balance (Deficit) -						
January 1	57,777	19,553	-	-	(557,179)	(183,977)
Fund Balance (Deficit) -						
December 31	\$ 112,809	\$ 22,883	\$ -	\$ -	\$ (736,193)	\$ (261,225)

Special Revenue Funds (Continued)								
Commercial Revolving Loan	Transit Capital Grant	Housing Revolving Loan	Community Development Block Grant	HCRI Revolving Loan	Industrial Revolving Loan	Manitowoc Calumet Library System	Library	Manitowoc Internat'l Relations Association
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,636,192	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,636,192	-
-	-	-	-	-	-	-	-	-
-	43,395	-	-	-	-	-	-	-
-	-	-	-	-	-	-	527,418	-
-	-	-	-	-	-	76,754	-	-
-	-	-	-	-	-	-	25,000	-
-	43,395	-	-	-	-	76,754	552,418	-
-	-	-	-	-	-	-	90,511	-
1,571	-	403	(35)	43	6,564	-	1,018	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	7,760	-
39,446	-	119,133	23,374	1,681	486,717	-	-	-
41,017	-	119,536	23,339	1,724	493,281	-	8,778	-
41,017	43,395	119,536	23,339	1,724	493,281	76,754	2,287,899	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	38,985	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	76,754	2,555,028	-
128,970	-	182,918	11,232	2,663	571,056	-	-	-
-	-	-	-	-	-	-	-	-
128,970	38,985	182,918	11,232	2,663	571,056	76,754	2,555,028	-
(87,953)	4,410	(63,382)	12,107	(939)	(77,775)	-	(267,129)	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(35,220)	-
-	-	-	-	-	-	-	(35,220)	-
(87,953)	4,410	(63,382)	12,107	(939)	(77,775)	-	(302,349)	-
750,758	13,946	179,698	(6,925)	17,623	2,908,609	-	1,075,300	11,210
\$ 662,805	\$ 18,356	\$ 116,316	\$ 5,182	\$ 16,684	\$ 2,830,834	\$ -	\$ 772,951	\$ 11,210

(Continued)

CITY OF MANITOWOC, WISCONSIN
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
Year Ended December 31, 2010

Special Revenue Funds (Continued)

	Manitowoc Municipal Executive Group	Enhanced EMS	Rahr West Museum	Police Programs	Parkland Dedication	Aquatic Center
Revenues						
Taxes						
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Room	-	-	-	-	-	-
Total Taxes	-	-	-	-	-	-
Special assessments						
Intergovernmental						
State aids	-	11,226	-	-	-	-
County aids	-	-	-	-	-	-
Federated library system aid	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Total Intergovernmental	-	11,226	-	-	-	-
Public charges for services	-	1,024,050	-	-	-	229,982
Miscellaneous						
Interest	-	-	673	5	545	(235)
Rent	-	-	-	-	-	-
Sale of property	-	-	-	550	-	-
Donations	-	-	37,517	1,191	-	-
Loan repayments	-	-	-	-	-	-
Total Miscellaneous	-	-	38,190	1,746	545	(235)
Total Revenues	-	1,035,276	38,190	1,746	545	229,747
Expenditures						
General government	-	-	-	-	-	-
Public safety	-	920,700	-	195	-	-
Public works	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-
Culture and recreation	-	-	52,692	-	-	238,285
Conservation and development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-
Total Expenditures	-	920,700	52,692	195	-	238,285
Excess of Revenues Over (Under)						
Expenditures	-	114,576	(14,502)	1,551	545	(8,538)
Other Financing Sources (Uses)						
General obligation debt issued	-	-	-	-	-	-
Transfers in	-	-	-	-	-	137,800
Transfers out	-	(114,576)	-	-	-	-
Total Other Financing Sources (Uses)	-	(114,576)	-	-	-	137,800
Net Change in Fund Balances	-	-	(14,502)	1,551	545	129,262
Fund Balance (Deficit) -						
January 1	-	(150,609)	301,494	38,697	251,240	5,733
Fund Balance (Deficit) -						
December 31	\$ -	\$ (150,609)	\$ 286,992	\$ 40,248	\$ 251,785	\$ 134,995

Special Revenue Funds (Continued)							Total Special Revenue Funds
Senior Center	X Sports Complex	Eternal Flame	Centennial	Ball Diamond Improvements	Zoo Improvements		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,107,342
-	-	-	-	-	-	-	366,098
-	-	-	-	-	-	-	2,473,440
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	376,993
-	-	-	-	-	-	-	527,418
-	-	-	-	-	-	-	76,754
-	-	-	-	-	-	-	142,096
-	-	-	-	-	-	-	1,123,261
-	-	-	-	-	-	-	1,344,543
230	23	142	1,173	-	13		12,162
-	-	-	-	-	-	-	19,151
-	-	-	-	-	-	-	550
11,930	-	-	-	11,506	585		70,489
-	-	-	-	-	-	-	670,351
12,160	23	142	1,173	11,506	598		772,703
12,160	23	142	1,173	11,506	598		5,713,947
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	998,487
-	-	-	-	-	-	-	204,195
-	-	-	-	-	-	-	-
24,409	-	8,197	-	-	1,723		2,966,397
-	-	-	-	1,875	-		1,740,093
-	-	-	-	-	-	-	-
24,409	-	8,197	-	1,875	1,723		5,909,172
(12,249)	23	(8,055)	1,173	9,631	(1,125)		(195,225)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	137,800
-	-	-	-	-	-	-	(550,102)
-	-	-	-	-	-	-	(412,302)
(12,249)	23	(8,055)	1,173	9,631	(1,125)		(607,527)
102,687	10,642	62,489	7,133	-	5,517		4,921,416
\$ 90,438	\$ 10,665	\$ 54,434	\$ 8,306	\$ 9,631	\$ 4,392	\$	\$ 4,313,889

(Continued)

CITY OF MANITOWOC, WISCONSIN
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
Year Ended December 31, 2010

	Capital Projects Funds							
	Sanitary and Storm Sewers	Streets	Harbor Improve- ments	Capital Equipment	Environ- mental Remediation	Cemetery Improve- ments	Buildings and Other Improve- ments	Car Ferry Dock Facilities
Revenues								
Taxes								
Property	\$ -	\$ -	\$ -	\$ 249,268	\$ -	\$ -	\$ 72,653	\$ -
Room	-	-	-	-	-	-	-	-
Total Taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>249,268</u>	<u>-</u>	<u>-</u>	<u>72,653</u>	<u>-</u>
Special assessments	1,141,582	974,959	-	-	-	-	-	-
Intergovernmental								
State aids	43,971	384,000	25,624	-	-	-	134,218	-
County aids	-	-	-	-	-	-	-	-
Federated library system aid	-	-	-	-	-	-	-	-
Charges for services	-	6,225	-	-	-	-	-	-
Total Intergovernmental	<u>43,971</u>	<u>390,225</u>	<u>25,624</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>134,218</u>	<u>-</u>
Public charges for services	56,126	-	-	-	-	6,160	-	-
Miscellaneous								
Interest	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-
Sale of property	-	-	-	7,185	-	-	-	-
Donations	6,976	14,000	-	-	-	-	125,509	-
Loan repayments	-	-	-	-	-	-	-	-
Total Miscellaneous	<u>6,976</u>	<u>14,000</u>	<u>-</u>	<u>7,185</u>	<u>-</u>	<u>-</u>	<u>125,509</u>	<u>-</u>
Total Revenues	<u>1,248,655</u>	<u>1,379,184</u>	<u>25,624</u>	<u>256,453</u>	<u>-</u>	<u>6,160</u>	<u>332,380</u>	<u>-</u>
Expenditures								
General government	-	-	-	314,754	-	-	-	-
Public safety	-	-	-	92,313	-	-	7,606	-
Public works	2,353,433	2,689,918	24,794	62,000	118,432	-	182,171	-
Health and human services	-	-	-	-	-	10,609	-	-
Culture and recreation	-	-	-	7,573	-	-	225,856	-
Conservation and development	-	-	-	-	-	-	45,964	-
Debt service								
Bond issuance costs	30,988	37,250	-	1,409	1,056	-	-	-
Total Expenditures	<u>2,384,421</u>	<u>2,727,168</u>	<u>24,794</u>	<u>478,049</u>	<u>119,488</u>	<u>10,609</u>	<u>461,597</u>	<u>-</u>
Excess of Revenues Over (Under)								
Expenditures	(1,135,766)	(1,347,984)	830	(221,596)	(119,488)	(4,449)	(129,217)	-
Other Financing Sources (Uses)								
General obligation debt issued	2,200,000	2,460,000	-	100,000	75,000	-	-	-
Transfers in	1,034,345	500,000	-	-	-	-	-	-
Transfers out	(2,451,289)	(2,931,305)	(200,000)	(200,000)	(350,000)	-	(72,000)	(12,345)
Total Other Financing Sources (Uses)	<u>783,056</u>	<u>28,695</u>	<u>(200,000)</u>	<u>(100,000)</u>	<u>(275,000)</u>	<u>-</u>	<u>(72,000)</u>	<u>(12,345)</u>
Net Change in Fund Balances	(352,710)	(1,319,289)	(199,170)	(321,596)	(394,488)	(4,449)	(201,217)	(12,345)
Fund Balances (Deficit) -								
January 1	(195,724)	863,578	225,523	325,831	444,217	27,237	290,178	12,345
Fund Balances (Deficit) -								
December 31	<u>\$ (548,434)</u>	<u>\$ (455,711)</u>	<u>\$ 26,353</u>	<u>\$ 4,235</u>	<u>\$ 49,729</u>	<u>\$ 22,788</u>	<u>\$ 88,961</u>	<u>\$ -</u>

Capital Projects Funds (Continued)									Total Capital Projects Funds	Total Nonmajor Governmental Funds
Tax Incremental Districts										
No. 9	No. 10	No. 11	No. 12	No. 13	No. 14	No. 15	No. 16	No. 17		
\$ 217,783	\$ 86,671	\$ 134,268	\$ 134,935	\$ 223,425	\$ 73,112	\$ 1,572,226	\$ 267,582	\$ 159,496	\$ 3,191,419	\$ 5,298,761
-	-	-	-	-	-	-	-	-	-	366,098
217,783	86,671	134,268	134,935	223,425	73,112	1,572,226	267,582	159,496	3,191,419	5,664,859
-	-	-	-	-	-	-	-	-	2,116,541	2,116,541
844	2,405	20,643	10,289	96,612	1,388	90,848	13,459	1,726	826,027	1,203,020
-	-	-	-	-	-	-	-	-	-	527,418
-	-	-	-	-	-	-	-	-	-	76,754
-	-	-	-	-	-	-	-	-	6,225	148,321
844	2,405	20,643	10,289	96,612	1,388	90,848	13,459	1,726	832,252	1,955,513
-	-	-	-	-	-	-	-	-	62,286	1,406,829
-	-	-	-	-	-	-	-	-	-	12,162
-	-	-	-	-	-	-	-	-	-	19,151
-	-	-	-	-	-	-	-	-	7,185	7,735
-	-	-	-	-	-	-	-	-	146,485	216,974
-	-	-	-	-	-	-	-	-	-	670,351
-	-	-	-	-	-	-	-	-	153,670	926,373
218,627	89,076	154,911	145,224	320,037	74,500	1,663,074	281,041	161,222	6,356,168	12,070,115
-	-	-	-	-	-	-	-	-	314,754	314,754
-	-	-	-	-	-	-	-	-	99,919	1,098,406
6,892	-	-	-	-	-	-	-	16,638	5,454,278	5,658,473
-	-	-	-	-	-	-	-	-	10,609	10,609
-	-	-	-	-	-	-	-	-	233,429	3,199,826
55,155	10,505	59,020	160,614	392	11,813	126,582	25,953	150	496,148	2,236,241
-	-	-	-	-	-	-	14,297	-	85,000	85,000
62,047	10,505	59,020	160,614	392	11,813	126,582	40,250	16,788	6,694,137	12,603,309
156,580	78,571	95,891	(15,390)	319,645	62,687	1,536,492	240,791	144,434	(337,969)	(533,194)
-	-	-	-	-	-	-	1,015,000	-	5,850,000	5,850,000
-	-	-	-	-	-	-	-	-	1,534,345	1,672,145
(246,795)	(79,957)	(197,237)	(365,442)	(93,529)	(104,510)	(1,039,386)	(437,845)	(80,245)	(8,861,885)	(9,411,987)
(246,795)	(79,957)	(197,237)	(365,442)	(93,529)	(104,510)	(1,039,386)	577,155	(80,245)	(1,477,540)	(1,889,842)
(90,215)	(1,386)	(101,346)	(380,832)	226,116	(41,823)	497,106	817,946	64,189	(1,815,509)	(2,423,036)
(752,510)	196,404	(202,391)	(1,366,938)	683,021	(159,454)	(588,893)	(754,915)	(366,070)	(1,318,561)	3,602,855
<u>\$ (842,725)</u>	<u>\$ 195,018</u>	<u>\$ (303,737)</u>	<u>\$ (1,747,770)</u>	<u>\$ 909,137</u>	<u>\$ (201,277)</u>	<u>\$ (91,787)</u>	<u>\$ 63,031</u>	<u>\$ (301,881)</u>	<u>\$ (3,134,070)</u>	<u>\$ 1,179,819</u>

CITY OF MANITOWOC, WISCONSIN
Room Tax Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Room	\$ 358,302	\$ 366,098	\$ 7,796
Expenditures			
Conservation and development	407,977	295,812	112,165
Excess of Revenues Over (Under) Expenditures	(49,675)	70,286	119,961
Other Financing Sources (Uses)			
Transfers out	(14,929)	(15,254)	(325)
Net Change in Fund Balance	(64,604)	55,032	119,636
Fund Balance - January 1	57,777	57,777	-
Fund Balance - December 31	<u>\$ (6,827)</u>	<u>\$ 112,809</u>	<u>\$ 119,636</u>

CITY OF MANITOWOC, WISCONSIN
 Parking Meters Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property	\$ 98,478	\$ 98,478	\$ -
Miscellaneous			
Parking fees	8,000	6,541	(1,459)
Total Revenues	<u>106,478</u>	<u>105,019</u>	<u>(1,459)</u>
Expenditures			
Public safety	75,203	77,592	(2,389)
Public works	31,275	18,592	12,683
Total Expenditures	<u>106,478</u>	<u>96,184</u>	<u>10,294</u>
Excess of Revenues Over (Under) Expenditures	-	8,835	8,835
Other Financing Sources (Uses)			
Transfers out	-	(8,835)	(8,835)
Net Change in Fund Balance	-	-	-
Fund Balance - January 1	-	-	-
Fund Balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF MANITOWOC, WISCONSIN
Mandatory Recycling Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental			
State aid	\$ 290,000	\$ 320,494	\$ 30,494
Charges for services	117,000	117,096	96
Total Revenues	<u>407,000</u>	<u>437,590</u>	<u>30,590</u>
Expenditures			
Public works	<u>146,750</u>	<u>145,996</u>	<u>754</u>
Excess of Revenues Over Expenditures	260,250	291,594	31,344
Other Financing Sources (Uses)			
Transfers out	<u>(260,250)</u>	<u>(291,594)</u>	<u>(31,344)</u>
Net Change in Fund Balance	-	-	-
Fund Balance - January 1	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 7 Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 344,728	\$ 343,968	\$ (760)
Intergovernmental			
Exempt computer aid	1,483	1,835	352
Total Revenues	<u>346,211</u>	<u>345,803</u>	<u>(408)</u>
Expenditures			
Public Works			
Sign replacement project	-	622	(622)
Conservation and development			
City admin fees	16,000	490,722	(474,722)
Total Expenditures	<u>16,000</u>	<u>491,344</u>	<u>(475,344)</u>
Excess of Revenues Over (Under) Expenditures	<u>330,211</u>	<u>(145,541)</u>	<u>(475,752)</u>
Other Financing Sources (Uses)			
Transfers out	<u>(33,473)</u>	<u>(33,473)</u>	-
Net Change in Fund Balance	296,738	(179,014)	(475,752)
Fund Balance (Deficit) - January 1	<u>(557,179)</u>	<u>(557,179)</u>	-
Fund Balance (Deficit) - December 31	<u>\$ (260,441)</u>	<u>\$ (736,193)</u>	<u>\$ (475,752)</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 8 Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 28,767	\$ 28,704	\$ (63)
Intergovernmental			
Exempt computer aid	43	43	-
Total Revenues	<u>28,810</u>	<u>28,747</u>	<u>(63)</u>
Expenditures			
Conservation and development			
City admin fees	4,500	54,845	(50,345)
Excess of Revenues Over (Under) Expenditures	24,310	(26,098)	(50,408)
Other Financing Sources (Uses)			
Transfers out	(51,150)	(51,150)	-
Net Change in Fund Balance	(26,840)	(77,248)	(50,408)
Fund Balance (Deficit) - January 1	(183,977)	(183,977)	-
Fund Balance (Deficit) - December 31	<u>\$ (210,817)</u>	<u>\$ (261,225)</u>	<u>\$ (50,408)</u>

CITY OF MANITOWOC, WISCONSIN
 Transit Capital Grant Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental			
State aid	\$ 38,985	\$ 43,395	\$ 4,410
Expenditures			
Public works	38,985	38,985	-
Net Change in Fund Balance	-	4,410	4,410
Fund Balance - January 1	13,946	13,946	-
Fund Balance - December 31	<u>\$ 13,946</u>	<u>\$ 18,356</u>	<u>\$ 4,410</u>

CITY OF MANITOWOC, WISCONSIN
Library Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property taxes	\$ 1,636,192	\$ 1,636,192	\$ -
Intergovernmental			
County aids	526,775	527,418	643
Charges for services	25,000	25,000	-
Public charges for services			
User fees	87,500	90,511	3,011
Miscellaneous			
Interest	-	1,018	1,018
Donations	-	7,760	7,760
Total Revenues	<u>2,275,467</u>	<u>2,287,899</u>	<u>12,432</u>
Expenditures			
Culture and recreation	<u>2,530,685</u>	<u>2,555,028</u>	<u>(24,343)</u>
Excess of Revenues Over (Under) Expenditures	(255,218)	(267,129)	(11,911)
Other Financing Sources (Uses)			
Transfers out	<u>(35,220)</u>	<u>(35,220)</u>	<u>-</u>
Net Change in Fund Balance	(290,438)	(302,349)	(11,911)
Fund Balance - January 1	<u>1,075,300</u>	<u>1,075,300</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 784,862</u>	<u>\$ 772,951</u>	<u>\$ (11,911)</u>

CITY OF MANITOWOC, WISCONSIN
Enhanced EMS Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental			
State aid	\$ 10,000	\$ 11,226	\$ 1,226
Public charges for services			
User fees	1,051,543	1,024,050	(27,493)
Total Revenues	<u>1,061,543</u>	<u>1,035,276</u>	<u>(26,267)</u>
Expenditures			
Public safety	<u>914,600</u>	<u>920,700</u>	<u>(6,100)</u>
Excess of Revenues Over (Under) Expenditures	146,943	114,576	(32,367)
Other Financing Sources (Uses)			
Transfers out	<u>(168,809)</u>	<u>(114,576)</u>	54,233
Net Change in Fund Balance	(21,866)	-	21,866
Fund Balance (Deficit) - January 1	<u>(150,609)</u>	<u>(150,609)</u>	-
Fund Balance (Deficit) - December 31	<u>\$ (172,475)</u>	<u>\$ (150,609)</u>	<u>\$ 21,866</u>

CITY OF MANITOWOC, WISCONSIN
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Property taxes	\$ 4,974,892	\$ 4,974,892	\$ 4,974,892	\$ -
Miscellaneous				
Interest	28,000	28,000	14,737	(13,263)
Rebates	152,240	152,240	152,240	-
Marina lease	62,778	62,778	62,787	9
Total Revenues	5,217,910	5,217,910	5,204,656	(13,254)
Expenditures				
Principal retirement				
Bonds	5,280,000	5,280,000	5,280,000	-
Notes	1,546,840	1,546,840	1,546,839	1
Interest charges				
Bonds	2,777,775	2,777,775	2,660,599	117,176
Notes	425,194	425,194	425,194	-
Bond/Note issuance costs	-	-	87,179	(87,179)
Total Expenditures	10,029,809	10,029,809	9,999,811	29,998
Excess of Revenues Over (Under)				
Expenditures	(4,811,899)	(4,811,899)	(4,795,155)	16,744
Other Financing Sources (Uses)				
Proceeds of debt	-	-	10,615,000	10,615,000
General obligation bond/note premium	-	-	267,933	267,933
Payment to refunding bond escrow agent	-	-	(10,912,927)	(10,912,927)
Transfers in	4,811,899	4,811,899	4,811,899	-
Total Other Financing Sources (Uses)	4,811,899	4,811,899	4,781,905	(29,994)
Net Change in Fund Balance	-	-	(13,250)	(13,250)
Fund Balance - January 1	-	-	-	-
Fund Balance - December 31	\$ -	\$ -	\$ (13,250)	\$ (13,250)

CITY OF MANITOWOC, WISCONSIN
 Sanitary and Storm Sewers Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Special assessments			
Sanitary sewers	\$ 1,017,750	\$ 995,154	\$ (22,596)
Storm sewers	153,800	146,428	(7,372)
Intergovernmental			
Storm water management grant	82,000	43,971	(38,029)
Public charges for services			
Sanitary sewers	80,000	51,518	(28,482)
Storm sewers	4,000	4,608	608
Miscellaneous			
Donations	-	6,976	6,976
Total Revenues	<u>1,337,550</u>	<u>1,248,655</u>	<u>(88,895)</u>
Expenditures			
Public works			
Sanitary sewers	1,541,750	1,027,646	514,104
Storm sewers	1,355,600	1,325,787	29,813
Debt service			
Bond issuance costs	-	30,988	(30,988)
Total Expenditures	<u>2,897,350</u>	<u>2,384,421</u>	<u>512,929</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,559,800)</u>	<u>(1,135,766)</u>	<u>424,034</u>
Other Financing Sources (Uses)			
General obligation debt issued	2,177,750	2,200,000	22,250
Transfers in	-	1,034,345	1,034,345
Transfers out	(2,451,289)	(2,451,289)	-
Total Other Financing Sources (Uses)	<u>(273,539)</u>	<u>783,056</u>	<u>1,056,595</u>
Net Change in Fund Balance	(1,833,339)	(352,710)	1,480,629
Fund Balance (Deficit) - January 1	<u>(195,724)</u>	<u>(195,724)</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (2,029,063)</u>	<u>\$ (548,434)</u>	<u>\$ 1,480,629</u>

