SHEBOYGAN COUNTY

Keith Abler
Chair of the Board

Alayne Krause
County Administrator

September 18, 2026

Ryan Sorenson
City of Sheboygan
828 Center Avenue
Sheboygan, WI 53081

Re: Sheboygan County Transportation Sales Tax Revenue Sharing Program

Dear Mr. Sorenson,

Effective January 1, 2017, the Sheboygan County Board enacted a one-half percent county sales tax to help maintain Sheboygan County's transportation system. The County Ordinance includes a provision to share the county sales tax revenue with local units of government to assist you in addressing your own transportation needs. We will be sharing a total of $2,460,210 for 2027. Each municipality's allocation is based on its equalized value less TID increment, as reported by the Wisconsin Department of Revenue. The respective amounts are shown in the enclosed equalized value worksheet. Payments will again be disbursed in two equal installments in July 2027 and September 2027.

Please find enclosed the Sheboygan County Sales Tax Revenue-Sharing Intergovernmental Cooperative Agreement which sets forth the terms and conditions upon which Sheboygan County will share sales tax revenue to assist you in maintaining your roads and bridges. Please return the signed Intergovernmental Cooperative Agreement and Form A to the Sheboygan County Finance Department no later than. December 01, 2026. Once the agreement has been fully executed, the County will return a copy for your records.

We respect and appreciate your role in helping maintain a safe and reliable transportation system. We strive to keep the process of sharing this revenue efficient, transparent, and straightforward. If you have questions, please don't hesitate to contact us.

Respectfully yours,

Keith Abler   Alayne Krause

Keith Abler, County Board Chair   Alayne Krause, County Administrator

Cc: Finance Director James Webb
Transportation Director Bryan Olson

Enclosed: Intergovernmental Cooperative Agreement
Form A
Equalized Value Worksheet

SHEBOYGAN COUNTY SALES TAX REVENUE-SHARING
FOR TRANSPORTATION INFRASTRUCTURE MAINTENANCE
2027 INTERGOVERNMENTAL COOPERATIVE AGREEMENT

1. PARTIES. The parties to the Agreement are the City of Sheboygan (Municipality), a municipal corporation with offices at 828 Center Avenue Sheboygan, WI 53081, and **SHEBOYGAN COUNTY** (County), a Wisconsin governmental body corporate, organized pursuant to Wis. Stat. § 59.01, having its principal offices at 508 New York Avenue, Sheboygan, Wisconsin 53081.

2. PURPOSE. Sheboygan County enacted Ordinance No. 2 (2016/17) establishing a one-half percent (.5%) County sales tax for the purpose of raising revenues to address the challenges of maintaining Sheboygan County's roads and bridges. In enacting the Ordinance, the County Board recognized that the municipalities within Sheboygan County have similar financing challenges for the transportation infrastructures within those municipalities. The Ordinance requires that $1.5 Million of anticipated revenues (adjusted annually) from the sales tax be distributed to municipalities within County based on an equalized value formula provided that the municipalities agree to be bound by the terms of an Intergovernmental Cooperative Agreement as approved by the County Board. This Agreement, having been approved by the County Board, and agreed to by Municipality, assures that the revenue being distributed herein will be spent to maintain Municipality's road and bridge infrastructure.

3. EFFECTIVE DATE; TERM; TERMINATION.

A. Effective Date. This Agreement shall become effective on the last date of the required signatures at the end of this document.

B. Term. The term of this Agreement is for calendar year 2027.

C. Termination – By County. During the term, this Agreement may be terminated by County, if County determines that Municipality is not honoring the terms and conditions of this Agreement and County shall have no further obligations to make any payments or perform any other requirements herein.

D. Termination – By Municipality. During the term, this Agreement may be terminated by Municipality if Municipality determines that it no longer wishes to be bound by the terms and conditions of this Agreement and County shall be relieved of any further obligations to make any payments or perform any other requirements herein.

