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DATE: March 15, 2022
TO: William Reynolds, City Administrator
FROM: Greg Drent, General Manager
Subject: SPU Commissioner compensation

Background:

Salary increases for Commissioners must be approved by the City Council, with the actual compensation paid by SPU. There is no impact on the City of Shakopee budget. The compensation has been reviewed every 7 to 9 years. The city council last raised the compensation for the commission in September 2013. Below summarizes the compensation details since 2000.

- 2000 - \$225/Monthly (Commission President - \$250/Monthly)
- 2007 - \$300/Monthly (Commission President - \$400/Monthly)
- 2013 - \$400/Monthly (Commission President - \$500/Monthly)

SPU is the second largest municipal electric utility in the state. SPU has a gross revenue of more than \$50,000,000. SPU has five substation and another one on the west end scheduled for completion next year. SPU load is over 108MW demand. The water utility consists of four towers, eighteen wells, three booster stations and four tanks. Average demand over the last 3 years is an estimated at 5.1 million gallons per day. SPU is also looking at water treatment options in the future.

Action:

I am requesting that the following changes in compensation take effect April 8, 2022

Commissioners –Increase to \$500.00 per month
Commission President – Increase to \$600.00 per month
MMPA Representative - Increase to \$100.00 per month