CITY OF MANITOWOC, WISCONSIN
Streets Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Special assessments			
Streets	\$ 603,572	\$ 818,210	\$ 214,638
Curb and sidewalks	84,000	156,749	72,749
Intergovernmental			
DOT grant	250,000	384,000	134,000
Charges for services	-	6,225	6,225
Public charges for services			
Fees	5,000	-	(5,000)
Miscellaneous			
Donations	7,500	14,000	6,500
Total Revenues	<u>950,072</u>	<u>1,379,184</u>	<u>429,112</u>
Expenditures			
Public works			
Streets	2,050,850	1,888,147	162,703
Curbs and sidewalks	135,150	157,990	(22,840)
Traffic control	35,000	-	35,000
Pavement markings	-	55	(55)
Bridges	793,500	643,726	149,774
Debt service			
Bond issuance costs	-	37,250	(37,250)
Total Expenditures	<u>3,014,500</u>	<u>2,727,168</u>	<u>287,332</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,064,428)</u>	<u>(1,347,984)</u>	<u>716,444</u>
Other Financing Sources (Uses)			
General obligation debt issued	2,421,650	2,460,000	38,350
Transfers in	-	500,000	500,000
Transfers out	(2,931,305)	(2,931,305)	-
Total Other Financing Sources (Uses)	<u>(509,655)</u>	<u>28,695</u>	<u>538,350</u>
Net Change in Fund Balance	(2,574,083)	(1,319,289)	1,254,794
Fund Balance - January 1	<u>863,578</u>	<u>863,578</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (1,710,505)</u>	<u>\$ (455,711)</u>	<u>\$ 1,254,794</u>

CITY OF MANITOWOC, WISCONSIN
Harbor Improvements Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Special assessments			
Sheetwall	\$ 1,000,000	\$ -	\$ (1,000,000)
Intergovernmental			
Department of Transportation grant	-	25,624	25,624
Total Revenues	<u>1,000,000</u>	<u>25,624</u>	<u>(974,376)</u>
Expenditures			
Public works			
Dock improvements	1,200,000	24,794	1,175,206
Excess of Revenues Over (Under) Expenditures	<u>(200,000)</u>	830	<u>200,830</u>
Other Financing Sources (Uses)			
Transfers out	-	(200,000)	(200,000)
Net Change in Fund Balance	(200,000)	(199,170)	830
Fund Balance - January 1	<u>225,523</u>	<u>225,523</u>	-
Fund Balance - December 31	<u>\$ 25,523</u>	<u>\$ 26,353</u>	<u>\$ 830</u>

CITY OF MANITOWOC, WISCONSIN
Capital Equipment Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Property taxes	\$ 249,268	\$ 249,268	\$ -
Miscellaneous			
Sale of property	10,000	7,185	(2,815)
Total Revenues	<u>259,268</u>	<u>256,453</u>	<u>(2,815)</u>
Expenditures			
General government			
Clerk	3,591	-	3,591
Data processing	430,990	314,754	116,236
City hall	780	-	780
Public safety			
Police	101,206	61,227	39,979
Fire	34,569	31,086	3,483
Civil defense	1,449	-	1,449
Public works			
Streets	100,000	62,000	38,000
Culture and recreation			
Parks	53,730	7,573	46,157
Debt service			
Bond issuance costs	-	1,409	(1,409)
Total Expenditures	<u>726,315</u>	<u>478,049</u>	<u>248,266</u>
Excess of Revenues Over (Under) Expenditures	<u>(467,047)</u>	<u>(221,596)</u>	<u>245,451</u>
Other Financing Sources (Uses)			
General obligation debt issued	100,000	100,000	-
Transfers out	-	(200,000)	(200,000)
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>(100,000)</u>	<u>(200,000)</u>
Net Change in Fund Balance	(367,047)	(321,596)	45,451
Fund Balance - January 1	<u>325,831</u>	<u>325,831</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (41,216)</u>	<u>\$ 4,235</u>	<u>\$ 45,451</u>

CITY OF MANITOWOC, WISCONSIN
 Environmental Remediation Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues	\$ -	\$ -	\$ -
Expenditures			
Public works			
Landfill cleanup	531,960	118,432	413,528
Bond Issuance costs	-	1,056	(1,056)
Total Expenditures	<u>531,960</u>	<u>119,488</u>	<u>412,472</u>
Excess of Revenues Over (Under) Expenditures	<u>(531,960)</u>	<u>(119,488)</u>	<u>412,472</u>
Other Financing Sources (Uses)			
General obligation debt issued	75,000	75,000	-
Transfers out	-	(350,000)	(350,000)
Total Other Financing Sources (Uses)	<u>75,000</u>	<u>(275,000)</u>	<u>(350,000)</u>
Net Change in Fund Balance	(456,960)	(394,488)	62,472
Fund Balance - January 1	<u>444,217</u>	<u>444,217</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (12,743)</u>	<u>\$ 49,729</u>	<u>\$ 62,472</u>

CITY OF MANITOWOC, WISCONSIN
 Cemetery Improvements Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Public charges for services	\$ 5,732	\$ 6,160	\$ 428
Expenditures			
Health and human services			
Site preparation	26,767	10,609	16,158
Net Change in Fund Balance	(21,035)	(4,449)	16,586
Fund Balance - January 1	27,237	27,237	-
Fund Balance - December 31	<u>\$ 6,202</u>	<u>\$ 22,788</u>	<u>\$ 16,586</u>

CITY OF MANITOWOC, WISCONSIN
Buildings and Other Improvements Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Property taxes	\$ 72,653	\$ 72,653	\$ -
Intergovernmental grants	270,000	134,218	(135,782)
Miscellaneous			
Donations	-	125,509	125,509
Total Revenues	<u>342,653</u>	<u>332,380</u>	<u>(10,273)</u>
Expenditures			
Public safety			
Police	8,147	5,264	2,883
Fire	1,921	2,342	(421)
Public works			
Buildings	270,000	182,171	87,829
Culture and recreation			
Buildings and grounds	186,487	225,856	(39,369)
Conservation and development			
Economic development corporation	45,653	45,653	-
Economic development signage	6,900	311	6,589
Total Expenditures	<u>519,108</u>	<u>461,597</u>	<u>57,511</u>
Excess of Revenues Over (Under) Expenditures	<u>(176,455)</u>	<u>(129,217)</u>	<u>47,238</u>
Other Financing Sources (Uses)			
Transfers out	-	(72,000)	(72,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(72,000)</u>	<u>(72,000)</u>
Net Change in Fund Balance	<u>(176,455)</u>	<u>(201,217)</u>	<u>(24,762)</u>
Fund Balance - January 1	<u>290,178</u>	<u>290,178</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 113,723</u>	<u>\$ 88,961</u>	<u>\$ (24,762)</u>

CITY OF MANITOWOC, WISCONSIN
 Car Ferry Dock Facilities Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues	\$ -	\$ -	\$ -
Expenditures			
Public works			
Car ferry dock	-	-	-
Excess of Revenues Over Expenditures	-	-	-
Other Financing Sources (Uses)			
Transfers out	-	(12,345)	(12,345)
Net Change in Fund Balance	-	(12,345)	(12,345)
Fund Balance - January 1	12,345	12,345	-
Fund Balance - December 31	<u>\$ 12,345</u>	<u>\$ -</u>	<u>\$ (12,345)</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 9 Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 218,264	\$ 217,783	\$ (481)
Intergovernmental			
Exempt computer aid	848	844	(4)
Total Revenues	<u>219,112</u>	<u>218,627</u>	<u>(485)</u>
Expenditures			
Public works			
Storm water ponds	-	1,420	(1,420)
Sign replacement project	-	5,472	(5,472)
Conservation and development			
City admin fees	18,000	55,155	(37,155)
Total Expenditures	<u>18,000</u>	<u>62,047</u>	<u>(44,047)</u>
Excess of Revenues Over (Under) Expenditures	<u>201,112</u>	<u>156,580</u>	<u>(44,532)</u>
Other Financing Sources (Uses)			
Transfers out	<u>(246,795)</u>	<u>(246,795)</u>	-
Net Change in Fund Balance	(45,683)	(90,215)	(44,532)
Fund Balance (Deficit) - January 1	<u>(752,510)</u>	<u>(752,510)</u>	-
Fund Balance (Deficit) - December 31	<u>\$ (798,193)</u>	<u>\$ (842,725)</u>	<u>\$ (44,532)</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 10 Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 86,862	\$ 86,671	\$ (191)
Intergovernmental			
Exempt computer aid	2,415	2,405	(10)
Total Revenues	<u>89,277</u>	<u>89,076</u>	<u>(201)</u>
Expenditures			
Conservation and development			
Electric services	-	2,073	(2,073)
City admin fees	500	8,432	(7,932)
Total Expenditures	<u>500</u>	<u>10,505</u>	<u>(10,005)</u>
Excess of Revenues Over (Under) Expenditures	88,777	78,571	(10,206)
Other Financing Sources (Uses)			
Transfers out	<u>(79,957)</u>	<u>(79,957)</u>	-
Net Change in Fund Balance	8,820	(1,386)	(10,206)
Fund Balance - January 1	<u>196,404</u>	<u>196,404</u>	-
Fund Balance - December 31	<u>\$ 205,224</u>	<u>\$ 195,018</u>	<u>\$ (10,206)</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 11 Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 134,565	\$ 134,268	\$ (297)
Intergovernmental			
Exempt computer aid	20,730	20,643	(87)
Total Revenues	<u>155,295</u>	<u>154,911</u>	<u>(384)</u>
Expenditures			
Conservation and development			
City admin fees	4,000	59,020	(55,020)
Excess of Revenues Over (Under) Expenditures	151,295	95,891	(55,404)
Other Financing Sources (Uses)			
Transfers out	(197,237)	(197,237)	-
Net Change in Fund Balance	(45,942)	(101,346)	(55,404)
Fund Balance (Deficit) - January 1	(202,391)	(202,391)	-
Fund Balance (Deficit) - December 31	<u>\$ (248,333)</u>	<u>\$ (303,737)</u>	<u>\$ (55,404)</u>

CITY OF MANITOWOC, WISCONSIN
Tax Increment District No. 12 Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 135,233	\$ 134,935	\$ (298)
Intergovernmental			
Exempt computer aid	10,332	10,289	(43)
Total Revenues	<u>145,565</u>	<u>145,224</u>	<u>(341)</u>
Expenditures			
Conservation and development			
Engineering	-	855	(855)
City admin fees	24,000	159,759	(135,759)
Total Expenditures	<u>24,000</u>	<u>160,614</u>	<u>(136,614)</u>
Excess of Revenues Over (Under) Expenditures	<u>121,565</u>	<u>(15,390)</u>	<u>(136,955)</u>
Other Financing Sources (Uses)			
Transfers out	<u>(365,442)</u>	<u>(365,442)</u>	<u>-</u>
Net Change in Fund Balance	(243,877)	(380,832)	(136,955)
Fund Balance (Deficit) - January 1	<u>(1,366,938)</u>	<u>(1,366,938)</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (1,610,815)</u>	<u>\$ (1,747,770)</u>	<u>\$ (136,955)</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 13 Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 223,919	\$ 223,425	\$ (494)
Intergovernmental			
Exempt computer aid	97,019	96,612	(407)
Total Revenues	<u>320,938</u>	<u>320,037</u>	<u>(901)</u>
Expenditures			
Conservation and development			
City admin fees	500	392	108
Excess of Revenues Over (Under) Expenditures	320,438	319,645	(793)
Other Financing Sources (Uses)			
Transfers out	<u>(93,529)</u>	<u>(93,529)</u>	-
Net Change in Fund Balance	226,909	226,116	(793)
Fund Balance - January 1	<u>683,021</u>	<u>683,021</u>	-
Fund Balance - December 31	<u>\$ 909,930</u>	<u>\$ 909,137</u>	<u>\$ (793)</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 14 Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 73,274	\$ 73,112	\$ (162)
Intergovernmental			
Exempt computer aid	1,394	1,388	(6)
Total Revenues	<u>74,668</u>	<u>74,500</u>	<u>(168)</u>
Expenditures			
Conservation and development			
City admin fees	2,500	11,813	(9,313)
Excess of Revenues Over (Under) Expenditures	72,168	62,687	(9,481)
Other Financing Sources (Uses)			
Transfers out	(104,510)	(104,510)	-
Net Change in Fund Balance	(32,342)	(41,823)	(9,481)
Fund Balance (Deficit) - January 1	<u>(159,454)</u>	<u>(159,454)</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (191,796)</u>	<u>\$ (201,277)</u>	<u>\$ (9,481)</u>

CITY OF MANITOWOC, WISCONSIN
Tax Increment District No. 15 Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 1,575,700	\$ 1,572,226	\$ (3,474)
Intergovernmental			
Planning consultant grant	-	60,000	60,000
Exempt computer aid	30,978	30,848	(130)
Total Revenues	<u>1,606,678</u>	<u>1,663,074</u>	<u>56,396</u>
Expenditures			
Conservation and development			
Improvements	-	6,809	(6,809)
Consultant contract	3,000	6,500	(3,500)
City admin fees	17,000	113,273	(96,273)
Total Expenditures	<u>20,000</u>	<u>126,582</u>	<u>(106,582)</u>
Excess of Revenues Over (Under) Expenditures	1,586,678	1,536,492	(50,186)
Other Financing Sources (Uses)			
Transfers out	<u>(1,039,386)</u>	<u>(1,039,386)</u>	-
Net Change in Fund Balance	547,292	497,106	(50,186)
Fund Balance (Deficit) - January 1	<u>(588,893)</u>	<u>(588,893)</u>	-
Fund Balance (Deficit) - December 31	<u>\$ (41,601)</u>	<u>\$ (91,787)</u>	<u>\$ (50,186)</u>

CITY OF MANITOWOC, WISCONSIN
Tax Increment District No. 16 Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 268,173	\$ 267,582	\$ (591)
Intergovernmental			
Exempt computer aid	13,516	13,459	(57)
Total Revenues	<u>281,689</u>	<u>281,041</u>	<u>(648)</u>
Expenditures			
Conservation and development			
Capital improvements	-	7,780	(7,780)
City admin fees	2,600	18,173	(15,573)
Debt service			
Bond issuance costs	-	14,297	(14,297)
Total Expenditures	<u>2,600</u>	<u>40,250</u>	<u>(37,650)</u>
Excess of Revenues Over (Under) Expenditures	<u>279,089</u>	<u>240,791</u>	<u>(38,298)</u>
Other Financing Sources (Uses)			
General obligation debt issued	-	1,015,000	1,015,000
Transfers out	(437,845)	(437,845)	-
Total Other Financing Sources (Uses)	<u>(437,845)</u>	<u>577,155</u>	<u>1,015,000</u>
Net Change in Fund Balance	(158,756)	817,946	976,702
Fund Balance (Deficit) - January 1	<u>(754,915)</u>	<u>(754,915)</u>	<u>-</u>
Fund Balance (Deficit) - December 31	<u>\$ (913,671)</u>	<u>\$ 63,031</u>	<u>\$ 976,702</u>

CITY OF MANITOWOC, WISCONSIN
 Tax Increment District No. 17 Capital Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual
 Year Ended December 31, 2010

	2010		
	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Property tax increment	\$ 159,849	\$ 159,496	\$ (353)
Intergovernmental			
Exempt computer aid	1,733	1,726	(7)
Total Revenues	<u>161,582</u>	<u>161,222</u>	<u>(360)</u>
Expenditures			
Public Works			
Storm sewers	-	486	(486)
Street lighting	20,000	15,957	4,043
Concrete	-	-	-
Contractual services	-	195	(195)
Conservation and development			
City admin fees	1,200	150	1,050
Total Expenditures	<u>21,200</u>	<u>16,788</u>	<u>4,412</u>
Excess of Revenues Over (Under) Expenditures	<u>140,382</u>	<u>144,434</u>	<u>4,052</u>
Other Financing Sources (Uses)			
Transfers out	<u>(80,245)</u>	<u>(80,245)</u>	-
Net Change in Fund Balance	60,137	64,189	4,052
Fund Balance (Deficit) - January 1	<u>(366,070)</u>	<u>(366,070)</u>	-
Fund Balance (Deficit) - December 31	<u>\$ (305,933)</u>	<u>\$ (301,881)</u>	<u>\$ 4,052</u>

INTERNAL SERVICE FUNDS

To account for the financing of goods or services provided by one department to other departments of the City, or to other governmental units, on a cost reimbursement basis. The City utilizes internal service fund accounting for the following:

Data Processing

To account for electronic data processing services provided to other City departments.

Liability Self-Insurance

To account for funds held by the City, generated by charges to other City departments, to finance liability claims levied against the City. The City also accounts for its capitalization deposit in the Cities and Villages Mutual Insurance Company (CVMIC) in this fund.

Health Self-Insurance

To account for funds held by the City, generated by charges to other City departments, employees and retirees, to finance employee health claims.

CITY OF MANITOWOC, WISCONSIN

Internal Service Funds

Combining Statement of Net Assets

December 31, 2010

	Data Processing	Liability Self-Insurance	Health Self-Insurance	Total
ASSETS				
Current assets				
Cash and investments	\$ 284,895	\$ 114,129	\$ 2,506,882	\$ 2,905,906
Taxes receivable	-	189,200	759,406	948,606
Accounts receivable	29,354	-	18,796	48,150
Prepaid items	612	-	26,671	27,283
Deferred charges	93,072	-	-	93,072
Deposit with CVMIC	-	1,111,426	-	1,111,426
TOTAL ASSETS	407,933	1,414,755	3,311,755	5,134,443
LIABILITIES				
Current liabilities				
Accounts payable	451	3,382	1,221,233	1,225,066
Accrued payables	19,842	40,556	347,916	408,314
Accrued interest	3,103	-	-	3,103
Unearned revenue	-	189,200	759,406	948,606
Other deferred credits	214,120	-	-	214,120
Noncurrent liabilities				
Due within one year	4,923	-	-	4,923
Noncurrent liabilities				
Due in more than one year	132,576	-	-	132,576
TOTAL LIABILITIES	375,015	233,138	2,328,555	2,936,708
NET ASSETS				
Unrestricted	32,918	1,181,617	983,200	2,197,735
TOTAL NET ASSETS	\$ 32,918	\$ 1,181,617	\$ 983,200	\$ 2,197,735

CITY OF MANITOWOC, WISCONSIN
Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Net Assets
Year Ended December 31, 2010

	Data Processing	Liability Self- Insurance	Health Self- Insurance	Total
Operating Revenues				
Charges for services	\$ 575,092	\$ -	\$ 4,967,543	\$ 5,542,635
Operating Expenses				
Operation and maintenance	610,890	-	-	610,890
Insurance payments and claims	-	188,597	5,565,405	5,754,002
Taxes	8,044	-	-	8,044
Total Operating Expenses	<u>618,934</u>	<u>188,597</u>	<u>5,565,405</u>	<u>6,372,936</u>
Operating Income (Loss)	<u>(43,842)</u>	<u>(188,597)</u>	<u>(597,862)</u>	<u>(830,301)</u>
Nonoperating Revenues (Expenses)				
General property taxes	-	146,008	723,244	869,252
Interest revenue	-	25,192	-	25,192
Merchandising and jobbing	240	-	-	240
Interest and fiscal charges	(7,463)	-	-	(7,463)
Insurance recoveries	-	-	95,585	95,585
Total Nonoperating Revenues (Expenses)	<u>(7,223)</u>	<u>171,200</u>	<u>818,829</u>	<u>982,806</u>
Net Income (Loss) Before Transfers	(51,065)	(17,397)	220,967	152,505
Transfers out	<u>(1,882)</u>	<u>-</u>	<u>-</u>	<u>(1,882)</u>
Change in Net Assets	(52,947)	(17,397)	220,967	150,623
Net Assets - January 1	<u>85,865</u>	<u>1,199,014</u>	<u>762,233</u>	<u>2,047,112</u>
Net Assets - December 31	<u>\$ 32,918</u>	<u>\$ 1,181,617</u>	<u>\$ 983,200</u>	<u>\$ 2,197,735</u>

CITY OF MANITOWOC, WISCONSIN
Internal Service Funds
Combining Statement of Cash Flows
Year Ended December 31, 2010

	Data Processing	Liability Self- Insurance	Health Self- Insurance	Total
Cash Flows from Operating Activities				
Cash from interfund services provided	\$ 578,800	\$ -	\$ 5,054,591	\$ 5,633,391
Cash paid to suppliers	(154,866)	(168,114)	(5,346,221)	(5,669,201)
Cash paid to employees	(455,946)	-	-	(455,946)
Net Cash Provided (Used) by Operating Activities	(32,012)	(168,114)	(291,630)	(491,756)
Cash Flows from Noncapital Financing Activities				
Property taxes received	-	146,008	723,244	869,252
Cash transferred to other funds	(1,882)	-	-	(1,882)
Net Cash Provided (Used) by Noncapital Financing Activities	(1,882)	146,008	723,244	867,370
Cash Flows from Financing Activities				
Interest received on investments	-	25,192	-	25,192
Increase (Decrease) in Cash and Cash Equivalents	(33,894)	3,086	431,614	400,806
Cash and Cash Equivalents - January 1	318,789	111,043	2,075,268	2,505,100
Cash and Cash Equivalents - December 31	\$ 284,895	\$ 114,129	\$ 2,506,882	\$ 2,905,906
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (43,842)	\$ (188,597)	\$ (597,862)	\$ (830,301)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Insurance recoveries	-	-	95,585	95,585
Merchandising and jobbing	240	-	-	240
Changes in assets and liabilities				
Accounts receivable	3,708	-	(8,537)	(4,829)
Prepaid items	368	-	(1,982)	(1,614)
Deferred charges	13,342	-	-	13,342
Accounts payable	(5,344)	3,382	260,999	259,037
Accrued payables	(1,894)	17,101	(39,833)	(24,626)
Compensated absences	1,410	-	-	1,410
Net Cash Provided (Used) by Operating Activities	\$ (32,012)	\$ (168,114)	\$ (291,630)	\$ (491,756)

STATISTICAL SECTION

This part of the City of Manitowoc’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 Manitowoc’s overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how Manitowoc’s financial performance and well-being have changed over time.</i>	103
Revenue Capacity <i>These schedules contain information to help the reader assess Manitowoc’s most significant local revenue source, the property tax.</i>	110
Debt Capacity <i>These schedules present information to help the reader assess the affordability of Manitowoc’s current levels of outstanding debt and Manitowoc’s ability to issue additional debt in the future.</i>	114
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which Manitowoc’s financial activities take place.</i>	128
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in Manitowoc’s financial report relates to the services Manitowoc provides and the activities it performs.</i>	130

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CITY OF MANITOWOC, WISCONSIN
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedules by Source
December 31, 2010 and 2009

	2010	2009
Capital Assets		
Land	\$ 7,392,718	\$ 7,392,718
Construction in progress	-	3,131,306
Buildings	28,435,360	28,535,220
Machinery and equipment	19,350,998	16,014,747
Infrastructure	179,640,799	179,607,649
Total Governmental Funds Capital Assets	\$ 234,819,875	\$ 234,681,640
Investments in Governmental Funds Capital Assets By Source		
General fund	\$ 22,845,004	\$ 22,942,090
Special revenue funds		
Federal and state grants	3,263,399	3,263,399
Capital projects funds		
General obligation debt	208,711,472	208,476,151
Total Governmental Funds Capital Assets	\$ 234,819,875	\$ 234,681,640

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF MANITOWOC, WISCONSIN
 Capital Assets Used in the Operation of Governmental Funds
 Schedule by Function
 December 31, 2010

Function	Total	Land	Construction in Progress	Buildings	Machinery and Equipment	Infrastructure
General government	\$ 13,824,261	\$ 5,852,865	\$ -	\$ 7,448,375	\$ 523,021	\$ -
Public safety	9,360,002	347,400	-	4,553,033	4,459,569	-
Public works	191,069,423	392,240	-	4,343,364	6,693,020	179,640,799
Health and human services	355,933	-	-	117,711	238,222	-
Culture and recreation	19,365,273	800,213	-	11,515,448	7,049,612	-
Conservation and development	844,983	-	-	457,429	387,554	-
Total General Capital Assets	\$ 234,819,875	\$ 7,392,718	\$ -	\$ 28,435,360	\$ 19,350,998	\$ 179,640,799

