

CONTACT

Shakopee Public Utilities

Business Office952.445-1988

Power Outage...shakopeeutilities.com
952-445-1988, #1

Water Emergency952.445-6681

Customer Service952.445-1988
customerservice@shakopeeutilities.com

Past Due Accounts.....952-445-1988, #2

Street Light Outage.....952.345-2473

Fax 952.445-7767

SPU

Office Hours

Monday-Friday7:30 a.m.-4:00 p.m.

SPU Board

Board of Commissioners

PresidentDeb Amundson

Vice President.....Kathi Mocol

Commissioner..... Mathew Meyer

Commissioner.....Kayden Fox

Commissioner.....Jody Brennan

Interim Utilities Manager...Larry Koshire

SPU Focus Editor.....Sharon Walsh



New Look – More Customer Benefits



SPU launched a new logo and website this summer as part of a comprehensive communications plan. Based on outside feedback, we knew our previous logo created confusion between us and the City of Shakopee. The distinctive SPU logo provides a visual identification between the two entities, which is beneficial for new customers, vendors and developers who may not know the separation of services provided in Shakopee.

In early August, SPU launched a new website with enhanced features and functionality for our users.

- ▶ Streamlined navigation
- ▶ Current and relevant information
- ▶ Frequently-accessed content on every page
- ▶ Online forms and applications for increased customer convenience
- ▶ Mobile phone-friendly
- ▶ And of great importance and benefit to our customers is the communication of power outages or other emergency situations.

A scrolling banner at the top of the home page will communicate an issue has been reported and is being worked on. Communicating via the website will eliminate overloaded phone lines due to high call volume in those rare instances when a large number of customers are affected.

At SPU we continually strive to improve our communications, increasing clarity and value to our customers. Checkout the new website (and new URL) at: shakopeeutilities.com

**MMPA was responsible for the new logo on the wind turbine, applying it when the nacelle was on the ground for maintenance painting. No cost was incurred by SPU.*

SPU Charges Favorable for Customers

In a comparison of residential electric costs based on 2019 average usage data, SPU customers pay less for their electric service.

SPU annual residential charges are:

▼ **10.3%**
Lower than Xcel

▼ **5.4%**
Lower than MVEC

SPU Financials

- ▶ SPU financials are public information
- ▶ Spring – third party audit of previous year is approved by Commission
- ▶ Fall – upcoming year's budget and capital projects approved by Commission
- ▶ Financials included in Commission Meeting packets monthly