4. AUTHORITY. This Agreement is entered into between the parties pursuant to Wis. Stat. § 66.0301, authorizing intergovernmental cooperation and by Wis. Stat. § 77.76(3) which allows counties to distribute sales tax proceeds to municipalities within Sheboygan County. Both parties represent that their respective governing bodies have authorized entry into this Agreement.

5. RESPONSIBILITIES OF COUNTY.

A. County shall, over the course of calendar year 2027, pay to Municipality as a distribution of sales tax revenue, the sum of $718,954.

B. County shall determine at its option whether the payment will be distributed in one lump sum or whether it will be in periodic payments. County shall determine at its option the timing and method of the payments.

C. County shall provide reasonable advance notice to Municipality as to its payment distribution method so that Municipality may budget accordingly.

6. RESPONSIBILITIES OF MUNICIPALITY.

A. Municipality agrees to use the payment for road and bridge maintenance purposes.

B. Municipality agrees not to reduce its road and bridge maintenance budget as a result of receiving the payment. It is the intent that the payment shall enhance Municipality's ability to address its road and bridge maintenance needs over the amount that Municipality would otherwise be budgeting for this purpose.

C. Municipality may, as part of its budgeting and planning process, hold over spending all or part of the payment into a different calendar year or otherwise bundle the payment in a manner that is acceptable in advance with the County provided the County is satisfied that Municipality's spending of the payment is consistent with the intent that the payment shall enhance Municipality's ability to address its road and bridge maintenance needs over the amount that Municipality would otherwise be budgeting for this purpose

D. Municipality agrees to cooperate with County's Finance Department to allow County to review Municipality's budget, resulting financial reports, and supporting detail to assure County that Municipality is complying as provided herein.

E. Municipality must provide a Resolution supporting the County Sales Tax Revenue-Sharing Cooperative Agreement.

7. RESOLUTION OF DISPUTES. County, through its County Administrator, shall determine as to whether Municipality has fulfilled its responsibilities under this Agreement. This Agreement will be renewed annually upon similar terms.

8. HOLD HARMLESS; INDEMNIFICATION. Each party shall defend, hold harmless, and indemnify the other against any and all claims, liabilities, damages, judgments, causes of action, costs, loss, and expense including reasonable attorneys' fees imposed upon or incurred by the other party arising from or related to the negligent or intentionally tortious acts or omissions of the indemnifying party's officers, employees, or agents in performing the services pursuant to the Agreement. Each party shall promptly notify the other of any claim arising under this provision, and each party shall fully cooperate with the other in the investigation, resolution, and defense of such claim. This Agreement does not waive any governmental or sovereign immunity. Both parties retain all applicable governmental immunities, defenses, and statutory limitations available, including Wis. Stat. § 893.80, 895.52, and 345.05.

9. SEVERABILITY. If any provision in this Agreement is determined to be void and unenforceable for any reason, the remaining provisions shall remain in full force and effect unless the removal of the severed provision would substantially impair the ability of either party to perform the essential purpose of this Agreement.

10. ENTIRE AGREEMENT. This Agreement constitutes the entire understanding between the parties relating to their relationship and supersedes all prior understandings, oral agreements, negotiations, representations, and agreements relating to the same subject matter.

Approved by the parties by the following authorized representatives:

City of Sheboygan____________________
[Municipality]

By:______________________________ ______________________________
Authorized Representative Date Signed

By:______________________________ ______________________________
Authorized Representative Date Signed

SHEBOYGAN COUNTY

By:______________________________ ______________________________
Alayne Krause Date Signed
Sheboygan County Administrator

By:______________________________ ______________________________
Keith Abler Date Signed
County Board Chair

G:\Shared drives\Finance\Finance\Administrative\Revenue Sharing Program\FY 2027\Word Documents\Mail Merge IGA 2027.docx

Sheboygan County Shared Revenue Program

Budget Year 2027

(Form A)

