MCLEOD COOPERATIVE POWER

OCTOBER 2020



2020 MARKS COOPERATIVE'S 85TH ANNIVERSARY

counties.

life without electricity.

for the future are endless.

Eighty-five years ago, our rural ancestors were living in the dark—forced to rely on iceboxes to cool food, kerosene lamps for lighting, wood stoves for cooking, and fetching water from wells. The reason: the investor-owned utilities had decided there was no profit to be made extending power lines into the countryside to hook up farms and small towns. No one else was up to the challenge, but McLeod Cooperative Power's founding members came together to take it on, tackling the feat of bringing power and hope to rural Minnesota by forming an electric cooperative.

McLeod Co-op was chartered as a corporation by the state of Minnesota on October 3, 1935, and work quickly began building the first power lines. May 29, 1937, marked the culmination of years of planning and organization when the first power lines were energized. McLeod County farmers and rural residents could turn on and use their electric lights and power for the very first

At first, it was enough just to have electricity, to experience the joy of reading in the glow of an electric light bulb and to lift the heavy burden of labor in the house and in the barn. But it did not take long for electricity to transform life in rural America and for safe, reliable electricity to become expected.

Drive-Up Donut Member Event

today.

Eighty-five years and countless hours of hard

work later, McLeod Co-op is a modern, dynamic

electric cooperative dedicated to providing safe,

reliable, efficient electricity to its members. The

Today we plug in our cell phones, televisions,

Beyond daily uses, the industry has grown

Electricity energizes our lives and keeps us

tremendously through load management

programs, renewable energy, efficiency

Co-op now serves over 6,000 homes, farms, and businesses in parts of four central Minnesota

gaming systems, and modern appliances without

even thinking. Most people cannot even imagine

standards, and electric vehicles. The possibilities

connected, today more than ever before. Through

innovation, new technology, and dedication to

our members, we're doing everything we can to keep electricity reliable and affordable for

you. McLeod Co-op remains committed to the

member-owners and communities we serve.

In every decision we make, we consider our

responsibility to you, our members, first and

foremost. We were formed by visionaries to serve

you and that remains our most important goal

04

McLeod Co-op **Historical Timeline**

02

Stored Water Heating and Storage Heat Control Period Changes This Winter

For the winter season, the electric thermal storage schedules for water heating and space heating are controlled from 6:00 a.m. to 10:00 p.m. from October 1, 2020, through April 30, 2021.

Is Your Dual Fuel System Winter Ready?

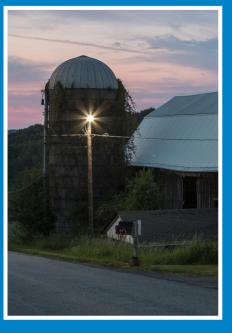
If you have a Dual Fuel Heating system, now is the time to be sure your back-up heating system is prepared and that you have adequate fuel supply.

LED YARD LIGHTS

Did you know that LED yard lights are available through **McLeod Cooperative Power?**

Your co-op provides LED yard lighting to protect your home and property. Enjoy the peace-of-mind and better visibility that a yard light can provide for your farm or business.

LED yard lights are long-lasting, low maintenance, and a highly efficient replacement for existing 100/150/175W high-pressure sodium, metal halide, or mercury vapor security lights.



These LED lighting fixtures utilize an all-aluminum housing allowing for maximum heat transfer, a rugged construction, and are a 3-wire UL listed type fixture.

MONTHLY RENTAL OPTION:

- \$6.60 per month
- Installed at no charge by the co-op on a meter pole or transformer pole
- Includes electricity used by the light (50 watt)

PURCHASE OPTION:

- 120V, 50 watt, 5700K
- \$175.00 plus sales tax
- Must be picked up and paid for at the co-op office
- Qualify for a \$60 high-efficiency rebate

Please note yard lights cannot be flush-mounted on a building without modification and must be suspended by a 1.25" to 2.5" diameter mounting arm.)