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF MANITOWOC, WISCONSIN
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes By Function
Year Ended December 31, 2010

Function	Governmental Funds Capital Assets 1/1/10	Additions	Retirements	Governmental Funds Capital Assets 12/31/10
General government	\$ 13,787,724	\$ 36,537	\$ -	\$ 13,824,261
Public safety	9,387,739	39,324	67,061	9,360,002
Public works	191,004,300	3,432,318	3,367,195	191,069,423
Health and human services	355,933	-	-	355,933
Culture and recreation	19,300,961	218,051	153,739	19,365,273
Conservation and development	844,983	-	-	844,983
Total Governmental Funds				
Capital Assets	<u>\$ 234,681,640</u>	<u>\$ 3,726,230</u>	<u>\$ 3,587,995</u>	<u>\$ 234,819,875</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF MANITOWOC, WISCONSIN
Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities								
Invested in capital assets, net of related debt	\$ 110,118,884	\$ 106,284,680	\$ 99,544,772	\$ 91,651,520	\$ 84,351,471	\$ 85,055,705	\$ 82,397,585	\$ 78,408,781
Restricted	-	-	-	-	-	-	-	-
Unrestricted	3,693,546	1,980,451	3,319,385	4,196,938	5,783,990	(4,838,894)	(7,338,552)	(11,370,850)
Total governmental activities net assets	\$ 113,812,430	\$ 108,265,131	\$ 102,864,157	\$ 95,848,458	\$ 90,135,461	\$ 80,216,811	\$ 75,059,033	\$ 67,037,931
Business-type activities								
Invested in capital assets, net of related debt	\$ 72,140,371	\$ 75,652,591	\$ 82,111,719	\$ 108,717,186	\$ 107,018,216	\$ 103,680,120	\$ 100,181,138	\$ 94,937,833
Restricted	9,220,501	13,035,466	11,967,017	12,744,881	13,527,007	14,135,766	13,872,760	14,068,192
Unrestricted	25,992,987	21,714,871	17,609,040	22,053,805	33,021,269	43,086,021	49,214,832	52,275,971
Total business-type activities net assets	\$ 107,353,859	\$ 110,402,928	\$ 111,687,776	\$ 143,515,872	\$ 153,566,492	\$ 160,901,907	\$ 163,268,730	\$ 161,281,996
Primary government								
Invested in capital assets, net of related debt	\$ 182,259,255	\$ 181,937,271	\$ 181,656,491	\$ 200,368,706	\$ 191,369,687	\$ 188,735,825	\$ 182,578,723	\$ 173,346,614
Restricted	9,220,501	13,035,466	11,967,017	12,744,881	13,527,007	14,135,766	13,872,760	14,068,192
Unrestricted	29,686,533	23,695,322	20,928,425	26,250,743	38,805,259	38,247,127	41,876,280	40,905,121
Total primary government net assets	\$ 221,166,289	\$ 218,668,059	\$ 214,551,933	\$ 239,364,330	\$ 243,701,953	\$ 241,118,718	\$ 238,327,763	\$ 228,319,927

CITY OF MANITOWOC, WISCONSIN

Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

	Year Ending December 31							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Governmental activities:								
General government	\$ 3,228,652	\$ 3,245,903	\$ 4,809,245	\$ 4,986,172	\$ 3,254,368	\$ 4,307,042	\$ 4,295,657	\$ 4,649,699
Public safety	11,916,048	11,317,846	12,795,781	14,641,739	14,269,506	15,193,488	15,299,834	16,553,734
Public works	11,815,003	13,448,041	12,142,877	12,036,480	14,166,272	12,831,693	14,624,459	13,837,037
Health and human services	510,663	511,522	446,459	461,828	475,799	523,071	505,417	546,432
Culture and recreation	5,794,368	5,167,581	5,533,273	6,134,585	6,127,795	6,337,825	6,410,617	6,671,335
Development	5,435,296	4,537,594	3,425,300	1,831,028	2,148,368	5,951,961	2,578,143	1,871,549
Interest on debt	2,607,106	2,689,187	2,610,510	2,768,177	2,903,283	3,017,661	2,989,602	3,941,695
Total governmental activities expenses	<u>41,307,136</u>	<u>40,917,674</u>	<u>41,763,445</u>	<u>42,860,009</u>	<u>43,345,391</u>	<u>48,162,741</u>	<u>46,703,729</u>	<u>48,071,481</u>
Business-type activities:								
Water utility	3,752,270	3,637,679	3,717,492	3,972,955	4,624,516	5,665,651	5,976,464	5,822,531
Electric utility	29,303,156	32,728,601	38,912,665	42,762,568	47,521,200	48,273,428	44,287,845	46,581,595
Steam utility	1,937,672	2,253,794	2,649,182	3,599,632	3,636,524	3,726,855	3,441,973	2,692,941
Broadband utility	-	32,602	88,482	155,984	112,275	121,311	99,484	100,286
Wastewater treatment plant	5,759,012	5,996,621	6,022,139	6,457,444	5,575,906	8,898,944	6,775,626	5,843,812
Transit system	1,222,206	1,381,317	1,346,906	1,936,499	2,202,062	2,476,436	2,304,946	2,458,989
Total business-type activities expenses	<u>41,974,316</u>	<u>46,030,614</u>	<u>52,736,866</u>	<u>58,885,082</u>	<u>63,672,483</u>	<u>69,162,625</u>	<u>62,886,338</u>	<u>63,500,154</u>
Total primary government expenses	<u>\$ 83,281,452</u>	<u>\$ 86,948,288</u>	<u>\$ 94,500,311</u>	<u>\$ 101,745,091</u>	<u>\$ 107,017,874</u>	<u>\$ 117,325,366</u>	<u>\$ 109,590,067</u>	<u>\$ 111,571,635</u>

(Continued)

CITY OF MANITOWOC, WISCONSIN

Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

	Year Ending December 31							
	2003	2004	2005	2006	2007	2008	2009	2010
Program Revenues								
Governmental activities:								
Charges for services:								
General government	\$ 1,989,455	\$ 186,604	\$ 193,265	\$ 404,721	\$ 628,488	\$ 364,561	\$ 361,486	\$ 354,642
Public safety	2,104,036	2,442,751	2,563,260	2,815,602	2,750,012	2,907,803	2,470,162	2,456,433
Culture and recreation	478,967	490,903	357,049	319,683	302,485	284,979	202,684	581,468
Other activities	2,159,288	1,923,063	1,033,148	2,312,693	1,516,507	2,058,554	1,222,632	1,465,935
Operating grants and contributions	4,611,819	4,793,565	5,196,700	4,024,587	4,129,199	3,975,594	3,811,709	3,760,579
Capital grants and contributions	1,680,594	3,133,716	3,596,333	2,656,238	3,272,031	1,448,952	4,569,538	2,942,698
Total governmental activities program revenues	13,024,159	12,970,602	12,939,755	12,533,524	12,598,722	11,040,443	12,638,211	11,561,755
Business-type activities:								
Charges for services:								
Water utility	4,763,036	4,639,685	4,945,177	4,579,587	5,052,775	6,860,998	6,623,124	5,953,586
Electric utility	32,556,634	32,885,848	38,871,385	49,758,451	54,661,738	57,456,101	49,875,214	52,689,004
Steam utility	2,184,966	2,376,692	2,689,657	3,501,244	4,231,300	4,743,307	3,985,780	2,361,255
Broadband utility	-	33,641	163,689	153,390	139,705	167,659	145,932	150,649
Wastewater treatment plant	5,805,017	6,509,482	6,620,727	6,703,344	6,615,654	6,423,450	6,181,047	5,362,958
Transit system	243,100	136,239	164,077	161,517	273,440	213,051	208,447	216,506
Operating grants and contributions	971,776	920,629	1,058,956	1,462,145	1,975,526	1,955,205	1,948,833	1,967,087
Capital grants and contributions	755,300	3,459,888	2,016,280	26,172,711	1,962,388	827,710	609,685	257,491
Total business-type activities program revenues	47,279,829	50,962,104	56,529,948	92,492,389	74,912,526	78,647,481	69,578,062	68,958,536
Total primary government program revenues	\$ 60,303,988	\$ 63,932,706	\$ 69,469,703	\$ 105,025,913	\$ 87,511,248	\$ 89,687,924	\$ 82,216,273	\$ 80,520,291
Net (expense)/revenue								
Governmental activities	\$ (28,282,977)	\$ (27,947,072)	\$ (28,823,690)	\$ (30,326,485)	\$ (30,746,669)	\$ (37,122,298)	\$ (34,065,518)	\$ (36,509,726)
Business-type activities	5,305,513	4,931,490	3,793,082	33,607,307	11,240,043	9,484,856	6,691,724	5,458,382
Total primary government net expense	\$ (22,977,464)	\$ (23,015,582)	\$ (25,030,608)	\$ 3,280,822	\$ (19,506,626)	\$ (27,637,442)	\$ (27,373,794)	\$ (31,051,344)

(Continued)

CITY OF MANITOWOC, WISCONSIN

Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

	Year Ending December 31							
	2003	2004	2005	2006	2007	2008	2009	2010
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes								
Property taxes	\$ 9,497,549	\$ 10,482,538	\$ 10,488,321	\$ 10,940,949	\$ 12,066,248	\$ 13,774,903	\$ 14,265,247	\$ 15,286,914
Other taxes	518,454	551,360	525,419	534,998	603,072	493,192	533,298	470,540
Unrestricted state and federal aids	6,935,463	6,392,117	6,436,045	6,438,639	6,510,348	6,724,262	6,667,779	6,609,782
Interest earnings	865,955	939,800	1,122,596	1,520,526	2,042,220	1,782,827	1,449,891	619,090
Miscellaneous	209,867	499,553	934,205	719,805	753,937	939,946	869,195	675,787
Transfers	3,883,849	3,534,405	3,916,130	3,155,869	3,057,847	3,488,518	5,122,330	4,826,511
Total governmental activities	21,911,137	22,399,773	23,422,716	23,310,786	25,033,672	27,203,648	28,907,740	28,488,624
Business-type activities:								
Interest earnings	788,051	1,469,704	1,407,896	1,376,658	1,868,424	1,339,077	797,429	810,460
Miscellaneous	-	182,291	-	-	-	-	-	(3,429,065)
Transfers	(3,883,849)	(3,534,405)	(3,916,130)	(3,155,869)	(3,057,847)	(3,488,518)	(5,122,330)	(4,826,511)
Total business-type activities	(3,095,798)	(1,882,410)	(2,508,234)	(1,779,211)	(1,189,423)	(2,149,441)	(4,324,901)	(7,445,116)
Total primary government	\$ 18,815,339	\$ 20,517,363	\$ 20,914,482	\$ 21,531,575	\$ 23,844,249	\$ 25,054,207	\$ 24,582,839	\$ 21,043,508
Change in Net Assets								
Governmental activities	\$ (6,371,840)	\$ (5,547,299)	\$ (5,400,974)	\$ (7,015,699)	\$ (5,712,997)	\$ (9,918,650)	\$ (5,157,778)	\$ (8,021,102)
Business-type activities	2,209,715	3,049,080	1,284,848	31,828,096	10,050,620	7,335,415	2,366,823	(1,986,734)
Total primary government	\$ (4,162,125)	\$ (2,498,219)	\$ (4,116,126)	\$ 24,812,397	\$ 4,337,623	\$ (2,583,235)	\$ (2,790,955)	\$ (10,007,836)

CITY OF MANITOWOC, WISCONSIN
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General fund										
Reserved	\$ 204,244	\$ 222,261	\$ 428,210	\$ 660,054	\$ 833,638	\$ 433,574	\$ 611,795	\$ 726,271	\$ 790,933	\$ 4,907,025
Unreserved										
Designated	423,324	531,184	480,426	614,551	594,175	246,457	268,948	319,440	505,594	-
Undesignated	3,859,409	4,408,323	4,832,454	4,465,445	4,084,547	4,475,758	4,896,200	5,281,765	4,352,886	16,981
Total general fund	<u>\$ 4,486,977</u>	<u>\$ 5,161,768</u>	<u>\$ 5,741,090</u>	<u>\$ 5,740,050</u>	<u>\$ 5,512,360</u>	<u>\$ 5,155,789</u>	<u>\$ 5,776,943</u>	<u>\$ 6,327,476</u>	<u>\$ 5,649,413</u>	<u>\$ 4,924,006</u>
All other governmental funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,104,155
Unreserved										
Designated, reported in:										
Special revenue funds	400,834	389,293	527,398	531,559	566,678	430,137	205,466	283,296	117,777	172,809
Undesignated, reported in:										
Special revenue funds	1,055,124	2,336,273	2,235,794	3,440,534	3,481,066	4,529,840	4,939,578	4,720,504	4,803,639	4,141,080
Debt service	-	-	-	-	-	-	-	-	-	(13,250)
Capital projects funds	1,607,201	2,827,348	3,416,296	2,714,448	(602,387)	778,958	3,004,471	1,348,438	(1,318,561)	(4,238,225)
Total all other governmental funds	<u>\$ 3,063,159</u>	<u>\$ 5,552,914</u>	<u>\$ 6,179,488</u>	<u>\$ 6,686,541</u>	<u>\$ 3,445,357</u>	<u>\$ 5,738,935</u>	<u>\$ 8,149,515</u>	<u>\$ 6,352,238</u>	<u>\$ 3,602,855</u>	<u>\$ 1,166,569</u>
Total governmental funds	<u>\$ 7,550,136</u>	<u>\$ 10,714,682</u>	<u>\$ 11,920,578</u>	<u>\$ 12,426,591</u>	<u>\$ 8,957,717</u>	<u>\$ 10,894,724</u>	<u>\$ 13,926,458</u>	<u>\$ 12,679,714</u>	<u>\$ 9,252,268</u>	<u>\$ 6,090,575</u>

CITY OF MANITOWOC, WISCONSIN
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	\$ 9,889,710	\$ 9,861,506	\$ 10,062,113	\$ 11,098,523	\$ 11,070,987	\$ 11,533,302	\$ 12,584,206	\$ 12,981,862	\$ 12,601,435	\$ 14,974,094
Special assessments	1,733,017	1,779,068	1,680,077	1,829,934	1,473,380	1,775,994	1,522,973	1,354,468	2,894,588	2,267,061
Intergovernmental	10,395,861	9,999,166	11,515,035	12,581,661	13,668,241	11,630,698	11,436,199	10,885,951	10,595,513	10,997,650
Licenses and permits	789,429	759,235	629,392	769,096	848,121	815,526	893,088	984,614	744,236	786,147
Fines and forfeitures	467,008	400,654	344,989	336,432	332,620	277,008	305,283	374,917	398,766	446,068
Public charges for services	2,271,507	1,516,323	2,116,943	2,227,391	2,350,070	2,694,432	3,190,894	3,182,798	2,789,478	3,146,325
Intergovernmental charges for services	202,779	242,428	92,746	108,518	107,011	173,942	158,892	209,276	217,642	234,356
Interdepartmental charges for services	2,284,570	2,634,703	2,867,246	1,882,380	2,529,664	3,095,320	1,867,893	5,487,499	3,840,958	2,513,141
Miscellaneous	2,465,063	2,802,471	2,824,752	3,975,868	3,127,154	3,445,057	3,836,625	3,880,692	4,522,006	1,987,947
Total revenues	30,498,944	29,995,554	32,133,293	34,809,803	35,507,248	35,441,279	35,796,053	39,342,077	38,604,622	37,352,789
Expenditures										
General government	2,713,423	2,670,833	10,003,434	3,114,458	3,115,150	3,060,546	4,260,655	3,746,635	3,759,301	3,524,745
Public safety	9,297,701	9,764,436	10,968,289	11,180,007	12,163,870	13,539,545	14,189,301	14,658,840	15,331,451	14,991,505
Public works	7,306,668	6,021,639	6,069,692	7,505,459	7,757,317	6,776,796	12,730,680	15,025,530	14,135,590	13,024,767
Health and human services	471,566	450,511	454,213	478,143	462,645	324,904	458,436	502,732	535,988	511,120
Culture and recreation	5,217,930	4,883,967	5,398,602	4,904,857	5,042,108	5,472,286	5,827,144	5,808,034	9,135,278	6,291,765
Conservation and development	1,183,267	1,799,720	2,960,568	3,379,069	2,794,638	1,806,069	2,136,426	6,038,371	2,875,858	2,734,168
Capital Outlay	13,500,409	9,964,149	11,719,627	6,895,266	11,942,025	8,011,219	-	-	-	-
Debt service										
Principal retirement	1,737,708	1,930,530	9,264,577	2,347,377	2,830,993	3,259,721	4,078,643	4,977,735	6,072,116	6,826,840
Interest and fiscal charges	1,309,763	1,660,863	2,124,521	2,629,798	2,529,685	2,609,575	2,798,486	3,062,370	3,071,264	3,085,792
Bond issuance costs	25,978	22,848	209,444	110,216	25,000	77,360	31,750	81,890	42,559	172,179
Total Expenditures	42,764,413	39,169,496	59,172,967	42,544,650	48,663,431	44,938,021	46,511,521	53,902,137	54,959,405	51,162,881
Excess of revenues over (under) expenditures	(12,265,469)	(9,173,942)	(27,039,674)	(7,734,847)	(13,156,183)	(9,496,742)	(10,715,468)	(14,560,060)	(16,354,783)	(13,810,092)

(continued)

CITY OF MANITOWOC, WISCONSIN
 Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2009
Other financing sources (uses)										
General obligation debt issued	8,505,000	9,060,000	24,995,000	11,345,000	5,285,000	8,995,000	10,000,000	9,260,000	9,180,000	16,465,000
Note anticipation notes	-	-	-	-	-	1,005,000	-	-	-	-
Note premium	-	-	-	-	-	4,914	-	47,709	-	-
Refunding bond premium	-	-	-	207,905	-	41,403	-	-	-	-
General obligation bond premium	-	-	-	-	-	17,619	26,029	-	226,302	267,933
Payment to refunding bond escrow agent	-	-	-	(6,714,805)	-	(2,788,961)	-	-	(1,591,362)	(10,912,927)
Transfers in	8,746,406	4,710,260	6,251,052	7,379,466	8,004,399	8,958,843	9,516,270	11,414,087	13,269,987	14,378,180
Transfers out	(6,576,237)	(3,412,322)	(3,103,199)	(3,976,706)	(3,602,090)	(4,800,069)	(5,795,097)	(7,421,991)	(8,144,079)	(9,549,787)
Total other financing sources (uses)	10,675,169	10,357,938	28,142,853	8,240,860	9,687,309	11,433,749	13,747,202	13,299,805	12,940,848	10,648,399
Net change in fund balances	\$ (1,590,300)	\$ 1,183,996	\$ 1,103,179	\$ 506,013	\$ (3,468,874)	\$ 1,937,007	\$ 3,031,734	\$ (1,260,255)	\$ (3,413,935)	\$ (3,161,693)
Debt service as a percentage of noncapital expenditures	10.5%	12.4%	22.3%	13.6%	14.1%	14.8%	16.4%	16.2%	16.7%	19.7%

CITY OF MANITOWOC, WISCONSIN
 General Governmental Tax Revenues By Source
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Fiscal Year	Property Tax	Occupational Tax	Mobile Home Tax	Tax Exempt Tax	Room Tax	Other Tax (1)	Total
2001	\$ 9,363,279	\$ 5,981	\$ 81,839	\$ 66,218	\$ 337,651	\$ 34,742	\$ 9,889,710
2002	9,335,410	6,620	78,947	67,759	326,008	46,762	9,861,506
2003	9,497,549	6,951	74,351	67,608	347,631	68,023	10,062,113
2004	10,482,301	12,517	67,748	67,370	364,635	103,952	11,098,523
2005	10,488,321	8,513	62,204	66,248	372,347	73,354	11,070,987
2006	10,940,949	6,867	61,554	77,686	381,856	64,390	11,533,302
2007	11,919,211	7,981	56,151	67,690	377,805	155,368	12,584,206
2008	12,429,108	8,274	50,047	32,880	401,529	60,024	12,981,862
2009	12,002,377	7,684	46,205	133,198	344,599	67,412	12,601,475
2010	10,273,653	8,561	61,842	24,457	366,098	95,499	10,830,110

(1) Other tax consists of omitted, tax roll over (under), retained sales, and interest.

CITY OF MANITOWOC, WISCONSIN
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended December 31	Real Property			Personal Property		Total Taxable Assessed Valuation	Total Direct Tax Rate	Estimated Actual Taxable Valuation	Assessed Value as a Percentage of Actual Value
	Residential	Commercial and Manufacturing	Other	Machinery and Equipment	Other				
2001	\$ 903,271,800	\$ 370,331,600	\$ 1,007,000	\$ 44,686,054	\$ 10,135,492	\$ 1,329,431,946	\$ 6.8929	\$1,551,650,400	85.68%
2002	916,269,900	378,866,700	805,500	39,338,690	10,312,930	1,345,593,720	7.1747	1,642,076,400	81.94%
2003	927,416,300	391,009,600	880,500	38,444,540	9,351,780	1,367,102,720	7.4004	1,685,909,700	81.08%
2004	936,893,500	387,800,400	885,700	36,288,660	6,423,340	1,368,291,600	7.4004	1,716,103,900	79.73%
2005	950,124,210	393,899,500	2,213,400	35,950,440	5,552,160	1,387,739,710	7.4004	1,745,244,100	79.55%
2006	963,406,610	407,623,400	921,800	37,916,950	9,534,000	1,419,402,760	7.8426	1,830,003,400	77.53%
2007	1,289,270,850	559,100,100	307,600	52,553,400	9,686,400	1,910,918,350	8.1483	1,894,017,500	100.84%
2008	1,298,476,600	558,735,900	304,900	55,964,300	10,447,700	1,923,929,400	6.4819	1,943,542,900	98.31%
2009	1,310,653,200	579,190,900	371,800	64,307,600	14,394,400	1,968,917,900	6.7569	2,057,147,400	95.71%
2010	1,314,301,200	587,046,100	317,500	69,633,200	15,545,900	1,986,843,900	6.8616	1,991,325,300	99.77%

Information obtained from Statistical Reports of Property Values, Bureau of Property Tax, Wisconsin Department of Revenue.

Wisconsin State Statute 70.05 (5) (b) requires each taxation district to assess property at full value at least once in every 5-year period.

In 1999, a City-wide revaluation was completed in-house.

In 2006, the City contracted with Cole-Layer-Trumble for a City-wide revaluation to be completed by 2007 fiscal year end.