SPU Statement of Net Position – Proprietary Funds Year Ended December 31, 2019

	Electric		Water		Total	
	2019	2018	2019	2018	2019	2018
Assets						
Current assets						
Cash and investments	\$ 39,752,560	\$ 9,210,673	\$ 48,963,233	\$ 40,677,941		
Accrued interest receivable	65,627	135,959	201,586	69,946		
Customer accounts receivable	3,737,683	305,522	4,043,205	4,330,847		
Allowance for uncollectible accounts	(40,833)	(9,799)	(50,632)	(34,071)		
Other accounts receivable	104,019	86,826	190,845	1,089,716		
Due from City of Shakopee	95,008	116,849	211,857	146,249		
Inventory	1,376,162	31,439	1,407,601	1,242,948		
Prepaid expenses	46,371	15,458	61,829	67,199		
Total current assets	45,136,597	9,892,927	55,029,524	47,590,775		
Noncurrent assets						
Restricted assets						
Customer deposits accounts	2,268,122	95,945	2,364,067	2,462,355		
Connection account	-	14,781,889	14,781,889	13,085,883		
Water reconstruction account	-	488,866	488,866	844,901		
Capital assets						
Plant in service	74,092,704	72,601,777	146,694,481	137,645,192		
Accumulated depreciation	(28,325,053)	(21,192,768)	(49,517,821)	(46,019,480)		
Construction in progress	929,127	1,004,487	1,933,614	1,392,864		
Other assets						
Emergency repairs account	100,000	-	100,000	100,000		
Total noncurrent assets	49,064,900	67,780,196	116,845,096	109,511,715		
Total assets	94,201,497	77,673,123	171,874,620	157,102,490		
Deferred Outflows of Resources						
Deferred outflows of resources related to pensions	242,380	80,794	323,174	705,371		
Total assets and deferred outflows of resources	\$ 94,443,877	\$ 77,753,917	\$ 172,197,794	\$ 157,807,861		
Liabilities						
Current liabilities						
Accounts payable	\$ 3,024,062	\$ 1,114,597	\$ 4,138,659	\$ 3,512,373		
Due to City of Shakopee	398,424	180,442	578,866	1,047,763		
Other current liabilities	331,261	206,608	537,869	428,893		
Total current liabilities	3,753,747	1,501,647	5,255,394	4,989,029		
Liabilities payable from restricted assets						
Customer deposits	2,268,122	95,945	2,364,067	2,462,355		
Noncurrent liabilities						
Unearned revenues	5,210	-	5,210	3,447		
Customer advances	686,831	44,124	730,955	850,355		
Net pension liability	2,649,666	883,222	3,532,888	3,578,196		
Total noncurrent liabilities	3,341,707	927,346	4,269,053	4,431,998		
Total liabilities	9,363,576	2,524,938	11,888,514	11,883,382		
Deferred Inflows of Resources						
Deferred inflows of resources related to pensions	504,508	168,170	672,678	885,539		
Net Position						
Net investment in capital assets	46,696,778	52,413,496	99,110,274	93,018,576		
Restricted for connections and reconstruction	-	15,270,755	15,270,755	13,930,784		
Unrestricted	37,879,015	7,376,558	45,255,573	38,089,580		
Total net position	84,575,793	75,060,809	159,636,602	145,038,940		
Total liabilities, deferred inflows of resources, and net position	\$ 94,443,877	\$ 77,753,917	\$ 172,197,794	\$ 157,807,861		

SPU Financials Continued

SPU Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds Year Ended December 31, 2019

	Electric		Water		Total	
	2019	2018	2019	2018	2019	2018
Operating revenues	\$ 49,650,814	\$ 4,861,369	\$ 54,512,183	\$ 56,001,616		
Operating expenses	42,731,920	4,576,290	47,308,210	48,196,000		
Operating income	6,918,894	285,079	7,203,973	7,805,616		
Nonoperating revenues (expenses)						
Rentals and miscellaneous	259,598	268,265	527,863	615,655		
Interdepartmental rent from water	90,000	-	90,000	90,000		
Investment income	980,761	527,643	1,508,404	668,883		
Interest expense	(64,280)	(2,295)	(66,575)	(66,598)		
Amortization of bond discount and loss on refunding	-	-	-	(216,694)		
Gain (loss) on disposition of property	138,545	(62,391)	76,154	65,137		
Total nonoperating revenues (expenses)	1,404,624	731,222	2,135,846	1,156,383		
Income before contributions and transfer	8,323,518	1,016,301	9,339,819	8,961,999		
Capital contributions	759,222	6,922,746	7,681,968	6,598,879		
Municipal contributions	(1,424,805)	(999,320)	(2,424,125)	(2,601,036)		
Change in net position	7,657,935	6,939,727	14,597,662	12,959,842		
Net position						
Beginning of year	76,917,858	68,121,082	145,038,940	132,079,098		
End of year	\$ 84,575,793	\$ 75,060,809	\$ 159,636,602	\$ 145,038,940		

Why SPU is a Separate Entity From the City

The following core operating principles are taken from the SPUC April 1, 1951 – March 31, 1952 First Annual Report.

1. To remove the operation of these departments, as far as practical, from political influence – thus increasing efficiency.
2. To operate these departments on a strictly business basis by appointing qualified supervisory employees and holding them strictly accountable for proper and efficient operation.
3. To furnish the best service with the lowest rates consistent with such service.
4. In line with the aim to operate on a strictly business basis, the commission believes that the utilities should, in lieu of taxes, make a contribution to the operation of the city government. ”

These founding principles hold true today.

For nearly 70 years SPU and the City of Shakopee have partnered to provide this community with reliable and quality service, competitive rates and the fair and equitable treatment of all customers.



255 Sarazin Street • PO Box 470
Shakopee, MN 55379
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