A GLIMPSE AT 85 YEARS OF SERVICE

1930s

- August 19, 1935: 1st meeting to discuss rural electrification
- October 3, 1935: McLeod Cooperative Power is Incorporated and Bylaws are created
- October 8, 1936: 1st cedar pole was set by E.S. Gaynor Construction



- May 29, 1937: 1st line was energized
- August 28, 1938: 1st member appreciation picnic was held to celebrate progress
- 1939: R.A. Fischer was hired as the 1st full time General Manager

1940s

- November 1940: "Our Line" newsletter was launched to keep members informed
- 1941: 2,600 members energized as WWII slows construction due to scarce materials
- January 1942: Output frequents 10,000+ kWh per day
- 1945: 1st requests to reduce peak demand were made during milking hours as consumption approached supply creating power shortages



• 1946: 1st two-way radios were used to talk to trucks in the field

1950s

- March 1950: Co-op moves to new building on Ford Ave.
- 1950: 1st water heater control program is introduced
- 1951: Revenues reach the 1/2 million milestone and the co-op continues to grow
- 1957: The Capital Credits program is introduced

1960s

• 1961: Automatic yard lights began to be installed

1970s

• July 1977: The automated billing system was installed and bills were mailed to member for the 1st time

1980s

- Co-op starts visiting schools with an electric safety message
- 1986: Redistricting took place to ensure member voting equality



1990s

- The co-op faced difficult times due to erosion of service territory by municipal annexations
- 1992: Cooperative Response Center is formed by 19 co-ops include McLeod to meet after-hours dispatch needs
- 1994: The co-op begins providing satellite TV services
- 1995: Employees reach 1.6 milion safe working hours and set best in the nation safety record
- 1997: Renewable wind energy is made available to members at a premium rate for the 1st time



2000s

- 2001: Refreshed logo launches
- 2004: Operation Round Up launches to create a member giving program to support the community
- 2004-2006: The automated meter reading system is installed eliminating the need for members to read their own meters
- 2005: Wild Blue high speed internet is added to the co-op's service offerings
- 2004-2008: Load management programs and new housing kept the co-op busy and growing

2010s

- Co-op sells DirectTV, Wild Blue/ Excede and MSM Phone Pendant Service franchises
- April 2017: Redistricting took place to ensure member voting equality
- September 2017: Crews travel to Florida to provide help following a hurricane

2020

- July 2020: Articles of Incorporation and Bylaws are updated and approved by members
- The co-op constructs and moves into a new headquarters uniting the co-op under one roof to create operational efficiences



SEPTEMBER 2020 BOARD MEETING HIGHLIGHTS

The regular meeting of the Board of Directors of McLeod Cooperative Power Association was held on September 22, 2020, at MCPA headquarters. All nine board members, the attorney, CEO Ron Meier, and department managers were present.

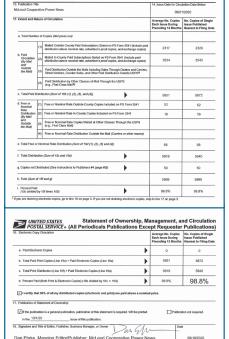
Highlights of the meeting included:

- Debbie Ebert, Operations Specialist/Safety Coordinator reviewed the outage report for the month of August 2020 which included a total of 95 outages, affecting 2,008 members. Most outages were caused by wind and lightning from storms.
- there have not been any offers on the old building to date. The price has been reduced which will bring our property to the top of various realtor lists.
- Shannon Jerabek, Energy Management Specialist provided information on various electric vehicle charging stations. ZEF Energy offers a simple dual-head – level II charging unit. Grant incentives may be available to help defray the cost. After a lengthy discussion, the cooperative is still considering whether to install one at the new facility.
- A motion carried to approve a minor change to Policy 4-24 Capital Credits that adjusts when a check will be issued from \$5.00 to \$10.00.
- A motion was carried to approve Resolution 2020-09-01 General Retirement of Capital Credits. This year, just over \$300,000 will be retired.
- The Board discussed the idea of changing the Operation Round Up Program from an opt-in to an opt-out program. A motion was carried to convert the program to an optout program effective January 1, 2021

STATEMENT OF OWNERSHIP



United States Postal Service Requirement for Second Class Publications



The Power to Protect Your Favorite Chill Spot



MN COLD WEATHER **RULE REMINDER**

The Minnesota Cold Weather Rule, under statute 216B.097, protects residential utility customers during the cold winter months. Under this rule, McLeod Cooperative Power will not disconnect your electricity from October 15 through April 15 if you meet the Cold Weather Rule requirements.



In order to qualify for winter shut-off protection, you must meet all of the following conditions:

- Your total household, not individual, income is less than 50% of the state median income
- You contact the Co-op, set up a payment arrangement, and are reasonably current with scheduled payments.

It's important to understand that the Cold Weather Rule still allows electricity to be shut off for non-payment. You will only be protected if electricity provides your primary source of heat and you meet the conditions above.