CITY OF MANITOWOC, WISCONSIN
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	City of Manitowoc				Overlapping Rates								Total Direct & Overlapping Rates
	Operating Rate	General Obligation Debt Rate	Total Rate	Percent of Total Tax Bill	State of Wisconsin		County		School District		Lakeshore Technical College		
					Rate	Percent	Rate	Percent	Rate	Percent	Rate	Percent	
2001	\$ 5.2929	\$ 1.6000	\$ 6.8929	28.7%	\$ 0.2149	0.9%	\$ 6.1217	25.5%	\$ 8.9905	37.4%	\$ 1.7985	7.5%	\$ 24.0185
2002	5.3745	1.8002	7.1747	28.2%	0.2335	0.9%	6.6131	26.0%	9.4456	37.2%	1.9543	7.7%	25.4212
2003	5.5879	1.8125	7.4004	28.0%	0.2441	0.9%	7.1185	26.9%	9.6509	36.5%	2.0209	7.6%	26.4348
2004	5.2481	2.1523	7.4004	27.8%	0.2466	0.9%	7.1006	26.7%	9.8334	37.0%	2.0296	7.6%	26.6106
2005	5.1489	2.2515	7.4004	26.9%	0.2508	0.9%	7.2378	26.3%	10.6334	38.6%	2.0219	7.3%	27.5443
2006	5.2583	2.5843	7.8426	28.6%	0.2359	0.9%	7.2038	26.3%	10.1571	37.1%	1.9582	7.1%	27.3976
2007	5.2156	2.9327	8.1483	30.2%	0.2264	0.8%	7.1049	26.4%	9.5422	35.4%	1.9397	7.2%	26.9615
2008	4.0373	2.4446	6.4819	31.1%	0.1682	0.8%	5.2895	25.4%	7.4240	35.7%	1.4625	7.0%	20.8261
2009	4.2039	2.5530	6.7569	31.7%	0.1714	0.8%	5.3174	24.9%	7.5824	35.7%	1.4875	7.0%	21.3156
2010	3.9576	2.9040	6.8616	31.2%	0.1701	0.8%	5.2887	24.0%	8.1439	37.1%	1.5611	7.1%	22.0254

Property tax rates are per thousand dollar of assessed valuation.

The 2000 and 2008 property tax rates reflect the total revaluation of the entire City.

In 2005, the State of Wisconsin passed legislation that would limit a municipality's tax levy increases in years 2006 thru 2008.

The limit would allow growth in the tax levy of either 2.0% or the rate of growth in the municipality, whichever is larger.

The limit excludes tax levy increases for existing debt payments.

CITY OF MANITOWOC, WISCONSIN

Principal Property Taxpayers
Current Year and 9 Years Prior

Taxpayer	Type of Business	2010			2001		
		Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Valuation*	Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Valuation**
Manitowoc Company, Inc.	Cranes and food service machines	\$ 34,310,800	1	1.73%	\$ 18,963,647	1	1.43%
Holy Family Memorial, Inc.	Health care provider	27,575,200	2	1.39%	6,388,480	8	0.48%
Great Lakes Energy Technologies	Renewable/Energy Saving Technology	14,929,600	3	0.75%			
Wal-Mart Stores, Inc.	Discount retail	13,479,600	4	0.68%	5,669,392	9	0.43%
Dewey Properties LLC	Retail Shopping Center	13,453,000	5	0.68%			
Lowe's	Home improvement retail	9,936,100	6	0.50%			
PBJC Fest LLC (Festival Foods)	Grocery	9,783,500	7	0.49%			
Menards	Home improvement retail	9,365,300	8	0.47%	7,195,472	7	0.54%
Lakeside Foods	Canned vegetables and sauces	9,216,300	9	0.46%	7,669,351	6	0.58%
Busch Agricultural Resources, Inc.	Malting plant	8,632,400	10	0.43%	8,222,740	4	0.62%
Southbrook Apartments	Residential housing				7,989,509	5	0.60%
Mirro Corp (Newell)	Cookware manufacturer				13,338,743	2	1.00%
Imperial Eastman	Hydraulic hose, fittings, accessories				8,466,953	3	0.64%
Jagemann Stamping Co.	Component manufacturing				5,055,000	10	0.38%
Totals		\$ 150,681,800		7.58%	\$ 88,959,287		6.69%

* 2010 Assessed Valuation \$1,986,843,900

** 2001 Assessed Valuation \$1,329,431,946

Information obtained from the City of Manitowoc Assessor's Office.

CITY OF MANITOWOC, WISCONSIN
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 of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 32,145,129	\$ 32,058,070	99.73%	\$ 65,334	\$ 32,123,404	99.93%
2002	34,413,484	34,333,923	99.77%	68,844	34,402,767	99.97%
2003	36,441,140	36,323,356	99.68%	102,572	36,425,928	99.96%
2004	37,195,534	37,047,039	99.60%	74,488	37,121,527	99.80%
2005	38,476,604	38,372,834	99.73%	44,625	38,417,459	99.85%
2006	38,848,065	38,722,330	99.68%	25,570	38,747,900	99.74%
2007	39,138,177	39,014,338	99.68%	31,145	39,045,483	99.76%
2008	40,617,399	40,476,615	99.65%	93,016	40,569,631	99.88%
2009	44,386,670	44,243,157	99.68%	35,723	44,278,880	99.76%
2010	43,551,744	43,386,998	99.62%	-	-	-

For each fiscal period that appears the tax levy represents the prior year and the levy is collected in the fiscal period that is identified.

In August of each year, the City settles with the County Treasurer for 100% of all real property taxes.

For each fiscal period listed unpaid City special assessments are turned over to the County for collection and unpaid personal property taxes remain the responsibility of the City.

CITY OF MANITOWOC, WISCONSIN
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-Type Activities				Total Primary Government	Percentage of Assessed Valuation (1)	Per Capita (2)
	General Obligation Bonds	TIF General Obligation Bonds	General Obligation Notes	TIF General Obligation Notes	Note Anticipation Notes	Water Utility Bonds	Electric and Steam Utility Bonds	Wastewater Plant Clean Water Loan	Notes Payable			
2000	\$ 20,460,675	\$ 4,281,791	\$ 2,091,239	\$ -	\$ -	\$ 8,750,000	\$ 18,280,000	\$ 17,644,080	\$ 37,000	\$ 71,544,785	5.44%	\$ 2,101
2001	26,448,385	4,757,495	2,323,531	-	-	8,305,000	15,880,000	18,402,568	18,500	76,135,479	5.73%	2,229
2002	28,825,121	9,137,965	2,618,001	-	-	7,840,000	13,305,000	19,503,659	-	81,229,746	6.04%	2,350
2003	37,661,702	14,756,606	3,808,424	-	-	7,345,000	12,630,000	18,807,646	-	95,009,378	6.95%	2,752
2004	38,405,118	16,460,846	3,806,047	-	-	8,300,000	80,705,000	17,964,364	-	165,641,375	12.11%	4,786
2005	39,662,874	17,717,210	3,645,054	-	-	6,260,000	83,205,000	16,954,248	-	167,444,386	12.07%	4,822
2006	40,435,213	18,714,873	4,880,333	-	1,005,000	5,675,000	81,215,000	15,911,585	-	167,837,004	11.82%	4,834
2007	43,724,331	20,200,669	5,906,690	-	1,005,000	5,060,000	78,990,000	14,835,327	-	169,722,017	8.88%	4,902
2008	46,708,469	18,786,531	5,708,955	2,910,000	1,005,000	4,400,000	76,655,000	13,724,389	-	169,898,344	8.83%	4,900
2009	47,963,049	17,161,951	7,836,839	2,675,000	1,005,000	3,710,000	74,275,000	12,577,654	-	167,204,493	8.49%	4,819
2010	49,694,668	16,320,332	6,223,203	2,741,797	1,005,000	3,325,000	70,755,000	11,393,967	-	161,458,967	8.13%	4,640

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

(1) See the schedule of Assessed Value and Estimated Actual Value of Taxable property for property value data.

(2) See the schedule of Demographic Statistics for population data.

CITY OF MANITOWOC, WISCONSIN
Ratios of Net General Obligation Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	TIF General Obligation Bonds	General Obligation Notes	TIF General Obligation Notes	Less Amounts Available in Debt Service Fund	Less TIF District Revenues	Net General Obligation Bonded Debt	Percentage of Net Bonded Debt to Estimated Actual Value (1)	Net Bonded Debt Per Capita (2)
2000	\$ 20,460,675	\$ 4,281,791	\$ 2,091,239	\$ -	\$ 100,000	\$ 4,281,791	\$ 22,451,914	1.59%	\$ 659
2001	26,448,385	4,757,495	2,323,531	-	154,669	4,757,495	28,617,247	1.84%	838
2002	28,825,121	9,137,965	2,618,001	-	-	9,137,965	31,443,122	1.91%	910
2003	37,661,702	14,756,606	3,808,424	-	-	14,756,606	41,470,126	2.46%	1,201
2004	38,405,118	16,460,846	3,806,047	-	-	16,460,846	42,211,165	2.46%	1,220
2005	39,662,874	17,717,210	3,645,054	-	-	17,717,210	43,307,928	2.48%	1,247
2006	40,435,213	18,714,873	4,880,333	-	-	18,714,873	45,315,546	2.48%	1,305
2007	43,724,331	20,200,669	5,906,690	-	-	20,200,669	49,631,021	2.62%	1,434
2008	46,708,469	18,786,531	5,708,955	2,910,000	-	21,696,531	52,417,424	2.70%	1,512
2009	47,963,049	17,161,951	7,836,839	2,675,000	-	19,836,951	55,799,888	2.71%	1,608
2010	49,694,668	16,320,332	6,223,203	2,741,797	-	19,062,129	55,917,871	2.81%	1,607

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

(1) See the schedule of Assessed Value and Estimated Actual Value of Taxable property for property value data.

(2) See the schedule of Demographic Statistics for population data.

CITY OF MANITOWOC, WISCONSIN
 Debt Service Requirements to Maturity
 General Obligation Bonds
 December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 4,069,668	\$ 1,972,855	\$ 6,042,523
2012	4,335,000	1,732,227	6,067,227
2013	4,340,000	1,583,072	5,923,072
2014	4,520,000	1,431,351	5,951,351
2015	4,720,000	1,266,655	5,986,655
2016	4,290,000	1,100,303	5,390,303
2017	3,800,000	944,079	4,744,079
2018	3,560,000	794,452	4,354,452
2019	3,415,000	647,882	4,062,882
2020	3,275,000	504,373	3,779,373
2021	3,055,000	365,223	3,420,223
2022	2,650,000	236,285	2,886,285
2023	2,270,000	120,295	2,390,295
2024	965,000	43,649	1,008,649
2025	430,000	10,965	440,965
Total	\$ 49,694,668	\$ 12,753,666	\$ 62,448,334

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Does not included general obligation debt scheduled to be repaid from tax increment revenues. This debt is shown on a separate schedule.

CITY OF MANITOWOC, WISCONSIN
 Debt Service Requirements to Maturity
 General Obligation Bonds
 Scheduled to be Repaid from Tax Increment District Revenues
 December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 1,690,332	\$ 597,732	\$ 2,288,064
2012	1,670,000	513,257	2,183,257
2013	1,765,000	451,188	2,216,188
2014	1,820,000	390,293	2,210,293
2015	1,890,000	325,123	2,215,123
2016	1,850,000	258,009	2,108,009
2017	1,840,000	190,498	2,030,498
2018	1,365,000	128,977	1,493,977
2019	760,000	86,112	846,112
2020	615,000	58,361	673,361
2021	480,000	36,013	516,013
2022	320,000	19,520	339,520
2023	80,000	10,840	
2024	85,000	6,715	
2025	90,000	2,295	92,295
Total	\$ 16,320,332	\$ 3,074,933	\$ 19,212,710

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

CITY OF MANITOWOC, WISCONSIN
 Debt Service Requirements to Maturity
 General Obligation Notes
 December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 1,152,875	\$ 200,291	\$ 1,353,166
2012	1,158,808	160,225	1,319,033
2013	1,176,520	119,430	1,295,950
2014	690,000	85,994	775,994
2015	645,000	61,148	706,148
2016	590,000	38,216	628,216
2017	405,000	20,220	425,220
2018	240,000	9,263	249,263
2019	165,000	2,681	167,681
Total	<u>\$ 6,223,203</u>	<u>\$ 697,468</u>	<u>\$ 6,920,671</u>

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

CITY OF MANITOWOC, WISCONSIN
 Debt Service Requirements to Maturity
 General Obligation Notes
 Scheduled to be Repaid from Tax Increment District Revenues
 December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 377,125	\$ 88,329	\$ 465,454
2012	386,192	76,197	462,389
2013	393,480	63,802	457,282
2014	295,000	52,381	347,381
2015	305,000	41,882	346,882
2016	315,000	30,834	345,834
2017	330,000	18,937	348,937
2018	340,000	6,375	346,375
Total	<u>\$ 2,741,797</u>	<u>\$ 378,737</u>	<u>\$ 3,120,534</u>

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

CITY OF MANITOWOC, WISCONSIN
Debt Service Requirements to Maturity
Note Anticipation Notes
December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 1,005,000	\$ 20,603	\$ 1,025,603
Total	<u>\$ 1,005,000</u>	<u>\$ 20,603</u>	<u>\$ 1,025,603</u>

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

CITY OF MANITOWOC, WISCONSIN
Debt Service Requirements to Maturity
Water Mortgage Revenue Bonds
December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 410,000	\$ 126,388	\$ 536,388
2012	430,000	108,538	538,538
2013	455,000	90,300	545,300
2014	475,000	71,700	546,700
2015	495,000	52,300	547,300
2016	520,000	32,000	552,000
2017	540,000	10,800	550,800
	<u>\$ 3,325,000</u>	<u>\$ 492,026</u>	<u>\$ 3,817,026</u>

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

CITY OF MANITOWOC, WISCONSIN
 Debt Service Requirements to Maturity
 Electric Power System Mortgage Revenue Bonds
 December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 3,490,000	\$ 3,428,475	\$ 6,918,475
2012	3,625,000	3,292,000	6,917,000
2013	3,770,000	3,149,400	6,919,400
2014	3,940,000	2,981,950	6,921,950
2015	4,115,000	2,806,850	6,921,850
2016	4,305,000	2,614,226	6,919,226
2017	4,515,000	2,407,301	6,922,301
2018	4,735,000	2,184,650	6,919,650
2019	6,290,000	1,945,300	8,235,300
2020	2,665,000	1,628,013	4,293,013
2021	2,805,000	1,491,788	4,296,788
2022	2,945,000	1,348,245	4,293,245
2023	3,095,000	1,203,875	4,298,875
2024	3,245,000	1,051,805	4,296,805
2025	3,405,000	892,355	4,297,355
2026	3,195,000	725,025	3,920,025
2027	3,360,000	557,288	3,917,288
2028	3,535,000	380,888	3,915,888
2029	3,720,000	195,300	3,915,300
	<u>\$ 70,755,000</u>	<u>\$ 34,284,734</u>	<u>\$ 105,039,734</u>

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

CITY OF MANITOWOC, WISCONSIN
 Debt Service Requirements to Maturity
 Wastewater Treatment Plant Revenue Bonds
 December 31, 2010

Year	Principal	Interest	Total Requirements
2011	\$ 1,221,830	\$ 346,158	\$ 1,567,988
2012	1,261,203	306,151	1,567,354
2013	1,301,845	264,852	1,566,697
2014	1,343,799	222,223	1,566,022
2015	1,387,105	178,219	1,565,324
2016	1,431,807	132,795	1,564,602
2017	1,477,952	85,907	1,563,859
2018	1,525,585	37,507	1,563,092
2019	105,981	11,376	117,357
2020	109,073	8,238	117,311
2021	112,256	5,009	117,265
2022	115,531	1,686	117,217
	<u>\$ 11,393,967</u>	<u>\$ 1,600,121</u>	<u>\$ 12,994,088</u>

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

CITY OF MANITOWOC, WISCONSIN
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2010

<u>Governmental Unit</u>	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Direct Debt:			
City of Manitowoc	<u>\$ 66,015,000</u>	100.000%	<u>\$ 66,015,000</u>
Overlapping Debt:			
Manitowoc School	14,300,000	78.000%	11,154,000
Manitowoc County	31,635,000	36.700%	11,610,045
VTAE District	<u>19,530,000</u>	13.100%	<u>2,558,430</u>
Total Overlapping Debt	<u>65,465,000</u>		<u>25,322,475</u>
Total Direct and Overlapping Debt	<u>\$ 131,480,000</u>		<u>\$ 91,337,475</u>

Source: Information on overlapping debt was obtained from financial consultant, Robert W. Baird & Co., Inc. The City share percentage was obtained from each jurisdictions tax levy reports as allocated by estimated actual valuations.

CITY OF MANITOWOC, WISCONSIN
Legal Debt Margin Information
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2006	2008	2009	2010
Debt limit	\$77,582,520	\$82,103,820	\$ 84,295,485	\$ 85,805,195	\$ 87,262,205	\$ 91,500,170	\$ 94,700,875	\$ 97,177,145	\$ 102,857,370	\$ 99,566,265
Total net debt applicable to limit	33,374,742	40,581,087	56,226,732	58,672,011	61,025,138	64,030,419	69,831,690	74,113,955	75,636,839	74,980,000
Legal debt margin	<u>\$44,207,778</u>	<u>\$41,522,733</u>	<u>\$ 28,068,753</u>	<u>\$ 27,133,184</u>	<u>\$ 26,237,067</u>	<u>\$ 27,469,751</u>	<u>\$ 24,869,185</u>	<u>\$ 23,063,190</u>	<u>\$ 27,220,531</u>	<u>\$ 24,586,265</u>
Total net debt applicable to the limit as a percentage of debt limit	43.02%	49.43%	66.70%	68.38%	69.93%	69.98%	73.74%	76.27%	73.54%	75.31%

Computation of Legal Debt Margin
12/31/2010

Equalized Value	<u>\$ 1,991,325,300</u>
Debt limitation - 5 percent of total equalized value	\$ 99,566,265
Debt applicable to limitation	
Total outstanding general debt	\$ 160,453,967
Less: Revenue bonds and notes	<u>(85,473,967)</u>
Total debt applicable to limitation	<u>74,980,000</u>
Legal Debt Margin	<u>\$ 24,586,265</u>

Note: Under state finance law, the City of Manitowoc's outstanding debt should not exceed 5% of the total equalized valuation.

CITY OF MANITOWOC, WISCONSIN
Water Mortgage Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Gross Revenue	(1) Expenses	Net Revenue Available for Debt Service	(2)			
				Debt Service Requirements			Coverage
				Principal	Interest	Total	
2001	\$ 4,692,556	\$ 2,898,422	\$ 1,794,134	\$ 445,000	\$ 433,995	\$ 878,995	2.04
2002	4,805,434	3,121,375	1,684,059	465,000	412,574	877,574	1.92
2003	4,748,813	2,494,026	2,254,787	495,000	389,457	884,457	2.55
2004	4,622,616	2,544,409	2,078,207	525,000	364,372	889,372	2.34
2005	4,938,596	2,682,381	2,256,215	550,000	297,038	847,038	2.66
2006	4,573,560	3,021,938	1,551,622	585,000	277,437	862,437	1.80
2007	4,995,031	3,274,572	1,720,459	615,000	254,628	869,628	1.98
2008	6,839,041	3,878,535	2,960,506	660,000	190,933	850,933	3.48
2009	6,609,237	4,178,637	2,430,600	690,000	165,316	855,316	2.84
2010	5,914,048	3,826,381	2,087,667	385,000	143,535	528,535	3.95

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

(1) Total operating expenses exclusive of depreciation.

(2) Ratio of net revenue available for debt service to total requirements.

CITY OF MANITOWOC, WISCONSIN
Electric Power System Mortgage Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Gross Revenue	(1) Expenses	Net Revenue Available for Debt Service	(2)			
				Debt Service Requirements			Coverage
				Principal	Interest	Total	
2001	\$ 29,904,612	\$ 24,794,935	\$ 5,109,677	\$ 2,040,000	\$ 1,022,807	\$ 3,062,807	1.67
2002	32,384,988	25,673,464	6,711,524	2,150,000	938,160	3,088,160	2.17
2003	32,529,387	24,932,331	7,597,056	675,000	525,815	1,200,815	6.33
2004	32,874,419	25,912,898	6,961,521	1,475,000	2,628,608	4,103,608	1.70
2005	38,739,692	31,660,432	7,079,260	2,215,000	4,136,233	6,351,233	1.11
2006	49,638,028	33,774,365	15,863,663	1,990,000	4,190,221	6,180,221	2.57
2007	54,545,071	38,527,039	16,018,032	2,225,000	4,129,875	6,354,875	2.52
2008	57,339,434	39,395,933	17,943,501	2,335,000	4,019,125	6,354,125	2.82
2009	49,751,603	35,430,629	14,320,974	2,370,000	3,904,563	6,274,563	2.28
2010	52,489,003	38,317,392	14,171,611	3,520,000	3,399,928	6,919,928	2.05

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

(1) Total operating expenses exclusive of depreciation.

(2) Ratio of net revenue available for debt service to total requirements.

CITY OF MANITOWOC, WISCONSIN
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	(1) Population	Personal Income (amounts expressed in thousands)	(2) Per Capita Personal Income	(2) Unemployment Rate	(3) Median Age	(4) School Enrollment
2000	34,053	\$ 890,554	\$ 26,152	3.8%	39.1	5,601
2001	34,161	905,847	26,517	6.6%	39.2	5,534
2002	34,561	941,338	27,237	8.2%	39.4	5,463
2003	34,520	963,695	27,917	9.2%	39.7	5,308
2004	34,612	1,038,533	30,005	6.9%	39.9	5,391
2005	34,727	1,055,527	30,395	5.6%	40.2	5,464
2006	34,720	1,097,985	31,624	6.0%	40.5	5,490
2007	34,620	1,150,146	33,222	5.4%	41.0	5,574
2008	34,670	1,234,183	35,598	6.8%	41.0	5,620
2009	34,700	N/A	N/A	11.7%	40.6	5,587
2010	34,800	N/A	N/A	9.2%	40.3	5,533

(1) Wisconsin Department of Administration, Demographic Services Center.

(2) Wisconsin Department of Workforce Development.

(3) City of Manitowoc Planning Department

(4) Manitowoc School District

N/A = Not available at time of printing of this report.

CITY OF MANITOWOC, WISCONSIN
Principal Employers
Current Year and Nine years Ago

Employer	2010			2001		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Fischer-Hamilton, Inc.	1,200	1	2.77%	1,000	4	2.36%
Holy Family Memorial Medical Center	1,020	2	2.36%	1,314	2	3.10%
Manitowoc Public School District	939	3	2.17%	710	8	1.67%
Manitowoc Cranes, Inc.	700	4	1.62%	700	3	1.65%
Federal-Mogul Powertrain Systems	650	5	1.50%	600	10	1.41%
City of Manitowoc/Public Utilities	640	6	1.48%	757	7	1.78%
Manitowoc Ice Machines	400	7	0.92%	400	3	0.94%
Wisconsin Aluminum Foundry Co.	400	8	0.92%	400		
Manitowoc County	388	9	0.90%	700	6	1.65%
St Mary's Home for the Aged	330	10	0.76%	330		
Mirro-Foley Company				1700	1	4.01%
Mark IV Industries/Dayco Eastman Div				900	5	2.12%
Lakeshore Technical College				700	9	1.65%
Total	<u><u>5,467</u></u>		<u><u>10.28%</u></u>	<u><u>9,211</u></u>		<u><u>16.89%</u></u>
Total City Employment		2010	43,256		2001	42,444

Source: City of Manitowoc Planning Department

Notes: 1) Manitowoc Cranes and Manitowoc Ice Machines were combined in 2001.

