

MINUTES
OF THE
SHAKOPEE PUBLIC UTILITIES COMMISSION
(Regular Meeting)

President Joos called the regular session of the Shakopee Public Utilities Commission to order at the Shakopee Public Utilities meeting room at 5:00 P.M., August 5, 2019.

MEMBERS PRESENT: Commissioners Joos, Amundson, Meyer and Clay. Also present, Liaison Lehman, Utilities Manager Crooks, Finance Director Schmid, Planning & Engineering Director Adams, Electric Superintendent Drent, Water Superintendent Schemel and Marketing/Customer Relations Director Walsh. Commission Mocol was absent as previously advised.

Motion by Amundson, seconded by Meyer to approve the minutes of the July 15, 2019 Commission meeting. Motion carried.

There were no communication items.

President Joos offered the agenda for approval and asked that Item 11a: Mayor Mars be moved up in the agenda and follow the Liaison's Report.

Motion by Clay, seconded by Meyer to approve the amended agenda. Motion carried.

President Joos stated that there were no consent items. Commissioner Clay asked that Item 8f: Water Tower #8 – Update and Item 8g: Windermere Booster Station Construction – Update be moved to Consent Business.

Motion by Clay, seconded by Meyer to approve the Consent Business agenda as discussed. Motion carried.

The warrant listing for bills paid August 5, 2019 was presented.

Motion by Amundson, seconded by Clay to approve the warrant listing dated August 5, 2019 as presented. Motion carried.

Liaison Lehman presented his report. The Liaison stated there was no report and that he would participate in the Mayor's discussion.

Mayor Mars addressed the Commission and requested formal responses to the letter that was sent by the City Administrator dated June 7th. Prior direction from the Commission was to receive the letter and not respond. Discussion centered on the current relationship between SPU and the City of Shakopee.

Motion by Clay, seconded by Amundson to formally respond to the letter dated June 7, but not to address any issue that is more than ten years old. Motion carried.

Water Superintendent Schemel provided a report of current water operations. A review of summer production was provided. An average of 9.5 million gallons per day was trending upward.

Utilities Manager Crooks presented a chart/map for neighboring communities listing their development fees and water rates. The comparison figures were provided by Ehlers and clearly shows the development fees and water rates as set by SPU are in line with surrounding cities, as opposed to what has been presented to the City Council and the Shakopee Valley News.

Motion by Meyer, seconded by Clay to offer Resolution #1249. A Resolution Setting the Amount of the Trunk Water Charge, Approving of Its Collection and Authorizing Water Service to Certain Property Described as: A Portion of Mount Olive Church Addition. Ayes: Commissioners Clay, Meyer, Amundson and Joos. Nay: none. Motion carried. Resolution passed.

Motion by Amundson, seconded by Meyer to offer Resolution #1250. A Resolution Approving of the Estimated Cost of Pipe Oversizing on the Watermain Project: Mount Olive Church. Ayes: Commissioners Meyer, Amundson, Clay and Joos. Nay: none. Motion carried. Resolution passed.

Planning and Engineering Director Adams discussed an issue that remains with bedrock removal quantities with the Rahr Watermain Looping Project. SPU and Ryan Contracting are disagreeing on the cost per yard for the removed rock.

Item 8f: Water Tower #8 – Update was received under Consent Business.

Item 8g: Windermere Booster Station Construction Update was received under Consent Business.

Electric Superintendent Drent provided a report of current electric operations. The electric distribution system set an all-time high for demand on the SPU system. The peak was 104.5 MW on July 19th. Since the last Commission meeting, there were 9 electric outages, with no outage affecting more than 7 customers. Each outage was reviewed. Construction updates were provided. An overview of the SCADA system was presented showing the record demand on the SPU system. The system performed as designed and built.

Finance Director Schmid reviewed the proposed 2020 Budget planning schedule. Commissioners Amundson and Meyer were appointed to the SPU Compensation Sub-Committee.

Ms. Schmid provided the financial results for June 2019.

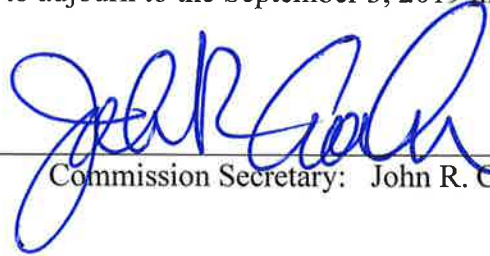
Customer Relations/Marketing Director Walsh provided the Commission with an update on the SPU Website Development Project.

Under New Business, Commissioner Amundson asked that Staff look into a possible rate structure difference for redevelopment projects in Shakopee.

President Joos thanked Staff for their professionalism and passion in dealing with many of the issues that were discussed during the Mayor's address to the Board. Commissioners were also thanked for their dedication to the Utilities.

The tentative commission meeting dates of August 19 and September 3 (Tuesday) were noted. Due to the MMUA Summer Conference, the August 19 Commission meeting will be canceled.

Motion by Meyer, seconded by Clay to adjourn to the September 3, 2019 meeting. Motion carried.



Commission Secretary: John R. Crooks