<u>Section One</u>

Municipality: ______________________________________

Transportation Budget 2026: $________________

Transportation Estimated Actual Expenditures for 2026: $___________________

Transportation Budget Proposed 2027: $____________________

County Shared Revenue 2027: $___________________

Per Intergovernmental Agreement Section 6.C. - is the County Shared Revenue increasing what would have otherwise been accomplished in 2027? (check one)

☐ Yes ☐ No ☐ Project is a multi-year project

<u>Section Two</u> - Transportation Project the revenue will be applied to *(If multiple projects, please complete Form A, Section Two for each project)*:

<u>Project(s) Description</u>

Where: ____

What work will be done: ____

Project ID: __________________

Total cost of Project: $_______________________

Anticipated start of Project: _____________________

Anticipated completion of Project: _______________________

General Ledger Accounting Unit (if identifiable): _________________________

I hereby attest the information provided above is an accurate representation of the intended use of the transportation funds from the Sheboygan County Shared Revenue Program and understand that any misrepresentations may result in funds being denied in future years.

______________________________ ___________________________

Signature Date

____

Title

Administration Building
508 New York Avenue - Room 208
Sheboygan, WI 53081-4126

Telephone (920) 459-3765
Facsimile (920) 459-0334

james.webb@sheboygancounty.com
jeremy.fetterer@sheboygancounty.com

Sheboygan County Sales Tax Revenue Sharing with Municipalities
Budget Year 2027

MUNI NAME	2026 EQ VAL LESS TID INCREMENT	PERCENT	2027 BUDGET ALLOCATION	2026 BUDGET ALLOCATION	Change
GREENBUSH	295,027,200	1.62%	$39,940	$39,622	$318
HERMAN	298,939,400	1.64%	$40,469	$39,667	$802
HOLLAND	654,979,800	3.60%	$88,669	$87,242	$1,427
LIMA	462,661,000	2.55%	$62,633	$60,206	$2,427
LYNDON	338,629,800	1.86%	$45,842	$43,033	$2,809
MITCHELL	248,353,100	1.37%	$33,621	$31,594	$2,027
MOSEL	233,460,500	1.28%	$31,605	$29,494	$2,111
TOWN OF PLYMOUTH	701,351,900	3.86%	$94,946	$93,249	$1,697
RHINE	749,287,500	4.12%	$101,436	$98,831	$2,605
RUSSELL	65,157,800	0.36%	$8,821	$8,457	$364
SCOTT	298,947,800	1.64%	$40,470	$38,970	$1,500
TOWN OF SHEBOYGAN	1,510,645,200	8.31%	$204,505	$197,521	$6,984
TOWN OF SHEBOYGAN FALLS	380,349,600	2.09%	$51,490	$52,053	-$563
SHERMAN	279,390,000	1.54%	$37,823	$37,351	$472
WILSON	812,526,600	4.47%	$109,997	$109,934	$63
ADELL	54,066,600	0.30%	$7,319	$7,221	$98
CASCADE	81,660,700	0.45%	$11,055	$11,215	-$160
CEDAR GROVE	279,255,800	1.54%	$37,805	$37,934	-$129
ELKHART LAKE	601,845,700	3.31%	$81,475	$82,628	-$1,153
GLENBEULAH	64,031,600	0.35%	$8,668	$8,861	-$193
HOWARDS GROVE	486,643,500	2.68%	$65,880	$64,009	$1,871
KOHLER	739,108,400	4.07%	$100,058	$98,737	$1,321
OOSTBURG	456,063,700	2.51%	$61,740	$62,058	-$318
RANDOM LAKE	278,648,900	1.53%	$37,722	$38,187	-$465
WALDO	69,455,300	0.38%	$9,403	$9,070	$333
PLYMOUTH	1,310,796,400	7.21%	$177,450	$176,394	$1,056
SHEBOYGAN	5,310,798,100	29.22%	$718,954	$715,753	$3,200
SHEBOYGAN FALLS	1,111,084,900	6.11%	$150,414	$144,561	$5,853
COUNTY TOTAL	$ 18,173,166,800.00	1.00	$2,460,210	$2,423,852	$36,357