2) Federal Mogal was formerly known as AE Goetze

CITY OF MANITOWOC, WISCONSIN
 Full-time Equivalent City of Manitowoc Employees by Function
 Last Ten Fiscal Years

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
Assessor	4.00	4.00	4.00	2.75	2.75	2.75	2.75	3.00	3.00	3.00
Attorney/Personnel	4.25	4.75	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00
City Clerk	3.63	3.63	3.63	3.63	3.63	3.63	3.63	3.63	3.93	3.93
Finance	6.35	6.35	7.83	7.25	7.25	7.25	7.25	7.25	7.25	7.25
Planning	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Mayor	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Municipal Court	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Buildings & Grounds	6.00	6.00	7.00	7.00	7.00	6.00	6.00	6.00	6.30	6.30
Public Safety										
Police	81.40	81.40	81.40	78.90	80.00	80.00	80.00	81.00	81.00	81.00
Fire	49.50	49.50	59.00	59.00	59.00	59.00	59.00	59.00	59.30	60.30
Building Inspection	7.00	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00	6.00
Public Works										
Engineering/DPW	80.30	81.30	81.30	75.32	76.42	76.52	76.52	76.52	76.52	76.52
Transit	17.30	17.30	17.30	15.87	17.79	19.49	19.49	19.49	19.49	19.49
Culture and Recreation										
Park/Recreation	36.56	36.56	36.06	30.60	30.20	30.20	30.20	30.20	30.20	23.50
Rahr-West Art Museum	4.00	4.00	4.75	4.75	4.75	5.25	5.25	5.25	5.25	5.25
Public Library	37.85	38.00	38.09	38.00	38.09	35.39	35.39	34.20	34.20	34.20
Wastewater Treatment Plant	16.00	16.00	16.00	16.00	16.30	16.00	16.00	15.30	15.30	15.30
Public Utilities	95.00	92.00	91.00	92.00	96.00	95.00	96.00	97.00	95.00	95.00
Total	457.39	456.04	467.61	451.32	458.43	455.73	456.73	457.09	456.99	451.29

Source: City of Manitowoc's Budgets

CITY OF MANITOWOC, WISCONSIN
 Operating Indicators by Function
 Last Five Fiscal Years

Function	Fiscal Year				
	2006	2007	2008	2009	2010
General Government					
Square miles	18.234	18.237	18.238	18.279	18.279
Registered voters	19,966	20,251	20,337	18,907	18,776
Dog licenses issued	2,372	2,392	2,352	2,290	2,277
Police					
Physical arrests	2,647	2,466	2,051	2,274	1,917
Parking violations	2,727	3,500	3,480	3,721	8,305
Traffic contacts/stops	3,637	4,077	5,250	6,276	7,773
Fire					
Number of structural fires	22	36	31	28	52
Number of inspections	2,352	2,217	2,553	2,174	1,518
Emergency medical service calls	4,567	4,219	4,130	4,175	4,238
Highways and streets					
Recycled materials (tons)	3,464	4,989	3,241	2,916	2,958
Yard waste (tons)	11,300	11,059	11,472	11,685	10,872
Solid waste to landfill (tons)	8,238	7,971	7,921	10,039	8,538
Culture and recreation					
Fieldhouse/cabin reservations	288	388	370	383	303
Zoo admissions	51,778	50,554	48,288	50,224	50,949
Aquatic center admissions	N/A	N/A	N/A	N/A	51,140
Electric					
Line miles	511	510	509	509	509
Peak demand (megawatts)	110	118	115	108	112
Water					
Total avg. number of customers	13,778	13,848	13,860	13,902	13,836
Annual sales (billions of gallons)	2.566	2.512	5.177	5.582	4.093
Wastewater					
Annual treatment (in billions of gallons)	3.163	3.163	3.121	2.676	2.564
Average gallons per day (in millions of gallons)	8.667	8.667	8.555	7.332	7.025

Sources: Various government departments.

CITY OF MANITOWOC, WISCONSIN
 Capital Asset Statistics by Function
 Last Five Fiscal Years

Function	Fiscal Year				
	2006	2007	2008	2009	2010
Public Safety					
Police Stations	1	1	1	1	1
Patrol Units	10	10	10	10	10
Fire Stations	4	4	4	4	4
Highways and streets					
Street (miles)	186.9	188.2	188.4	188.2	188.2
Traffic Signals	29	34	36	36	36
Public Transportation					
Fixed route coaches	9	9	9	9	9
Human service vehicles	5	5	5	6	6
Culture and recreation					
Developed park acreage	513.7	540.8	565.8	570.91	517.62
Parks	36	37	37	37	37
Tennis Courts (city owned)	20	20	20	20	20
Water					
Water mains (miles)	181.2	183.1	183.5	184.0	184.5
Fire Hydrants	1,316	1,333	1,337	1,345	1,345
Sewers					
Sanitary (miles)	188.5	188.7	189.5	189.6	189.6
Lift Stations	16	16	16	16	16
Storm (miles)	142.0	146.9	148.8	149.5	150.5
Electric					
Substations	6	6	6	6	6
Line miles	511.0	510.0	509.0	509.0	509.0
Streetlights	4,770	4,773	4,800	4,813	4,810

Sources: Various government departments.

CITY ASSESSOR'S OFFICE

The Assessor's Office is responsible for the valuation of all real and personal property located within the City of Manitowoc for tax purposes. The Assessor's office also provides the Property Listing duties for the City. Establishing ownership and identifying land divisions is the essence of the taxation process. It is our responsibility to provide accurate ownership and to ensure fair and equitable assessments throughout the City.

Our valuation process operates independently of the budget and tax process. The assessment procedure is governed by Chapter 70 of the Wisconsin State Statutes and the Wisconsin Property Assessment Manual. The laws are very specific as to how the work is carried out. The Assessor's Office must be within 10% of market value, as defined by Statute, at least once in every five years. Failure to comply with this requirement would result in a State ordered Reassessment paid for by the local government. As defined by Wisconsin State Statutes, sales are the basis of an assessment system. The buyers and sellers in the market tell assessors the important factors and trends taking place. Our office interprets what is happening in the marketplace, it does not set market value. We employ statistical analysis as a tool for measuring and improving real estate assessment performance.

The Assessor's office undertook a "full revaluation" of all property in 2007. The successful completion of the city-wide revaluation was partnered with Tyler Technologies/CLT. A revaluation is the process for revaluing all taxable property for the purpose of creating fair and equitable assessments at market value. The basic reason it is necessary to conduct a revaluations is not only to comply with State Statute but also to restore uniformity and equity to the City's tax base.

Manitowoc has 11,899 residential parcels, 1,076 commercial parcels, 68 agriculture/other classes, and 1,201 Personal Property accounts. The total assessed value of all taxable property in Manitowoc in 2010 is just over \$1.9 billion and the overall assessment ratio is 99.77%.

In 1999, the Assessor's office initiated an Assessor's web page which permits property owners, realtors and others to access assessment, ownership and tax information. The website was recently updated and reformatted to include four years of information.

Currently, the office is staffed with a full-time assessor, an appraiser, and a technician. The staff are members of the Wisconsin Association of Assessing Officers.

CITY ATTORNEY

The mission of the City Attorney Department is to provide legal services and representation to the municipal corporation, consisting of the Mayor, the Common Council, and the Departments of the City, Manitowoc Public Utilities and Manitowoc Public Library.

The City Attorney Department renders legal opinions, drafts ordinances, resolutions, and makes revisions and additions to the Municipal Code. The office also prepares pleadings, contracts, briefs for litigation and represents the City and officials in administrative hearings, civil court proceedings, small claims, ordinance trials and appeals. This Department assists in administration and investigation of municipal liability claims, insurance claims; and serves as parliamentarian at Common Council meetings. Additionally, the office negotiates, acquires and sells real estate on behalf of the City, and prosecutes Municipal Code violations, handles foreclosures and bankruptcy issues arising from Manitowoc Public Utilities and Fire Department billings.

Further, the City Attorney administers the City's liability insurance, both property and employment, workers compensation insurance and ensures compliance with the Federal and State laws, record keeping, and the general administration of all insurance issues.

LIABILITY INSURANCE

The Department handles the City's General Liability Insurance which has been administered through Cities and Villages Mutual Insurance Company (CVMIC) since 1988. The deductible is set at \$50,000 with an aggregate of \$200,000 per year. Total claims paid out for the year 2010 were \$7,623.00 for vehicle claims and \$5,693.20 for general liability claims.

The City, through the City Attorney Department, provides the Special Events Liability Insurance Program to entities using City premises. This enables the entities, which are holding events using public facilities to purchase liability insurance, which meets the City's insurance requirements. The City is always listed as an additional insured on these policies. There were no policies purchased for 2010.

Property damage is administered by Wisconsin Local Government Property Fund. The total property and floater premium for 2010 was \$51,862.00.

AUTO LIABILITY / AUTO PROPERTY DAMAGE

The City Attorney handles the Auto Liability through CVMIC. Frontier Adjusters handles all of the adjusting services on a contractual basis.

RISK MANAGEMENT DIVISION – INSURANCE / SAFETY

The City of Manitowoc has received numerous awards in compliance with risk management and loss control operational practices from our liability carrier, Cities and Villages Mutual Insurance Company, from the year 2000 through 2007. This award is given to cities who are members of CVMIC that have demonstrated recognized efforts in risk assessment and management process. In the past twelve years, until 2006, the City has not reached its aggregate deductible with regard to liability claims paid in any one year. It also received the award for members of the Cities and Villages Mutual Insurance Company for improvements in safety and liability reduction.

WORKERS COMPENSATION

The City's workers compensation program is handled through Arthur J. Gallagher Risk Management Services, Inc. Our experience modification factor is .80 for January 1, 2011 through January 1, 2012.

STATE AND NATIONAL MEMBERSHIPS

The City Attorney and Assistant City Attorney are members of the Wisconsin State Bar Association, the League of Wisconsin Municipalities and the Manitowoc County Bar Association. They are also admitted to practice before Wisconsin State Courts and United States District Court. The City Attorney is also a member of the following organizations: WPELRA, NATOA and IMLA.

CITY CLERK'S DEPARTMENT

The basic areas of responsibility of the City Clerk's office are general government, elections, licensing, and other duties.

The City Clerk is responsible for care and custody of the Corporate Seal of the City of Manitowoc and acts as the Corporate Secretary for the City organization. In this role as Secretary, the City Clerk signs contracts, agreements and other official documents as directed by the Common Council. The Clerk acts as Secretary to the Common Council as well as serving as Recording Secretary for Public Utilities and Licensing Committee and Board of Public Works. The Clerk also serves on the Board of Review. The Clerk keeps the official record of all Council proceedings, deeds, contracts, and documents, which have been approved by Council, and retains copies of minutes for all city committees. The Clerk administers the Oath of Office to all appointed City officials and elected officials.

The City Clerk's office maintains updated insurance certificates for all contracts with the City and as required for various permits and special events. The Clerk's office keeps permanent city insurance policies and updates various equipment records and property inventories as required.

All aspects of elections are administered by the Clerk's office. This includes publication of legal election notices, arranging for polling places, selecting election equipment, taking voter registrations, arranging for nursing home voting, training poll workers, hiring election custodians, and election inspectors. The Clerk prepares ballots for city elections, takes election returns, conducts the canvass of election, assists with school board elections, and maintains all official election records for the City as required by State Statute. The City Clerk's office maintains the Statewide Voter Registration System (SVRS) as required by HAVA. New modules are implemented as they become available.

Another area of responsibility for the clerk's office is licensing. The City licenses all taverns, liquor stores, bartenders, taxi drivers, taxi companies, garbage trucks, and ambulance drivers. Other types of licenses issued are soda, cigarette, electrical contractors, pawnbrokers, mobile home parks, direct sellers, weights and measures and circus licenses.

The Clerk's office is responsible for posting of mail and distribution of mail received to departments. Special assessments for street improvements and sidewalks are calculated and billed by this office. The City Clerk's office responds to inquiries from the public regarding special assessment payoffs and prepares special assessment letters for title companies and

attorneys as requested. The Clerk's office enters the state-manufacturing roll. The Clerk also prepares the Statement of Taxes and calculates the tax rate.

The Clerk's office serves as a liaison between the City and the public in many instances. Information for the Common Council is forwarded to the Clerk for placement on the agenda and distribution to proper committees. The Clerk's office publishes legal notices for public hearings and posts and distributes weekly meeting notices to the media and the public.

The City Clerk's office maintains memberships in the International Institute of Municipal Clerks and the Wisconsin Municipal Clerk's Association.

FINANCE DEPARTMENT

The mission of the department is to account for all financial transactions of the City of Manitowoc in accordance with State of Wisconsin Statutes, Generally Accepted Accounting Principles, Government Finance Officers Association Standards, and recommendations from external City auditors.

FINANCE OFFICE

The Finance office processes and produces the accounts payable and payroll functions on a weekly and bi-weekly basis respectively.

The Finance office provides accurate financial information as required to all city departments, officials, and outside financial institutions. The office coordinates the preparation of the annual budget, annual borrowing requirements, comprehensive annual financial report, the annual update to the 5-year capital improvement plan, and all State and Federal financial reporting requirements. The City of Manitowoc received the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended December 31, 2009 in large part due to the efforts of the Finance office. This was the tenth consecutive year the City received this nationally recognized award.

The Finance office also directs and coordinates the purchasing function for all City departments including acquisitions, materials, supplies and services. A centralized purchasing function generates savings to the City in the acquisition of materials and supplies.

The Finance office is comprised of 4 full-time employees and holds memberships in the national Government Finance Officers Association, Wisconsin Government Finance Officers Association and American Payroll Association.

TREASURER'S OFFICE

The office collects real and personal property taxes, utility bills, room taxes, license fees, and all general receipts and revenues. Receipts are deposited intact daily into a public depository, and records of all transactions are maintained by the office. Bank accounts are reconciled and citywide accounts receivable schedules are maintained. The office is responsible for the billing and collection of ambulance fees. Claims are submitted to Medicare and Medical Assistance. Additionally, the office issues dog and cat licenses.

It is the policy of the City to invest public funds in a manner that will provide the highest investment return with the maximum safety of principal and interest while meeting the daily cash flow needs of the City. Institutional Capital Management is the City's investment advisor and investment decisions are made in accordance with state statute.

The Treasurer's Office is a division of the Finance Department, with four full-time positions. The office maintains membership in the Association of Public Treasurers of the U.S. and Canada and the Municipal Treasurer's Association of Wisconsin.

HUMAN RESOURCES/RISK MANAGEMENT

EMPLOYEE AND RETIREE HEALTH INSURANCE

With the ongoing rising costs of health insurance, the City is working with the unions to implement a Health, Dental, Vision and Wellness Plan. The Health, Dental, Vision and Wellness Plan has built-in mechanisms to contain costs in both the long and short term. The Plan has clear steering to utilization of preferred providers, steering toward the use of cost effective prescriptions, incentives to make cost effective health care choices, and is supportive of early diagnosis and prevention. To date, 92% of plan participants are on the Health, Dental, Vision and Wellness Plan. As a result, the City has experienced a significant cost reduction related to health care.

Health Payment Systems (HPS) was added to the City's health plan as a third party billing agency effective October 1, 2008. HPS offers deeper discounts beyond those that are already available through HealthEOS+, the City's Preferred Provider Network. The implementation of HPS reduced costs to the City's health plan by \$757,557 for the year 2010.

The City's health plan is administered by Auxiant and the prescription drug vendor is Serve You Prescription Service.

WORKERS COMPENSATION

The City's Workers Compensation coverage is fully insured through Arthur J. Gallagher Risk Management Service, Inc. The current experience mod factor is .80.

RISK MANAGEMENT AND SAFETY

The Director of Human Resources/Risk Manager, implemented a mandatory training program for all supervisory personnel. The training program is a series of Employment Practices Liability sessions provided by our liability carrier Cities and Villages Mutual Insurance Company (CVMIC). The programming includes Employment Law: ADA Title I, II and VII, WFEA, FLSA Harassment, and FMLA. Future series will include Supervisor Resources and Tools, Basic Risk Management & Workplace Safety & Health, Coaching Employees, Teams and Process Improvement, Selection and Interviewing, Understanding Employee Differences, and Modifying Unacceptable Behavior & Improving Employee Performance.

Other training provided to affected employees included Anti-harassment, Confined Space Entry, Forklift, Hearing Conservation, LOTO, BBP, Hazard Communications, PPE, Chainsaw Safety, Bucket Truck Safety, Trench Safety and Respiratory Protection.

MUNICIPAL COURT

There were 4533 new Municipal Court citations filed with the Court in 2010, as opposed to 4773 in 2009. The Court disposed of 4661 cases in 2010, as compared to 4534 cases in 2009. Total revenues for 2010 were \$602,707.24, as compared to \$465,091.70 in 2009. The significant increase is due in part to a one-time spike of \$93,618.27 which was recovered as a result of implementation of a new Court software system, which captured partial payments which had been made since 1989, but, which had never been disbursed since full payment never occurred. However, even ignoring that one time spike which will not be repeated in full, revenues nonetheless independently increased from about \$465,000 to \$509,000, a significant amount, particularly given the state of the economy. Forfeitures collected in 2010 were \$318,197.37 compared to \$232,620.00 in 2009. Court costs collected were \$104,210.83, as compared to \$83,507.00 in 2009.

Implementation of the new Court software system has been the greatest change to the Court within the last year. Although a complex system, it offers the ability to process far more transactions given many are done automatically, as opposed to requiring individual data entry as in the past. The Municipal Court continues to process delinquent, unpaid fines on a regular basis. We continue to hold monthly indigency hearings, the last step before jailing someone for non-payment of a non-traffic ordinance fine, which helps to enhance consistent collection. The threat of jail is stronger than the threat of a driver's license suspension. The suspension of a driver's license is still used as an alternate penalty for non-payment in traffic and juvenile ordinance citations.

As 2011 progresses, the Municipal Court is seeing a significant increase in its caseload, for a number of reasons. The Manitowoc Police Department is in the process of implementing a computer-generated citation system, as opposed to officers previously having to hand-write each and every citation issued. In addition, the Legislature has promulgated new laws which also increase the number of citations being issued on a weekly basis. Chief among these are new requirements that all vehicles be insured and drivers be able to produce proof of insurance.

Revenue is a by-product of the Municipal Court Justice system, not the driving force. For the most part in Municipal Court, the penalty imposed upon conviction is an order to pay a money amount, known as a forfeiture. Accordingly, since a forfeiture is the primary penalty, collection of that forfeiture is important as that is what creates the deterrent affect for ordinance violations.

OFFICE OF THE MAYOR

The City of Manitowoc employs a Mayor-Council form of government. The Mayor of the City of Manitowoc serves as both the Chief Elected Official, and the Chief Executive Officer. An

Assistant to the Mayor staffs the Office of the Mayor. The Mayor is a full time employee; the Council members are part time.

Mayor Justin Nickels was elected to office in April of 2009. Nickels served on the City Council representing District 2 from 2005-2009, being elected in 2005 and re-elected in 2007, and 2009. (Nickels was elected Mayor in 2009, yet was also on the ballot for City Council and officially resigned the City Council seat to become Mayor). Mayor Nickels was elected at the age of 22 to become Manitowoc's youngest Mayor in history. Mayor Nickels is also the youngest full time Mayor in the United States. Like most of Manitowoc's citizens, Mayor Nickels grew up in a working class family with an affinity for helping those around them. Mayor Nickels saw the venue of government and public discourse - with its capacity for neighbors and strangers to come together for the collective benefit of everyone - as the perfect place to continue acting on this affinity.

One of the Mayor's chief responsibilities is economic development. The City of Manitowoc has made huge strides in expanding its economic base in all market sectors over the past decade. The Mayor's Office has primary responsibility for monitoring legislation at the state and federal levels, as well as lobbying legislators on issues of importance to the City. The City of Manitowoc maintains an active membership in the Urban Alliance where Mayor Nickels currently serves on the Board of Directors, and the League of Wisconsin Municipalities.

When Mayor Nickels was elected in 2009, the City of Manitowoc was experiencing a 14% unemployment rate, with companies like Koenig and Vits closing their doors, and Anheuser Busch laying off dozens of workers – shutting down 70% of all production. Through Mayor Nickels' leadership, along with excellent staff, the City of Manitowoc continued its progressive history with investing in infrastructure and business. Not too long into Mayor Nickels first year did Dermatology Associates of Wisconsin announce their plans to construct their administrative building in the heart of downtown, adding upwards of 200 well-paying jobs over the next few years. The City Council approved \$1 million dollars in TIF financing to spur the project along to completion. Other projects are coming in 2010 which will have a huge impact on our local economy. The City of Manitowoc continues to work with businesses to ensure a strong workforce coupled with continued success.

The City of Manitowoc has a long history of being progressive, innovative, creative, and most importantly, looking to the future.

Internal office activities conducted by the Mayor included the annual review of departmental budget requests and the compilation of an executive budget recommendation for review and final confirmation by the Finance Committee and the Common Council. In addition, the Mayor is responsible for appointing members of the Council to committees and various boards and commissions subject to final approval by the Common Council. Other duties include day-to-day operations of the business of the City of Manitowoc, including direct oversight over every Department Head. The Mayor serves as the Chair of the Plan Commission and Board of Public Works, along with a plethora of other boards and commissions as an ex-officio member.

The City of Manitowoc is also a significant player in the Public Power industry. Manitowoc has the largest municipally owned electric generating facility in the State of Wisconsin. In addition

to other duties, the Mayor sits on the seven (7) member Manitowoc Public Utilities Commission and is responsible for policy setting there.

CITY PLANNING DEPARTMENT

Residential construction in the City in 2010 added 28 new housing units to the City's existing building inventory, of which 20 units were new, single family dwellings. Eight (8) multi-family housing units were added to the housing inventory in 2010, compared to zero (0) multi-family units in 2009. In 2009, residential construction added 34 new units, of which 16 were new, single family dwellings.

The City's Planning Department ("Department") approved 17 Community Development Block Grant ("CDBG") housing assistance projects in 2010 benefitting low-and-moderate income ("LMI") households. These projects represented a total public investment of \$175,340. The Department also completed one (1) Housing Cost Reduction Initiative (HCRI) project. The total public investment related to the HCRI project totaling \$2,663 and leveraged \$35,000 in private mortgage financing. Additionally, the Department participated in seven (7) mortgage subordination requests. Since the inception of its housing program in 1988, the Department has financed 981 housing assistance projects to LMI households.

The City completed one (1) annexation in 2010 for a total of 1.00 acre. A total of two (2) residents resided in the annexation area. Since 1990, the City has annexed 3.422 square miles of area. The total area of the City as of December 31, 2010 is 18.281 square miles.

Direct financing support in the amount of \$541,018 was provided by the Department to three (3) businesses in 2010. These monies were loaned to companies in the City through the City's revolving loan fund program. These public investments leveraged \$1,303,000 in private funds, and created 23 new jobs.

The Department arranged for the City to amend various Tax Incremental Financing ("TIF") district project plans in 2010, including a boundary and text amendment related to District No. 16. This district project plan was amended to include the property located at 1512 Washington, the former Mirro Plant No. 9, and will position the City to address property issues ranging from demolition to redevelopment.

The Department continued to arrange financial support for environmental assessment activities at a vacant, former Mirro Company facility in Manitowoc. In conjunction with the Department and the Wisconsin Department of Natural Resources ("DNR"), the US EPA, in 2009, funded a Targeted Brownfield Assessment ("TBA") at 1512 Washington; a 900,000sf industrial complex that has become an increasingly problematic health and safety concern for the community. The 2009 TBA effort focused on identifying and quantifying building materials and equipment that might require special handling and disposal as part of a building demolition or renovation program.

The Department requested further environmental assessment support from the US Environmental Protection Agency ("US EPA") for this same property in 2010. A new TBA was funded by the US EPA in 2010, which included extensive soil and groundwater sampling, and the installation of monitoring wells. The final results of the study are expected to become available in the spring of 2011.

The Department was an active participant in a receivership proceeding in 2010 which resulted in the acquisition of a former Mirro Company rolling mill which had been owned by Koenig & Vits, Inc. The new owner of the property, Skana Aluminum Company, which acquired the property in July, 2010 was also the recipient of a \$650,000 Wisconsin Department of Commerce Brownfield Grant. The company employs approximately 75 employees at present.

Related to the 2009 Dermatology Associates of Wisconsin, S.C. project, the City in July, 2010, authorized the issuance of revenue bonds in an amount not to exceed \$5,000,000.

The Department received, reviewed, and approved site plans for 19 projects in 2010, including seven (7) developments with construction values estimated in excess of \$500,000; for comparison in 2009, there were a total of seven (7) site plans reviewed. In 2010, there were a total of 115 commercial, industrial or governmental buildings in which building permits were issued. The estimated cost of all the 2010 projects was \$19,973,000. Some of the major development projects in 2010 are listed below:

Construction and interior renovation of an existing big box retail business including a 53,580sf of interior renovation, and 16,545sf building expansion. The estimated cost of the construction is \$1,500,000.

Construction of a 16,280sf Residential Care Apartment Complex ("RCAC"). The estimated cost of construction is \$1,300,000.

Construction of a 23,385sf industrial building expansion and other site improvements. The estimated cost of construction is \$1,100,000.

Construction of a 8,564sf elementary school gymnasium. The estimated cost of construction is \$1,560,000.

Construction of a 17,148sf County Communication's building. The estimated cost of construction is \$1,846,000.

Construction of a 57,135sf five (5) story downtown professional office building. The estimated cost of construction is \$4,836,000.

The Department, in conjunction with the City Plan Commission, reviewed and approved 36 Certified Survey Maps ("CSM") in 2010. This compares with 31 CSM's reviewed in 2009. Additionally, the Department facilitated the completion of three (3) rezonings, 16 conditional use or special use permits, one (1) annexation, and five (5) animated sign Special Permits. There was one (1) request for a street vacation, and three (3) requests for changes to the Official Map.

The City continued its investment in Mainly Manitowoc, Inc., which, through the Department, coordinates the City's Main Street Program in downtown as part of the Wisconsin Main Street Program. The City disbursed \$37,392 in payments to the organization in 2010 pursuant to a 2008 "Services Agreement" between Mainly Manitowoc and the City, which details a public funding match of \$2 private:\$1 public dollar, up to a maximum of \$50,000 in public funding per calendar year.

GIS/CAD/HOMEPAGE (2010)

1. All Geographic Information System ("GIS") coverages (sanitary and storm sewers) are updated by the Department when changes occur. The Department has ARC Macro Language-AML's (GIS programming language) that helps eliminate time spent on updating files.
2. In 2010, a parcel conversion project was completed with the assistance of Applied Data Consultants. This project was part of Phase I of a 2009 "GIS Needs and Assessment Plan". The Department administers the project. This project changed the daily workflow in the Engineering department from Microstation file format changes to ESRI geodatabase format for both parcels and base mapping. This facilitates better data management in a GIS platform. Additional ESRI licensing was purchased, as well as additional training for both the Department and Engineering staff.
3. All Computer Aided Design ("CAD") maps were updated for the Department, and for the benefit of other City departments including, but not limited to Building Inspection, Parks & Recreation, Assessor, Police and Fire.
4. The Department updates the City's zoning, Official Map, aldermanic districts, and annexation maps as changes occur. The City's comprehensive zoning map was converted to GIS geodatabase in 2009 and continues to be maintained in this format.
5. GIS layers that are linked to the Assessor's CLT database are now regularly being used by several departments. These layers are used continuously to query fields in the database, and to create mailing lists for the Department, as well as the Engineering, Parks & Recreation, Assessors, Building Inspection, Public Works, Police, Fire departments, and the Manitowoc Public Utilities ("MPU"). The City also queries, on a quarterly basis, for the Main Street Program area and the historic downtown.
6. All GIS software and maintenance agreements were upgraded by the Department. Two (2) Department staff, two (2) Engineering Staff and three (3) Assessor employees are using GIS on a daily basis. The Department sent the Associate Planner, GIS Technician and the Engineering Aide II to three (3) ESRI Geodatabase training sessions in 2010.
7. The Department maintains ArcIMS and Adobe PDF maps which are accessed from the City's homepage. All maps are accessed from the main City homepage by clicking 'Maps' button. The process of updating maps on the internet includes linking the

City/County merged parcel shapefile to the City/County joined Access database. This database is updated daily and runs on a scheduled routine every evening.

8. In 2010, the Department managed the contract and transition to a new design and content to the City's website. The City contracted with the CivicPlus consulting firm, and as part of the process, the Department organized 26 City staff to be trained in updating the appropriate website pages. The brand new site went live on August 1, 2010. Department staff serve as the website administrators, and in 2010, new web design projects began for the Aquatic Center and Lincoln Park Zoo.
9. The Department completed many mapping and graphic arts projects for use by the Department and the City's Plan Commission, as well as the City Council, Mayor, Engineering, Assessor, Cemetery, Parks, Police, Fire, Building Inspection, Clerk, Rahr-West, Maritime Metro, and Finance departments. Some examples of the projects are the mapping of a fire response district map, future park land use/planning maps, real estate foreclosure activity, and a map of commercial real estate sales in the southwest portion of the City. Additionally, the Department has utilized GIS to assist the Police department's crime prevention community outreach efforts with a McGruff & Neighborhood Watch program and sex offender release maps. Finally, the Department has created street sweeping route maps, and districts for storm water permit requirements, has updated land sales for the Harbor Town area, has assisted in the development of the City's Comprehensive Plan and the internal GIS data maps included in the Plan.
10. On a daily basis, the Department updates and maintains the two (2) electronic message signs which are located in the I-43 Technology and Enterprise Campus.
11. The Department continues its partnership with Manitowoc County to provide mapping and assessment information on the internet via ESRI's ArcIMS software. The GIS Technician assists City Hall employees, MPU and Police management on the ArcIMS employee access website, allowing them to create mailing lists and custom maps, and to search the parcel database by name.
12. The Department continues to compile a database which tracks any restrictions of record placed on properties located in the City, as well as any delayed hook up charges, and development agreements for parcels that are outside of the City limits. The database will assist in collecting delayed assessments that could be overlooked when a property is annexed into the City.
13. The Department began tracking foreclosure-impacted properties within the City using GIS as a tool. Lis Pendens notices and Sheriff Deeds have been tracked from 2000 – 2010 to identify parcels in various stages of real estate foreclosure. This information can be viewed either graphically, by table, or by map. Also, property assessment values of the foreclosure-impacted properties were analyzed in 2010. This project continues to be updated on a regular basis.
14. A "GIS Needs and Assessment Plan" was completed in 2009 with the consulting firm R.A. Smith. The Common Council adopted the Plan on September 21, 2009. The Plan

lays out an implementation process of converting the City's mapping from CAD environment to GIS geodatabases. Early in 2010, Phase I of the Plan, a parcel conversion process, began and was completed in October. In 2011, Phase II will be implemented with the conversion of all storm and sanitary mapping files from CAD to GIS.

15. The Department spearheaded the reformatting of the City's Municipal Code ("CODE") in 2010 in conjunction with Code Publishing Company. This project is reformatting years of written regulation, to a standardized and consistent format for all 30 chapters of the Code. The project will be completed in the spring of 2011. The Code will be available online in a new format and easy to search, print and use.

POLICE DEPARTMENT

The Manitowoc Police Department was created in 1876 and has been serving and protecting our community for almost 135 years. Our city has grown to almost 19 square miles of land consisting of over 15,200 living units and over 900 commercial buildings. We patrol the 188.16 miles of streets consisting of approximately 900 intersections of which 2/3's are controlled by a sign or signal light. The latest population figures show us serving 34,800 people. In 2010 your police department employed 66 sworn officers, 10 full time and 1 part time non-sworn staff, and 11 part time crossing guards with a 2010 budget of approximately 7.7 million dollars.

The members of the police department rose to the many challenges they faced in 2010. As you read through this report, I am sure you will agree, the men and women of your police department have continued to provide a high level of professional service to our community and its citizens.

During 2010, over 35,736 calls for service were received by the county dispatchers assigned to the City of Manitowoc work station. These calls for service generated over 17,461 police incident reports. The crime rate for the most serious of crimes went up compared to 2009. One example of this increase is auto thefts which rose 30%. When you break down the numbers auto thefts only went from 13 to 17 reports. The overall crime rate for our most serious of crimes is still down some 63% since crime prevention started to keep records back in 1979.

As a department we have looked to the safety needs of the city and found alternative sources to fund programs and initiatives aimed at education and enforcement of laws and ordinances. Partnering with the State of Wisconsin Bureau of Transportation brought over \$70,000 dollars to the City of Manitowoc for Bicycle, Speed, Drug, Alcohol and OWI enforcement, education and equipment. Federal grants received in 2009 allowed us to upgrade equipment and begin a new era of police work in 2010.

New projects such as the Chaplin Program and K-9 Program have helped Manitowoc's Police Department keep pace with an ever changing work environment. The use of the city website at www.manitowoc.org allows citizens to sign up for alert notifications via text or e-mail for a variety of topics from sex offender releases to emergency parking restrictions or press releases. Each of these new additions will play a role in keeping both mind and body safe and sound for officers and citizens alike.

In October of 2010 Forbes magazine ranked Manitowoc as one of the nations best cities to raise a family! With your help Manitowoc will continue earn accolades as a great place to live and work. Your help is important and may give us that one piece of the puzzle that solves a crime and promotes a successful prosecution. Please remember that we would rather be called and not needed than needed and not called. It is with the utmost respect, that I offer my thanks to all who have called with even the smallest bit of information in an effort to help the police solve or prevent community problems.

MANITOWOC FIRE DEPARTMENT

It is the mission of the Manitowoc Fire Department to utilize cooperative efforts of supervisory and line personnel to protect the lives and property of our citizens and those who visit our community.

In order to achieve this goal, several programs have been developed, including:

- Fire Suppression
- Paramedic Ambulance Response and Transport
- Critical Care interfacility out of City Ambulance Transports
- Medical bicycle patrol at large public events
- Emergency Medical First Response by EMT Engine Companies
- Public Education
- Fire Code Enforcement
- Specialized Rescue
- Hazardous Materials Response
- Fire Investigation
- Juvenile Fire Setters Program
- Employee Training
- Project Child-Safe Car Seat Program
- Smoke Detector Installation
- Carbon Monoxide Alarm Investigation
- Public Service response when the well being of citizens or their property is threatened, and assistance from the Fire Department is appropriate.
- The department provides all of the services listed in the mission statement. In the area of rescue, we are specially trained and equipped to handle trench rescue, vehicle extrication, confined space rescue, ice rescue, rope rescue, and surface water rescue.

We seek to prevent fires and injuries through an aggressive public education program, which is highlighted by our mobile safety classroom, the A Survive-Alive Trailer. Thousands of children and adults every year are given the opportunity to experience reduced visibility caused by theatrical smoke in the units bedroom, and to escape by crawling low and finding an exit. We currently run 2 programs in the public school system to reach all children in grades K-6.

Firefighters install 10-year smoke detectors free of charge for any resident who cannot afford to buy them.

Departments grant program. In addition, whenever we respond to a residence, a check is done to ascertain that the property is properly protected with smoke detectors, and if it is found to be lacking the proper protection, we install the smoke detectors that are needed. This year we went door to door with the K-Kids (Kiwanis support child group) to see if area homes were protected by smoke detectors and if they were not we offered to install them free of charge. Approximately 140 toddler care seats are maintained and loaned for a \$20 deposit through a cooperative program with Holy Family Memorial Medical Center and the Manitowoc County Health Department.

Public buildings are inspected at least once per year for fire code violations and corrections are monitored. Also, any new construction over which we have jurisdiction is carefully monitored to see that the fire code is being followed, and that fire safety related systems are installed, tested, and maintained as per code. The department also supervises the weekly testing, maintenance, and operation of the city's ten (10) emergency weather and all-hazard warning sirens.

A Level-A-capable Hazardous Materials Response Team is headquartered at Station 1 and is staffed by members of our department as well as others from neighboring departments with in the County. We have four stations strategically located in four quadrants of the city, with a target total response time of five minutes or less. All stations house a paramedic ambulance and an engine company. In addition to serving the citizens of Manitowoc, we also are responsible for approximately 50% of the EMS coverage for the county. In 2009 the City Fire department improved our Insurance Safety Office rating. We moved from a level 4 department to a level 3 department. This improvement shows the effort the department takes everyday in what we do for our citizens. Once the new dispatch center is operational we will apply for a level 2 rating.

Station #1 is located downtown and serves as department headquarters. It houses two (2) ambulance/rescue squads, an engine and Ladder Company as well as various support vehicles, including a technical rescue trailer, technical rescue unit, zodiac rescue boat, a Class B foam trailer, spill-containment trailer, and hazmat/air/command post vehicle.

The minimum staffing level for the department is 15 on duty personnel. This provides three people at each satellite station and six at the headquarters station. In addition, 40 of our 57 members participate in the pager recall system. When available, they respond from off-duty with full protective gear to assist on-duty crews at any reported structure fire or rescue call. An average of five pager recall personnel responded to each fire in this manner during 2010 season. We also employ two (2) full-time clerical assistants.

In 2009 we took delivery of a new rescue boat. This boat is stationed in the water during the boating season. It is capable of water rescue and marine firefighting capabilities. In 2010 we participated in 2 rescue missions and patrolled the harbor and river to clear it of dangerous obstacles.

Training is a major focus within the department, with staff and company-level sessions taking place on a regular basis. Information discussed is then carried to the rank and file through lesson plans and company training sessions. Other drills are scheduled to maintain the many skills of the modern Manitowoc firefighter/paramedic or firefighter/EMT.

In 2010 Manitowoc formed its own MABAS division. We are Division 128 and hope to be fully operational by the end of 2011. The City Fire Department also belongs to MABAS 112 Incident Management Team. This team is a Level 4 state team and serves East Central Wisconsin.

We hold membership in the National Fire Protection Association, International Association of Fire Investigators, International Association of Fire Fighters, Wisconsin Fire Inspectors Association, Wisconsin Society of Fire Service Instructors, Wisconsin Hazardous Materials Association, Paramedic Systems of Wisconsin, Wisconsin EMS Association, International Association of Fire Chiefs, Manitowoc County Fire Fighter Association, Manitowoc County Fire Chiefs Association, Manitowoc County EMS Association, MABAS Wisconsin and Wisconsin State Fire Chiefs Association.

In Closing, it is the vision of the Manitowoc Fire Department to provide friendly, compassionate and quality service to the citizens and visitors of Manitowoc.

BUILDING INSPECTION DEPARTMENT

The Inspection Department has fourteen full-time employees consisting of six employees in the Inspection field and eight in the Buildings and Grounds area.

INSPECTION

We enforce all pertinent chapters of the Wisconsin Department of Commerce Safety and Building Codes, Plumbing Code, National Electrical Code, and the Municipal Code. In 2009, the department issued over 3,162 permits valued at \$37,475,000.00 resulting in permit fee revenue in excess of \$366,000.00. We provide inspections for new construction, remodels / additions, Housing Code violations, liquor license renewals, theaters, carnivals, and multi-family dwellings.

The Building Inspection Department also administers Municipal Code Chapter 15, 16, 17, and 18. These chapters contain essential Zoning, Floodplain, Parking, and minimum Housing Standard ordinances. Members of the department sit on the Public Property and Safety Committee, Zoning Board of Appeals, Municipal Tree Commission, Plan Commission, Code Review Committee, Board of Electrical Examiners, and Handicap Appeal Commission.

BUILDING AND GROUNDS

We are responsible for the care and maintenance of the Police Department, Fire Stations #1, #2, #3, & #4, the Senior Center, the Rahr-West Art Museum, the Visitor Information Center, Park and Recreation's main building, and City Hall with eight skilled employees. Taking care of the new 4.7 million dollar Manitowoc Family Aquatic Center is our newest and most challenging task.

Custodial, HVAC, electrical, plumbing, security systems, grounds keeping, painting, and carpentry projects are undertaken to enhance the functionality, attractiveness, and safety of the City's facilities.

DEPARTMENT OF PUBLIC WORKS

The Department of Public Works, Parks and Recreation plans, administers, directs and budgets Public Works and Recreational activities for the City of Manitowoc. This includes all phases of municipal engineering, public construction projects, and the operation and maintenance of infrastructure within the public right-of-way. In early 2011 the department was merged with the department of Parks and Recreation to realize cost efficiencies through consolidation of management and some supervisory personnel.

Public Works and Engineering is a multi-faceted department with a 2011 budget of approximately 19 million dollars and 15 million dollars in revenue. The net expense of 4 million dollars funds 5 divisions consisting of a mix of technical, clerical, professional and skilled personnel.

The five divisions that comprise the Department of Public Works are:

1. Evergreen and Evergreen West Cemetery
2. Streets and Sewer Operation and Maintenance
3. Maritime Metro Transit
4. Engineering
5. Fleet, Bridges, and Buildings, Parks
6. Recreation and Aquatics

EVERGREEN AND EVERGREEN WEST CEMETERY

Evergreen Cemetery was founded on April 30, 1852 and consists of 79 acres of finely manicured lawn and gardens in the original section. Evergreen West consists of 27 acres of land available for additional development. We average 230 burials per year. Cremations presently account for 25% of that total, and the cemetery has added two columbariums to accommodate the increasing popularity of this activity. Evergreen Cemetery has nearly 5,000 spaces available for sale. The City anticipates continuing to use the main area of the cemetery for the next 30 years.

Evergreen Cemetery is staffed with 5.85 full-time employees augmented by 10 part-time staff in the summer. This represents a decline in seasonal employment as budget pressures have forced us to reduce head count.

The beauty of the cemetery is due in part to the more than 6,000 flowers planted annually by cemetery workers. There are also 1,100 trees consisting of 40 different species. Some of the rarer varieties include the Japanese Ginkgo, Purple Beech, Camperdown Elm, Buckeye and Ironwood.

The cemetery is administered by a citizen commission in conjunction with city staff. A new fund was established in 2006 for perpetual care and a portion of the proceeds from plot sales are deposited within it to offset the on-going costs of maintaining the grounds of the cemetery.

STREET DIVISION

The Street Division is the largest division in the department. It maintains 185 miles of streets plus 28 alleys and over 300 miles of mainline storm and sanitary sewers. The Sanitary Sewers

are cleaned annually as a preventative measure including installation of new and repairs on sanitary and storm sewers. In 1999 the division took responsibility for the maintenance of 15 sanitary sewer lift stations as well. The lift stations and sewers are maintained through a regular program of inspection and cleaning throughout the year. Since the change the DPW has replaced 4 of the failing stations with new and more efficient stations and made upgrades to several others. These maintenance expenses are funded by the City's Waste Water Treatment Facility.

The streets of the city are plowed by the department during the winter and swept an average of once every 10 days during the rest of the season. We also patch and restore over 300 concrete and asphalt pavement excavations; following up after service by the various utilities and plumbers. Annual crack sealing maintenance is performed to extend the life of all city streets. Without this maintenance city streets would fail prematurely.

Prior to winter, the division installs sanders on city vehicles. They fill and place 140 sand barrels at various locations through the city, erect 1 mile of snow fence at 10 sites, and reconnoiter their plow routes. Equipment is prepared for mobilization on short notice for winter storms. The division brings over 40 pieces of equipment to bear on snow removal and ice control to maintain 95 miles of salt routes and 200 miles of city streets.

Other department duties include maintaining and installing 7,600 traffic signs, monitoring 34 signalized intersections, snow removal on city sidewalks and city parking lots, weed cutting on city property, and the enforcement of the city's weed and sidewalk shoveling ordinances. The division also provides three yard waste pick-ups per year, removal of fallen leaves, and the installation of the city's Christmas decorations and decorative banners. The division also has responsibility of the city's boat launch ramps and shorelines. They also provide traffic control for road emergencies, public construction projects and special events.

We continue to pursue new efficiencies in our operations. We are proud of the fact that we have not added staff to the Streets division for 30 years despite rapid growth of the city's infrastructure and the addition of mandated programs with a 50% reduced staff as of May 1, 2011.

MARITIME METRO TRANSIT

Maritime Metro Transit (MMT) originated on January 1, 1978 when the City of Manitowoc took over the operation from a private operator. System funds are generated from four major sources – Federal and State Government Subsidies, Grants, local property taxes, and fare box revenues. In its present form, the system consists of 6 fixed bus routes with 4 making 30 minute circuits and 2 one hour circuits (service to Two Rivers). In addition, MMT coordinates the paratransit system serving both city and county residents. The paratransit service provides transportation for those elderly or disabled citizens who cannot use the bus or are not near a bus route. This latter group includes the County's Rural transportation program.

20% of the Fleet Manager's time is allocated to MMT. The Transit Manager also is responsible for overseeing Evergreen Cemetery and allocates 10% of his time to it.

In late 2007, the Bay Lakes Regional Planning Commission was contracted to update the systems Transportation Development Plan (TDP). This was last done in 2000 and is a mandated overview of the demand for services provided by the system. The last plan was adopted in 2002 and led to several changes in route structure and service delivery. It is anticipated that the new report will reveal several areas of opportunity for service improvements.

MMT has instituted a pass system to reward regular riders. These changes, with an aggressive marketing stance, have resulted in a steadily increasing revenue stream from fares. All the changes have had little effect on the local property tax support as the increased volume has paid the “fare”.

We continue to explore innovative means of reaching the elderly and disabled who need transportation assistance. MMT has partnered with Manitowoc County in several areas including providing service to the County’s rural clients through the City’s contract with its own provider for paratransit service. This allows a lower overall cost per ride, makes available state and federal assistance, and provides a single source for transportation to the target population. MMT and Manitowoc County are cooperating in the use of a Mobility Manager – paid for by a federal grant administered by the state – to identify and reach underserved populations within the city and county. The City of Manitowoc is providing facilities for the position as its contribution; the county is paying the salary of the position from grant funds.

ENGINEERING

The Engineering Department’s responsibilities include preliminary and detailed engineering analysis of not only Public Works projects, but also the evaluation of many privately funded projects which affect the City such as review of new developments, building site plans, and proposed subdivisions. Engineering offers technical and quasi-technical support to other city departments. Many Parks department projects are run through Engineering in the conceptual and design phases.

On typical projects such as sewer and street construction, signal installation, or new and replaced sidewalks; the department is involved in all aspects of field survey, design, contract document preparation and administration. In addition to the field work, the division is involved in contractor coordination, construction surveying and inspection, preparation of contractor costs for payment, calculation of special assessments, and maintenance of as-built drawings. Developmental tasks of the division include the biennial bridge inspection – an in-depth look at our 11 bridges for the Wisconsin Dept of Transportation – monitoring traffic movement through a continually changing city, and the design and maintenance of signalized intersections. In 2011 an underwater inspection of all our bridges will be conducted.

The field survey crew establishes line and grade for all public works projects and other private development including new home construction. In the past the division has provided survey work for everything from topographic surveys for the new zoo to a vertical alignment or trimming the top of trees on the Manitowoc County Airport’s glidepath.

The Engineering division plans the capital projects for the City and seeks grant funding for them where available. The Division has been granted funds for the reconstruction of 10th street from

Madison to Viebahn, and for 8th street from Madison to Washington Street. We have utilized Harbor Assistance Grants for the extension of Quay Street, and continue to seek funds in support of the State mandated Municipal Storm Water Permit.

The division is responsible for the most of the cadastral mapping for the City of Manitowoc. The entire City including our three mile extraterritorial jurisdiction has been digitally mapped. This includes all basemap, parcel data, sanitary and storm sewer lines as well as items such as street right-of-ways, water based features, lot lines and dimensions, tax parcel numbers, and addresses. All mapping has been adjusted using Global Positioning System data and referenced to the most current datum established (NAD83/91). The division continues to work with our digital planimetric and topographic map files. We are integrating with the GIS system under development by the City's Planning Department and the County of Manitowoc. With a full featured implementation of the GIS system and the use of GEO databases, we will be able to easily place a spatial component in any analysis of DPW activities.

The mapping work spearheaded by the Engineering division is used heavily by all City departments. We continue to get financial support from entities such as MPU and other departments. In addition we supply the product to local engineering firms such as SMI as well as to developers, plumbers, and other real estate concerns.

FLEET, BRIDGES, PARKS, AND BUILDINGS

This division handles all the rolling assets and many of the fixed assets of the city. This includes all city-owned vehicles, DPW buildings and bridges. It also manages the day to day maintenance and operations of our port and harbor. Organized as a separate unit, the Parks personnel also fall under the direction of the Fleet Manager. Their duties include all landscape maintenance of the city park system as well as the maintenance of the facilities and equipment within them.

The city mechanics are under the Fleet Manager's supervision and are available for all work under this division. The city shop is staffed for two shifts daily and mechanics remain on call for emergencies 24 hours a day.

The mechanics and parts supply clerk under the direction of the Fleet Manager operate as an Internal Service Fund. This fund is sometimes referred to as a Motor Pool. The goal is for this fund to balance by charging other divisions and departments for their services. This allows users of the ISF to be aware of and manage their costs for mechanized equipment. Organizations supported by Fleet operations include Manitowoc Public Utilities, the Manitowoc Public School System, and Manitowoc County.

This division also supplies backup support to all functions of the Streets division for emergency work, and are the primary source for harbor and marina work. This division also maintains the City Gravel Pit and works with the consultants engaged by the Engineering Department toward the environmental remediation of the area.

Through the Fleet Division, the Department of Public Works also maintains and operates the 8th and 10th street lift bridges utilizing four seasonal employees. The 8th street bridge has two consoles – one for itself, another for the 10th street bridge – allowing one operator to manage

both bridges. The operator is connected to the 10th street bridge by a network of cameras and fiber optic cable, allowing him to monitor the operation of the 10th street bridge. The bridges are manned from 4:30 am until 10:30 PM 7 days a week from April 1st to October 31. Off hour operations are performed as needed by an operator on call. In addition off-season bridge operations are possible requiring 24 hour notice.

The operation of the Lift Bridges is nearly fully funded through the State Lift Bridge Aid program. The regulations describing the bridge operation are in the Federal Register. Maintenance of the channel extending through the Bridges is the responsibility of the US Army Corps of Engineers. In 2011 the city with the City Centre LLC will complete an enhancement of the loading area on the 16th Street Peninsula. This will include dredging operations at the wall to a depth of 21 feet.

Maintenance of the City's 36 parks occupies the full time attention of the parks staff. They are augmented by legions of seasonal help during the summer. Their mission is to keep the parks of the city well manicured and ready to be enjoyed by all citizens. Parks personnel are also responsible for maintaining the quality of the city's urban forest. The Parks labor force includes a crew devoted to the pruning of tree limbs and removal of diseased or dead trees. The City of Manitowoc has been named a Tree City for the past 27 years.

AQUATICS, RECREATION AND SENIOR CENTER

Through the Senior Center and the Recreation department, the City of Manitowoc strives to offer programs for its citizens no matter what their age. From Softball and Table Tennis Leagues to Arts Camps and Tai Chi, all of the city facilities are busy with all ages participating in programs.

The Recreation programs are funded through a combination of fees, tax levy, and community donations. While over 46,000 registrations, the cost of each individual program is kept low to be within the reach of all city families.

The newest addition to the recreational program is the Manitowoc Family Aquatic Center. Strongly supported by a citizens group, the center is administered through the recreation program and maintained by the Building Inspection department. Its first year of operation yielded strong financial performance and some need for improvements. Having worked on these through the winter of 2010, we look forward to an even stronger 2011 Season.

The Recreational programs offered through the City of Manitowoc attracted over 45,000 registrants in 2009. Utilizing both the facilities of the City of Manitowoc and the Manitowoc Public School District, competition and instruction programs remain an important aspect of the quality of life for residents of the city.

The Manitowoc Senior Center is an important community element that serves the older population of the city and their families. Sponsored activities include excursions both locally and throughout the state, meetings, instructional and recreational programs, and communal meals. The Center is the recipient of over 20,000 community volunteer hours, enabling more services to be delivered than might be available through public means.

The Lincoln Park Zoo remains a valued city attraction. Renewed interest in the exhibits and activism by the local Zoological Society has spurred a remodeling and updating of the Zoo's physical plant. New exhibits are also being considered as the City of Manitowoc has been named a Bird City for 2011. Educational displays highlighting the migratory birds utilizing the wetlands surrounding the zoo are under consideration.

The City of Manitowoc's Recreation Department also maintains relations with over 70 community and sports clubs to provide facilities and equipment for their fund raising and program activities. We continue to work with all organizations who approach us with ideas for improving the quality of life in the City.

In all, the Department of Public Works, Parks and Recreation is a fast moving organization comprised of professionals with highly developed skills. These skills allow a flexible response to the challenges and opportunities facing the city while keeping costs and taxes as low as possible.

RAHR-WEST ART MUSEUM

The Rahr-West Art Museum is a City of Manitowoc Facility that preserves and enhances its collections and historic mansion. The museum's purpose is to engage the public in dynamic learning opportunities in the visual arts and enrich life in the area by serving as a cultural resource.

Our goal as a public art museum is to care for and use our resources, including the collection and intellectual material, to engage our visitors in a dynamic informal learning opportunity in the arts. The Rahr West Art Museum exists to foster a sense of discovery in the arts.

The Rahr-West Art Museum was given to the City of Manitowoc in 1941 by its owner, Mrs. Clara Rahr, with a central purpose of being used as a museum and civic center. Since that time the facility has developed a dual nature. The 1891-93 Mansion is on the National Register of Historic Places. It also serves as contemporary gallery space for a growing permanent collection and showcase for temporary exhibitions. Additionally, it is a living, breathing space for thought, creative ideas and learning; with an offering of lectures, classes, and workshops.

The thirteen bedroom house was designed by Milwaukee architects George Ferry and Alfred Clas, for Joseph and Mary Vilas; one of Manitowoc's pioneering families. In 1910, the house became the residence of Reinhardt Rahr, president of the Rahr Malting Company, and his family. The mansion was open to the public immediately following the gift in 1941, but acquired its first director in 1950.

In 1975, a modern exhibition wing was added to the mansion with donations by John D. and Ruth West of Manitowoc, and the Rahr Foundation. An adjoining exhibition space was added, in 1986, to exhibit the permanent collection. These wings also added valuable meeting space to the lower level for public programming, as well as facilities for storage of the permanent collection.

The Rahr-West Art Museum operates as a department of the City of Manitowoc with a thirteen member board appointed by the Mayor. Operating support comes from the City of Manitowoc, with programming and educational support from the Ruth and John D. West Foundation, local businesses and private donors.

The museum is open seven days per week with two levels of the mansion on view and exhibitions that rotate throughout three galleries. Exhibitions feature thematic presentation of works from the museum's 2800 plus holdings or a variety of exhibits and media from different sources. This frequent rotation offers an exciting, dynamic viewpoint in a relaxed and comfortable atmosphere.

The Rahr-West Art Museum has taken a more dynamic position in the community through collaborations with other institutions and community outreach. These have strengthened the museum's presence in the community and extended its services. In 2010, the Rahr-West Art Museum collaborated with the Manitowoc Public District and other area schools in educating over 3800 students in the visual arts, we also provide teachers with the opportunity to receive lesson plans featuring pieces from our permanent collection. This innovative programming led to home-school children visiting and learning each month with a specific curriculum designed for their needs. Youth Art Month exhibitions also take place from the beginning of March through the middle of May with children's workshops and many other events designed to encourage and support the necessity of art education in all areas of instruction.

The Rahr-West Art Museum was the setting for the 2010 Wisconsin VSA exhibit, a state wide fine arts competition open to all visual artists with disabilities in the state of Wisconsin. VSA stands for; Vision of an inclusive society, Strength of shared resources, and Access to artistic expression that unites us all.

In addition to the collaborative spirit the museum has worked to foster, the museum is moving forward to create a more dynamic presence in the community by serving as a strong resource for art preservation, art education, and tourism promotion. We were the fortunate recipient of a Helen Bader grant to assist us in our Creative Expressions program development which helps the elderly and their family members cope with memory and aging issues.

The Rahr-West Art Museum was the driving force behind Sputnikfest 2010. This celebration of the Sputnik/Manitowoc tie and that fun, sometimes frightening space age is the result of months of planning, fundraising and good, hard work. This event was supplemented by the museum's *60 Years from the Collection* exhibit, which chronicled changes at the museum over six decades.

These on-going efforts have been recognized. *USA Today* has voted the Rahr-West Art Museum one of the 10 Best Art Museums from small sized communities. Sputnikfest has been listed as one of the best festivals to visit by *Readers Digest* magazine. Area voters chose the museum as the Best Local Museum in the *Herald Times Reporter* 2010 newspaper poll.

A blend of public support and private contributions enables the Rahr-West Art Museum to offer a wide variety of programs and services. Among these is an ambitious schedule of annual exhibitions; rotating exhibitions of our permanent collection and temporary exhibits offering different types of art. This all takes place in a facility that is free and open to the public. Staffed

by a director, assistant director, an education director, receptionist, and 5 security guards the Rahr-West is accredited by the American Association of Museums, we are members of the National Association of Art Education, LNRP, and we support local art groups; Water's Edge Artists and Art and About.

MANITOWOC PUBLIC LIBRARY

The mission of Manitowoc Public Library is to promote a culture of reading and to provide access to information. Through our services we strive to foster an environment that meets the educational, recreational and cultural needs of the community.

Manitowoc Public Library is located overlooking the waters of both the Manitowoc River and Lake Michigan in the center of downtown Manitowoc. The many-windowed two-story 52,000 sq. ft. building was erected in 1998 to meet the information needs of the community in the 21st century.

In 2010, the Manitowoc Public Library checked out 678,865 items and 272,826 visitors used the Library. The Library was open for 341 days or 3,212 hours. On average 348 Internet sessions were held each day. 17,035 residents of the city of Manitowoc are library card holders. Attendance at all the public programs reached 13,568. A new Library website was launched in the fall of 2010 – www.manitowoclibrary.org.

WASTEWATER TREATMENT FACILITY

The City of Manitowoc owns and operates its wastewater treatment facility located at 1015 S. Lakeview Drive. The current site has been utilized since 1940. Increased waste loadings, ageing equipment, and changing environmental regulations made plant upgrades necessary in 1959, 1976, and 2001. The purpose of the treatment plant is to protect the health, safety and welfare of the public by efficient operation and maintenance, resulting in the maximized practical reduction of pollutants entering the facility in its wastewater. In order to accomplish this, the City of Manitowoc regulates the construction and use of all sewers and drains connected to the sanitary sewer system. The Wastewater Facility is also the control authority for the mandated industrial pretreatment program, which limits the amount and type of pollutants that industries can discharge into the sanitary system. There are a total of 19 permitted industries that are required to monitor their discharge for metals or other contaminants with the potential to harm the structures, equipment or bacteria used in the treatment process. The City Ordinance governing the facility and its sanitary sewer system is Section 25 of the City of Manitowoc Municipal Code. Fifteen people are currently employed to operate and maintain the facility, while DPW crews maintain the sanitary collection system and the sewage lift stations.

The residuals that remain after the water purification process are beneficially reused to fertilize local agricultural lands. The City of Manitowoc is responsible for one of the largest biosolid land application programs in the State of Wisconsin. Each year more 750 acres of land receive the nutrient rich biosolids. Land application can only be done on land deemed appropriate and

certified by the Wisconsin DNR. The biosolids are injected into the soil at the agronomic rate for the crop that is to be grown. The application of biosolids returns nutrients and organic matter to the soil and lowers the cost for the farmer making the need to purchase and apply commercially prepared crop fertilizer unnecessary.

MANITOWOC PUBLIC UTILITIES

Manitowoc Public Utilities (MPU) is a municipality-owned electric and water utility serving approximately 17,800 electric accounts and 13,800 water accounts in the City of Manitowoc. In 2010 MPU generated approximately 39% of its system electric load natively and imports the remainder on an economic basis through wholesale suppliers or MISO energy market. MPU's water supply is taken primarily from Lake Michigan and is purified with a state-of-the-art micro-filtration treatment facility.

The main benefits of municipal ownership of the Utility are its tax contribution to the City. In 2010, MPU was the highest contributor to the City of Manitowoc's tax role with a payment of \$3,174,300. MPU had operating revenues of \$61,140,500 in 2010, on an asset base of \$236,500,000. In addition, MPU made a payment of \$259,800 to the City of Manitowoc from the sale of water to the CBCWA.

The Utility has its roots going back to 1889 with the City of Manitowoc granting John Schuette permission to construct and operate an electric plant in the City. The electric plant was established in the building adjoining Mr. Schuette's flour and grist mill. The loads served were primarily street lighting, and later evolved into indoor and plant lighting. The utility provided a "turn-key" operation, including wiring, lamps, and switches. The initial customer operating time was from dusk to 9 p.m.; however, customer demand was growing steadily.

The Manitowoc Waterworks Company was also established in 1889 by brothers Eugene and T.W. Gray. The City purchased the waterworks company in 1911 and the electric plant in 1914. The two utilities were merged to form Manitowoc Public Utilities. Over the years, plant additions have been constructed, equipment has been improved and modernized, and technological advances have improved customer service to today's high standards.

MPU is the largest of 82 municipally owned electric utilities in the State of Wisconsin. The water utility pumped about 1.9 billion gallons of water into its distribution system in 2010, while the electric utility delivered over 511 million kilowatt hours to customers. MPU also maintains approximately 4,800 street and security lights in the City. In 2005, MPU started participating in the Midwest Independent System Operator (MISO) to purchase and sell energy. In 2010, MPU sold approximately 175 million kilowatt hours to the market and other wholesale customers.

MPU also provides steam and hot water to several end users. Steam from an extraction turbine in the MPU Power Plant is sold to several customers via a district-heating loop. MPU also provides fiber optic cable services. The fiber optic network currently serves over 68 sites.

An agreement was executed with Central Brown County Water Authority (CBCWA) to supply wholesale water to six communities in Brown County, north of Manitowoc County, beginning

December 2006. The capital costs to meet the water needs were paid by the Authority. In 2010 approximately 2.5 billion gallons of water were delivered to the CBCWA.

MPU employs approximately 90 full-time employees. About 61 of the full-time employees are represented by Local No. 317 of the International Union of Operating Engineers (including office workers).

The Utility is run separately from City government and is managed by a General Manager. The General Manager reports to a Public Utility Commission, which is comprised of seven members: The Mayor of Manitowoc, one City Council member, and five appointed citizens. Activities of the Utility are regulated by the Public Service Commission of Wisconsin (PSCW).

MANITOWOC PUBLIC SCHOOL DISTRICT

Increasingly, the Manitowoc Public School District's educational program is being shaped by a deteriorating financial climate for schools, including: (1) 15 years of state-imposed revenue caps and (2) an incremental decline in state aid (from 68% support several years ago to the current 62.5%). Accelerating budgetary concerns are placing significant pressure on programs developed over the years and on the MPSD vision of providing a high quality and comprehensive education for 5600 students in grades 4K through twelve. The challenge is to establish priorities that maximize success in the areas we believe are most important, maintain our strong framework of programming, and continue to provide for an increasingly diverse student body.

Leadership:

The district operates under a Board of Education, which consists of seven citizens elected at large by voters of the district. The 2009-10 Board members are Lee Braunel, Judy Carey, Michael Herryty, (Board president), Bob Jome, Chrystal Myer, Tim Newberg, and James Protsman. The Board appoints the superintendent, who is responsible for administrative supervision of all public schools in the district.

Superintendent Mark Swanson was appointed to head the district in July 2004. Previously, he served the district for 10 years as an elementary principal. Central office-based directors include a director of student learning, directors for human resources, buildings and grounds, business services, and pupil services, and a technology coordinator.

Facts and figures:

The MPSD, a unified school district, includes the entire City of Manitowoc and some of the bordering rural area – a total of 93 square miles. The district has the 26th largest enrollment among the 426 public school districts in the state. The 2009 third-Friday-in-September enrollment count was 5,587, a decrease of 33 students from the previous September.

The MPSD has one comprehensive high school, an alternative high school (operating as a charter school), a specialized school for a handful of children in grades 1-8 with significant emotional/behavioral disabilities (operating as a charter school), two junior high schools, six grade 1-6 elementary schools, and an early childhood center that serves 380 kindergartners, 130 preschoolers, and 116 Head Start youngsters.

The district employs about 690 people — 462 FTE teachers and other professional staff and 229 FTE support personnel (paraprofessionals, custodial/maintenance, and clerical).

Budget:

At its best, a school district budget is fiscally responsive to citizens while still providing the resources to fulfill the district's responsibility to educate students. The MPSD offers a high quality and comprehensive education. Overall spending-per-student is six percent below the state average.

The Board of Education made \$2.3 million in cuts to bring the 2009-10 budget under the state-imposed revenue cap. Cost-control decisions included a reduction of one central office administrator, a 5 percent across-the-board reduction in supplies and materials, reduction of 5.5 teachers, reduction of 3.5 paraprofessionals, elimination of EXCEL advocates and library aides, and a superintendent salary freeze, among others. On the revenue side, in 2009-10 the MPSD is receiving \$2.26 million in stimulus money for special education and Title 1 programming. While \$700,000 of that aid can offset budgeted expenditures, the bulk of the money must be spent on specific new initiatives.

The 2009-10 budget includes total expenditures of \$71,717,798, a 2.24% increase over 2008-09. The total property tax levy of \$18.6 million (\$7.861 per thousand) amounts to a 4.35 percent increase in the total tax levy and a 3.83 percent increase in the net tax levy rate. The property tax levy is apportioned among eight municipalities that lie partially or totally within MPSD boundaries.

Highlights of 2009-10:Special education 'Next Step':

The new Next Step program allows older special education students to participate in Lincoln High School's graduation ceremony and then move on to a new chapter, much like other young adults. Seventeen of these 18 to 21-year-old students have a homeroom at UW-Manitowoc, where they participate in student life and have opportunities for campus-based employment or volunteer work. A second group has a daytime home base in a local apartment building where they practice life skills and build familiarity with community resources. Both sites provide flexible schedules away from school bells and structured class periods. Students take public transportation, interact with same-age peers, use facilities like the YMCA, Rahr-West Art Museum, and public library, and become more aware of the community and their place within it.

GED 02:

The school district has obtained a five-year, \$360,000 alternative education grant to prepare credit-deficient students to pass the General Education Diploma (GED) test and prepare for the job market, post-secondary education, and a productive life beyond high school. Classes are located at the Manitowoc County Job Center, a site that complements the program's focus on employability skills and job preparation. The MPSD, Lakeshore Technical College, UW-Manitowoc, the Manitowoc County Job Center, community service groups, and area employers provide instruction and related services.

SAGE:

In fall 2009, Jefferson Elementary became the district's second school in Wisconsin's Student Achievement Guarantee in Education, or SAGE, program, which provides subsidies based on the

number of low-income students to reduce class sizes in kindergarten through third grade to 15 students.

Jefferson Elementary School Grants:

Among the MPSD's elementary schools, Jefferson has the most diverse student population, the most special education students, and the highest percentage of low-income students at 73.3 percent. To boost reading proficiency and decrease barriers to learning, the school has obtained grants from six different sources. These funds support supplemental learning and recreation programs before and after school, a fresh fruit and vegetable snack four days a week, teacher professional development, a third grade field trip to the Milwaukee Public Museum, parent/family support programs, and the purchase of technology, books, and learning materials.

JFK Lobby Renovation:

The newly renovated lobby at Lincoln's JFK Fieldhouse highlights the rich tradition of the school's athletic program and the accomplishments of a century's worth of athletes. A large wood and glass case displays trophies and memorabilia from a host of Lincoln teams, including football, basketball, volleyball, gymnastics, track and field, cross country, golf, tennis, soccer, baseball, softball, swimming and wrestling. Regional championship plaques are displayed above the left doors and sectional plaques are above the right doors. Plaques also recognize Ships Wall of Fame inductees. The right wall is reserved for the three Ships who have played professional football — Doug Free, currently with the Dallas Cowboys, Don Davey, who played for the Green Bay Packers and Jacksonville Jaguars, and Arthur Walter Albrecht, who graduated from Lincoln in 1939 before playing for Wisconsin, the Pittsburgh Steelers, the Chicago Cardinals and the Boston Yanks. Athletic Director John Johnson spearheaded the renewal, which was funded by donations from athletic booster clubs, Don Davey and the Ron Rubick Run.

Ron Rubick Municipal Field:

After approval by both the City Council and the Manitowoc School Board, Municipal Field was renamed Ron Rubick Municipal Field and officially dedicated as such on September 11, 2009. A previous agreement between the City and the School District had specified that the name would always remain Municipal Field. Rubick, who died January 12, 2009, came to Manitowoc's Lincoln High School in 1967 as a health and physical education teacher. In 1968 he became the head coach of the varsity football team and held that position until his retirement in 1999. He also was the high school assistant wrestling coach for 19 years. While coaching football in Manitowoc, his team made the playoffs 10 times and won three consecutive state championships. During the years 1983-1987, his teams recorded 48 straight wins. Ron was selected as Associated Press Coach of the Year in 1985 and in 1986 and was the Wisconsin Football Association Coach of the Year in 1986. In 1978 he was selected to the Upper Peninsula Sports Hall of Fame and in 1986, the Lakeshore Sports Hall of Fame. He was also inducted into the Wisconsin Football Coaches Hall of Fame in 1999.

School Forest adds nature-based play area:

For more than 50 years, MPSD students have been learning about nature at the Rahr Memorial School Forest located just north of Point Beach State Forest. The 293-acre complex includes four buildings, a wildlife pond, handicap-accessible nature trails, and a quarter mile of Lake Michigan frontage. In the summer of 2009, the MPSD used a \$7,600 grant from the Wisconsin Environmental Education Board to build a preschool play area for the school forests youngest

visitors. More than 15 volunteers helped with the construction. In a woodsy clearing, young children can jump from stump to stump and balance across a log in the climbing zone. They can use rakes and other tools in a messy materials area. There are easels for art projects, blocks for building in the woods, a music station, and a ten-foot-tall tepee for playing make-believe.

Facilities changes improve safety and security:

The MPSD is working with Bray Associates Architects of Sheboygan on a \$5.6 million facilities project that will begin in spring 2010 and conclude in time for the start of school on September 1, 2010. The project includes a renovation/new gym at Franklin Elementary School, office relocations at Jackson Elementary School and Wilson Junior High School, and district wide energy and safety upgrades. Financing is through (1) the sale of about \$2 million in interest-free bonds offered as part of the government's stimulus program and (2) low-interest loans that will have negligible impact on the MPSD budget or tax structure.

MPSD overview:

Free 4K preschool enters second year

Under MPSD auspices, approximately 350 preschoolers are served at seven four-year-old kindergarten sites around the community. The program is optional and free to participants. Classrooms provide learning support for typically developing youngsters as well as for children with delays and those with advanced skills and abilities. The 4K program meets four days a week, three hours/five minutes each day. Teachers are licensed by the Department of Public Instruction to teach four-year-olds. 4K is offered in conjunction with supplementary childcare, Head Start, and as a stand-alone program.

A kindergarten setting that's safe and kid-centered

All kindergartners are served at the Riverview Early Childhood Center, a facility focused solely on young children. Classrooms buzz with activity as students work on academic basics while learning to get along, share, and be a good friend. The school setting is rich with sights, sounds, and things to touch and manipulate. Caring teachers and a host of specialty and support personnel pool their resources to provide just what's needed to help each child thrive and learn.

Elementary schools: Solid foundation, family atmosphere

The district's six elementary schools serve grades 1-6. Classrooms are self-contained with some mixed-age grouping and team teaching. A few teachers remain with their classes for two years in a practice called looping. The Manitowoc County Comprehensive Charter School serves a handful of children in grades 1-8 with significant emotional/behavioral disabilities.

Secondary schools: Strong academics, exciting electives, personalized programs

The MPSD has two junior high schools, each with a student population of 550 to 600 students in grades 7-9. Lincoln High School serves more than 1350 students in grades 10-12. These secondary schools allow students to explore options and define their skills in a supportive but challenging environment. We offer a continuum of options, with something for every interest, career goal and learning profile. Students may pursue a strong academic program, build job and life skills, and explore the arts and a wide range of electives. Courses range from human genetics

and international business to engineering graphics/design to three years of Japanese. The McKinley Academy is an alternative high school for students who thrive in a smaller environment.

Lincoln High School: A Proud history

One of Manitowoc's most beloved landmarks, Lincoln High School embodies a sense of history for generations of citizens. Built in 1923 on a hill overlooking Lake Michigan, the school's original garden setting was designed by noted Prairie School landscape architect Jens Jensen. The historic Gothic-style building was restored in 1999-2000 with extensive cosmetic and infrastructure improvements.

Today, Lincoln offers an impressive range of educational services including the prestigious International Baccalaureate (IB) Diploma Programme and Advanced Placement courses. Youth Apprenticeships are popular among all types of students, including those bound for college.

Exceptional fine arts, technology, special education, and at-risk offerings round out the menu. The comprehensive co-curricular program includes 11 sports for boys and 11 sports for girls, as well as many music, drama, journalism, and technology activities. Numerous clubs and organizations are available for students to join. A 20-hour service project is required for graduation.

LAKESHORE TECHNICAL COLLEGE

Lakeshore Technical College is a not-for-profit, public, two-year post-secondary institution that focuses on technical education. Located in east central Wisconsin, LTC serves a 200,500 resident district, which measures approximately 1,200 square miles, covering all of Manitowoc and Sheboygan counties, as well as parts of Calumet and Ozaukee counties. The main campus is located in the village of Cleveland, Wis., with two learning sites strategically located in Sheboygan and Manitowoc. LTC also operates eight community outreach centers at area high schools and 27 distance learning centers.

LTC's mission is "to enrich lives and strengthen the economy by preparing a workforce that is skilled, diverse, and flexible." This mission is realized as students graduate and enter the workforce with critical skills and core abilities that meet Lakeshore employers' needs. One hundred percent of employers are satisfied with the 2009-10 graduates they supervise, according to LTC's Employer Survey, and they are not the only satisfied customers. Ninety-eight percent of 2009-10 students reported being satisfied with their LTC experience. Eighty-one percent of 2009-10 LTC graduates were employed six months to one year after graduation. Seventy-four percent of 2009-10 LTC graduates work in the LTC district and 98 percent work in Wisconsin.

STUDENTS

LTC serves individuals seeking associate degrees, technical diplomas, technical certificates and apprenticeship programs, as well as those needing basic skills training. LTC also offers career planning, and instructional and student support. In 2009-10, LTC had 2,660 full-time equivalent students, with a total enrollment of 14,159. Eighty percent of LTC's students received financial

aid. The average student age is 37 years; 30 percent of LTC students are older than 45 and 80 percent of students were older than 23, according to LTC's 2009-10 Year End Report.

INSTRUCTIONAL PROGRAMS

LTC offers career-based programs instilled with industry-leading technologies. They reflect the employment needs in the area and provide a sound base for a lifetime of learning. The college offers 35 associate of applied science degrees, 25 technical diplomas, 51 technical certificates, and 11 state-indentured apprenticeships. Fourteen programs hold professional or specialized accreditation certification from 11 agencies.

LTC's Workforce Solutions provides contracted, customized training to employers for their employees who seek to update skills and improve workplace performance. In 2009-10, LTC served 6,086 employees from 121 organizations, including local businesses, schools, and government agencies.

LTC identifies student needs and requirements through administering surveys, job center partners, environmental scanning, Workforce Solutions' training directors, and recruitment activities for all groups.

LTC uses a variety of formats to deliver education to meet student needs for flexibility. Delivery modes include: traditional classroom, accelerated (courses offered in a condensed timeframe), interactive television (ITV), video and print-based learning, online, and blended learning.

LTC belongs to multiple users groups and collaborates with other technical colleges and high school districts for distance delivery programming.

STRATEGIC PLAN

LTC continues to innovate to meet the changing employment landscape. The EnVision 2015 strategic plan includes four key areas: future workforce, student success, partnerships and excellence. Initiatives within these areas direct the college to design programs that prepare students to meet industry sector needs; help students achieve their goals; expand alliances to fulfill the college mission; and create a culture of quality, innovation and respect to strengthen the college.

COMMUNITY

In response to community needs, LTC, through its Rapid Response Team, responds quickly to plant closings and layoffs to assist displaced workers. LTC also collaborates with local business to attract training grant dollars to our communities. Nearly \$229,000 in training grants have provided workforce advancement skills for area employees in 2009-10.

LTC has been a responsible steward of taxpayer dollars, annually having one of the lowest tax levies among the state's 16 technical colleges. In the last decade, LTC's tax rate decreased eight years.

As successful graduates populate the district, all residents enjoy the benefits that LTC offers. LTC trains firefighters, law enforcement professionals, healthcare workers, skilled laborers and

business professionals who make valuable contributions to our communities, the economy, and the tax base.

SILVER LAKE COLLEGE

Higher Education--Liberal Arts and Professional Studies

Years of Operation: 76

Number of Employees: 108 at Main Campus and 42 at satellite locations

Sponsored by the Franciscan Sisters of Christian Charity

President: Dr. George Arnold (2004-present)

Growth and Change

Silver Lake College has undergone many positive changes in the past year, which have helped it to draw closer to its vision. The newly revised vision statement now reads, “Silver Lake College of the Holy Family will prepare learners for the 21st Century through a dynamic Franciscan Catholic education which energizes faith, strengthens knowledge, guides leadership and inspires service.”

One major change is the new Franciscan Liberal Arts Curriculum: “A Franciscan Way of Knowing”. One of the goals will be to help graduates understand and embody core Franciscan values such as humility and goodness.

Beyond curriculum, Silver Lake College has also undergone even more physical changes. After the renovation of Clare Hall, to create an on-campus residence for students in 2009, Silver Lake went on to renovate its art wing and create a new Student Success Center. The Student Success Center, located on the first floor of the building, is a resource for students who need guidance on their school papers and projects.

Silver Lake College has also added more sports to its athletics department, which has up until now, included men’s and women’s basketball, dance team, golf, and cross-country. In the fall of 2011, soccer and volleyball will be added as the athletic opportunities for students.

Silver Lake is also proud to announce a new program, modeled after the Phuture Phoenix program at UW-GB, called “Look Ahead Lakers”. The Look Ahead Lakers program is designed to give fifth grade students from low-income families a peak into higher education—an opportunity that many of these students would otherwise never consider. Silver Lake College is happy to work with the students of Jefferson and Franklin elementary schools on this project, which invites elementary students to the Silver Lake College campus for a day of college activities, and leaves the students with college-aged mentors as they prepare for middle school.

Also, the architectural drawings for the Music Education Center at Silver Lake College. have been completed and approved by the Board of Directors. When we have completed the capital campaign, the new facility will be constructed immediately to the west of the main building. Some of the features of the music center include: main performance theater, recital hall, multi-

purpose room, rehearsal and recording studios, computer and piano labs, classrooms and offices. When completed, this facility will become the center of activity for our school and local community to offer music programs, the conservatory of music and additional fine arts presentations.

Outlook

Silver Lake College continues to develop and strengthen programs to meet the growing needs of our traditional and non-traditional students. We will continue to develop partnerships with area businesses and corporations to provide valuable internship opportunities for students. A recent partnership with Manitowoc Company and Lakeshore Technical College has resulted in a Silver Lake student traveling to China for the summer. This international internship opportunity will help students to stand out from the crowd when seeking employment or career advancement after graduation.

Silver Lake College will be joining efforts with area businesses and individuals to acquire donations of medical supplies for people in need in Honduras.

UNIVERSITY OF WISCONSIN-MANITOWOC

LOCATION

Situated on the southeast corner of Manitowoc between Viebahn Street and Silver Creek Park, the 40-acre campus of the University of Wisconsin-Manitowoc enjoys a shoreline view of Lake Michigan.

LEADERSHIP & STAFF

Dr. Martin Rudd led the campus as Interim Dean from July 2010 through June 2011. Dr. Charles Clark will become the new Campus Executive Officer/Dean on July 1, 2011.

There are currently 72 employees at UW-Manitowoc; 42 are faculty and instructional staff. The majority of faculty members have a Ph.D. in their field of expertise. Most are published authors, several are major award winners and all are committed to teaching and research.

HISTORY

The University of Wisconsin has had a presence in Manitowoc since 1933 when a UW English course was offered at the Vocational School on Clark Street. As the UW programs grew, so did the need for a permanent campus. In 1962, the present campus site was established with additions completed in 1986 and 2001.

Part of the state-wide University of Wisconsin System, UW-Manitowoc is one of the 13 freshman/sophomore campuses of the UW Colleges. It is county owned and state operated. Accredited by the Higher Learning Commission; a commission of the North Central Association of Colleges and Schools, UW-Manitowoc offers its students the best of two worlds - the small classes and personal attention of a private college at a low public university cost. In fact, UW-Manitowoc, along with the other UW Colleges, offers the lowest tuition in the UW System.

STUDENTS

114 students were awarded Associate Degrees during the 2009-2010 academic year. 612 students enrolled for the fall 2010 semester, which was a nearly 12% increase over the previous year. 32% of our students are defined as being non-traditional students, or over the age of 22. Approximately 65% of UW-Manitowoc's students are full-time and the average class size is about 23 students.

Students attending UW-Manitowoc are drawn from Manitowoc and surrounding counties. The major feeder high schools include: Lincoln, Two Rivers, Valders, Roncalli, Manitowoc Lutheran, Mishicot, Reedsville, Denmark, Kewaunee, Kiel and Luxemburg/Casco. Nearly 20% of the graduating classes from Lincoln and Two Rivers high schools attend UW-Manitowoc.

COURSES/PROGRAMS

Because UW-Manitowoc specializes in freshman/sophomore curriculum, transferring is at the heart of its mission. The general education courses offered can apply to over 250 majors in the UW System. After students complete their general liberal arts and sciences classes and/or earn an Associate of Arts and Science Degree, they can transfer to any other university or private college, making UW-Manitowoc the best start on a bachelor's degree and unlimited career opportunities.

Students can choose from over 100 classes in 25 different areas of study, along with an array of co-curricular activities including collegiate athletics. Along with conventional teaching, UW-Manitowoc offers distance education courses through the use of Wisline Web, compressed video, Computer Based Training (CBT), blended, and online resources.

In addition to the Associate's Degree, UW-Manitowoc offers students various opportunities to pursue bachelor's degrees through collaborative programs with seven other UW campuses. Courses are delivered via a combination of face-to face, compressed video, and on-line methods.

Two certificate programs are also offered by UW-Manitowoc. Students can pursue a Business Certificate or International Studies Certificate independently or in conjunction with the Associate's Degree program. The certificate programs allow students to explore their specific fields of interest in preparation for transfer or employment.

UW-Manitowoc students have the opportunity to participate in undergraduate research at the freshman/sophomore level. Current projects include: discovery of medicinal properties of Hmong plants, beach E. Coli monitoring; and a wireless energy research project.

In addition to the college curriculum offered by the University of Wisconsin-Manitowoc, a variety of non-credit courses are available through the Continuing Education Program, including on-line courses, with some in business. Online certificate programs are also available for business communication, medical office specialist and paralegal studies.

COMMUNITY

A variety of services and opportunities are offered to the Manitowoc community including a Founders Hall Art Gallery, library services, speaker's bureau, and facility rental. The campus is also home for the local UW Sea Grant Office and a federally funded Upward Bound Program.

Community collaboration is evident in the performing arts groups at UW-Manitowoc, which are open to community members. Two UW-Manitowoc instrumental musical groups, the Lakeshore Wind Ensemble and the Lakeshore Big Band continually play to full houses when they perform at the Capitol Civic Centre and the University Theatre. The University Theatre and UW-Manitowoc Chorus also offer great opportunities for campus-community collaboration.

Along with a \$3.1 million-dollar operating budget, UW-Manitowoc provides the local community with a valuable resource that not only addresses the educational needs of the students, but the needs of the community for continuing education, cultural events and expertise in everything from anthropology to zoology.

2010 HIGHLIGHTS

Thanks to a generous donation from Lowe's Home Improvement Warehouse of Manitowoc, and support from Manitowoc County, our campus library was able to upgrade its lighting system. The project demonstrated the value of partnerships between Manitowoc County, the UW-Manitowoc campus and the private sector. The donation, valued around \$10,000, replaced a system that dated back to around 1965 and consisted of 121 fixtures using 484 fluorescent lamps. The new system uses 84 fixtures with 336 lamps, equaling a 30% reduction in fixtures and lamps with an estimated 65-70% reduction in energy use. The project should also result in reduced maintenance costs.

The campus received a grant to support a project centered on a proposed monument created by nationally recognized artist and former Manitowoc resident R.T. "Skip" Wallen. The monument, "Spirit of the River" is intended as a celebration of the role Native Americans played in shaping our region. The project will focus on using technology and service learning to foster critical thinking across a variety of disciplines, while connecting students to their lakeshore location. This initiative will bring UW-Manitowoc students together with a community partners from high schools, Silver Lake College and citizens to document the planning, artistic design, history and civic responsibility associated with a monument commissioned to a local Manitowoc artist.

**ADDITIONAL INDEPENDENT AUDITORS' REPORT
FOR BASIC FINANCIAL STATEMENTS**

**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 and City Council
City of Manitowoc, Wisconsin

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the of the City of Manitowoc, Wisconsin, as of and for the year ended December 31, 2010, which collectively comprise the City of Manitowoc's basic financial statements and have issued our report thereon dated September 26, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Manitowoc, Wisconsin's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion of the effectiveness of the City of Manitowoc, Wisconsin's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Manitowoc, Wisconsin's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and responses, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and responses as item 2010-01 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Manitowoc, Wisconsin's financial statements are free of 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 basic 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*.

We noted certain matters that we reported to management of the City of Manitowoc, Wisconsin in a separate letter dated September 26, 2011.

The City of Manitowoc, Wisconsin's response to the finding identified in our audit is described in the accompanying schedule of prior year audit findings and corrective action plan. We did not audit the City of Manitowoc, Wisconsin's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Mayor and City Council, and is not intended to be and should not be used by anyone other than these specified parties.



Certified Public Accountants
Green Bay, Wisconsin
September 26, 2011

**FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE**

**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT
AND MATERIAL EFFECT ON EACH MAJOR FEDERAL AND STATE PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133 AND THE STATE SINGLE AUDIT GUIDELINES**

To the Mayor and City Council
City of Manitowoc, Wisconsin

Compliance

We have audited the City of Manitowoc, Wisconsin's compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 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 its major federal and state programs for the year ended December 31, 2010. The City of Manitowoc, Wisconsin's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the City of Manitowoc, Wisconsin's management. Our responsibility is to express an opinion on the City of Manitowoc, Wisconsin's compliance based on our audit.

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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133 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 of Manitowoc, Wisconsin'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. Our audit does not provide a legal determination on the City of Manitowoc, Wisconsin's compliance with those requirements.

In our opinion, the City of Manitowoc, Wisconsin complied, in all material respects, with the 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, 2010.

Internal Control Over Compliance

Management of the City of Manitowoc, Wisconsin is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the City of Manitowoc, Wisconsin's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 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.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the City Council, others within the City, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Certified Public Accountants
Green Bay, Wisconsin
September 26, 2011

CITY OF MANITOWOC, WISCONSIN
Schedule of Federal and State Expenditures
For the Year Ended December 31, 2010

Grantor Agency/State Program Title	Pass-through Agency	Federal CFDA/ State ID Number	Accrued (Deferred) Revenue 1/1/10	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/10	Total Revenues	Total Expenditures
FEDERAL PROGRAMS							
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>							
Community Development Block Grant	WI Department of Administration	14.228	\$ -	\$ 114,218	\$ 269,782	\$ 384,000	\$ 384,000
<u>U.S. DEPARTMENT OF JUSTICE</u>							
Edward Byrne Memorial Justice Assistance	Direct Program	16.738					
#2009-DJ-BX-1360			-	13,242	-	13,242	13,242
#2010-DJ-BX-0879			-	4,817	-	4,817	4,817
Edward Byrne Memorial Justice Assistance - ARRA	Direct Program	16.804					
#2009-SB-B9-1515			-	16,580	-	16,580	16,580
Assistance to Rural Law Enforcement - ARRA	Direct Program	16.810					
#2009-SD-B9-0189			-	81,483	-	81,483	81,483
Total U.S. Department of Justice			-	116,122	-	116,122	116,122
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>							
Federal Transit Capital Improvement Grants - ARRA	WI Department of Transportation	20.500	-	48,400	-	48,400	48,400
Federal Transit Formula Grants	WI Department of Transportation	20.507					
2008			-	33,663	-	33,663	33,663
2009			203,326	203,326	-	-	-
2010			-	693,969	260,839	954,808	954,808
Highway Safety Contract	WI Department of Transportation	20.600	-	50,957	-	50,957	50,957
Total U.S. Department of Transportation			203,326	1,030,315	260,839	1,087,828	1,087,828
TOTAL FEDERAL PROGRAMS			\$ 203,326	\$ 1,260,655	\$ 530,621	\$ 1,587,950	\$ 1,587,950
STATE PROGRAM							
<u>WISCONSIN DEPARTMENT OF TRANSPORTATION</u>							
Urban Mass Transit Operating Assistance		395.104					
Contract 2008			\$ 53,409	\$ 66,251	\$ -	\$ 12,842	\$ 12,842
Contract 2009			14,730	-	14,730	-	-
Contract 2010			-	409,651	-	409,651	409,651
Total Wisconsin Department of Transportation			\$ 68,139	\$ 475,902	\$ 14,730	\$ 422,493	\$ 422,493

The notes to the schedule of federal and state expenditures are an integral part of this schedule.

CITY OF MANITOWOC, WISCONSIN
Notes to the Schedule of Federal and State Expenditures
December 31, 2010

NOTE A - BASIS OF PRESENTATION

In accordance with audit requirements issued by the Office of Management and Budget (OMB) Circular A-133 and the State Single Audit Guidelines issued by the Wisconsin Department of Administration, supplemental information is presented by the City in regard to federal and state financial assistance programs administered by the City.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedule 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 2010 basic 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 deferred revenue represents advances for federal and state programs that exceed recorded City expenditures.

Federal Programs: The City of Manitowoc qualifies as a low risk auditee in accordance with paragraph 530 of OMB Circular A-133. Therefore major programs, as identified in Section I of the Schedule of Findings and Questioned Costs, represent those with combined expenditures exceeding 25% of total federal awards that also were deemed major programs based on the auditor's risk assessment. All other federal programs are considered nonmajor programs.

State Programs: Major programs represent state assistance programs with expenditures of \$100,000 or more and other state programs classified as major in the State Single Audit Guidelines. All other state assistance programs required to be included in the Schedule of State Financial Assistance in accordance with Appendix H of the State Single Audit Guidelines are nonmajor programs.

NOTE C - COGNIZANT AGENCIES

The Federal oversight agency for the City is the U.S. Department of Justice.

The State cognizant agency for the City is the Wisconsin Department of Transportation.

CITY OF MANITOWOC, WISCONSIN
 Schedule of Findings and Questioned Costs
 Year Ended December 31, 2010

Section I - Summary of Auditors' Results

Basic Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes
- Significant deficiency(ies) identified? None Reported

Noncompliance material to basic financial statements noted? No

Federal Awards Programs

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 Unqualified

Any audit findings disclosed that are required to be reported
 in accordance with Section 510(a) of Circular A-133? No

Identification of major federal program:

CFDA Number	Name of Federal Program
20.507	Small Urban Operating Assistance

Identification of major state programs:

State ID Number	Name of State Program
395.104	Mass Transit Operating Assistance

Audit threshold used to determine between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee Yes

CITY OF MANITOWOC, WISCONSIN
 Schedule of Findings and Questioned Costs (Continued)
 Year Ended December 31, 2010

Section II - Financial Statement Findings

Finding No.	Control Deficiencies
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2010-01 Timely Reconciliations of Accounts

Condition: Our audit disclosed that the City was not reconciling cash and investment amounts recorded in the City's general ledger to bank statements and other supporting documentation in a timely manner during 2010. As a result, we noted a number of financial transactions that were not properly recorded in the City's financial accounting system.

Criteria: The completion of periodic reconciliations allows City personnel to detect possible misstatements in the City's general ledger or potential misappropriations of cash in a timely manner.

Cause: With the retirement of the City Finance Director and a replacement not being hired, current Finance Department staff did not have sufficient time to accurately complete the reconciliations.

Effect: The financial statements of the City could be misstated and not detected and corrected in a timely manner.

Recommendation: We recommend the City complete monthly reconciliations between cash and investment amounts recorded in the general ledger to bank statements and other supporting documentation within an established time frame.

Section III - Federal Award Findings and Questioned Costs

There are no audit findings and questioned costs required to be reported under OMB Circular A-133 "Audits of States, Local Governments, and Non-Profit Organizations" and the *State Single Audit Guidelines* for the year ended December 31, 2010.

CITY OF MANITOWOC, WISCONSIN
Schedule of Prior Year Audit Findings and Corrective Action Plan
For the Year Ended December 31, 2010

Prior Year Audit Findings

There were no findings or questioned costs for federal awards for the year ended December 31, 2009.

Corrective Action Plan

2010-01 Timely Reconciliation of Accounts
The City has identified personnel who will now be responsible for the timely completion of the reconciliations.