Before disconnecting service to a residential member during the cold weather months, McLeod Co-op will provide a disconnect notice, statement of member rights and responsibilities, a list of local energy assistance providers, and available payment plans or options to the affected member. Inability to pay forms are available upon request.

At McLeod Cooperative Power our members are important. We would rather work with you to set up a plan to pay your bill than disconnect your service. If you are worried about paying your electric bill this winter, reach out to us at (800) 494-6272 before the due date of your bill. Winter will be here soon. Let's work together to keep everyone safe and warm.

OCTOBER IS NATIONAL CO-OP MONTH



October is National Co-op Month, and electric cooperatives across the country are highlighting the many ways we "Power On."

As an electric cooperative, our top priority is always to provide reliable, affordable energy to you, the members we serve. Because we are a co-op, our mission is to enrich the lives of our members and serve the long-term interests of our local community—and this mission has never been more critical than in recent months.

Who would have fathomed in March, that the COVID-19 virus would amount to a test of our community and our nation? Over the past several months in changing circumstances due to the pandemic, we've all been challenged to operate differently.

As an essential service, and to ensure the reliability of your power supply, we modified our operations to safeguard business continuity. We adjusted our walkin office availability and in-person service to ensure the health and safety of our employees and valued members. For those impacted by COVID-19 and needed help with their electric bills, we waived late fees, suspended disconnects, and worked with those hardest hit to make special payment arrangements. We worked our hardest to help you "power on" and show you how much we care about this community.

One of the seven principles that guide all co-ops is "concern for the community." This principle is the essential DNA of McLeod Cooperative Power, and it sets us apart from other electric utilities and uniquely positions us to respond to you and changes in the energy industry.

- We are locally-led by members you choose to look out for your longterm needs. We work for you, not for shareholders in faraway places.
- We don't just serve the community; we're part of the community. We are a catalyst for good, facilitating scholarships for education, providing donations to local organizations, assisting with economic development.
- The people who work here also live in the local community. When you call us, you're most likely talking to someone who calls our area home.
- We work together with cooperatives across the country to develop new technology and infrastructure, learn from each other, and keep the grid secure.

In 1935, McLeod Co-op was built by the community to serve the community, and that's what we'll continue to do - Power Οn

PEOPLE BEHIND YOUR POWER

GRANT MILLER LINE FOREMAN

After more than 39 years of service, Grant Miller's last day with McLeod Co-op Power was September 8. Wow, talk about a milestone! Grant started his career as an Apprentice Lineman and was promoted to Line Foreman in December 2002. Grant will be greatly missed, but we couldn't be more proud of his service and dedication to our Co-op. We wish him nothing but happiness and relaxation in the years ahead.

Please join us in congratulating Grant on his well-deserved retirement!





ENERGY EFFICIENCY

The average household owns 24 electronic products, which account for roughly 12% of home energy use. When shopping for electronics, consider purchasing ENERGY STAR®-certified products, which can be 70% more efficient than conventional models.

DONUT KNOW WHAT WE'D DO WITHOUT YOU

We're celebrating our 85th Anniversary with Donuts!

Every year, we want to say thank you and express our appreciation for your patronage throughout the year. Drive-up to receive complimentary donuts as we celebrate by thanking you for your continued support.



CELEBRATE 85 YEARS WITH US AT OUR

DONUT **DRIVE-UP**

MEMBER APPRECIATION EVENT

OCTOBER 20 7:00 AM - 8:30 AM

MCLEOD CO-OP HEADQUARTERS

3515 11[™] STREET EAST, GLENCOE

As members of the cooperative, you are more than just customers, you are the owners.

You are the owners of all the poles and power lines, the bucket trucks, and the facilities. This is your cooperative!

We can't do it without you, and for that, we're thankful for your membership.

We enjoy the opportunity to meet the members who support us and play a role in directing our future. In light of COVID-19, we have to make a few changes to our typical events, and we'll be hosting a drive-up donut event.

Join us from 7:00 a.m. - 8:30 a.m. on Tuesday, October 20 at the McLeod Cooperative Power Headquarters (3515 11th Street East,

First-come, first-served while supplies last. Feeling sick? Please be courteous and stay home.

NOMINATIONS OPEN: TOUCHSTONE ENERGY COMMUNITY AWARD



Each year, McLeod Cooperative Power celebrates volunteerism and community service with the Touchstone Energy® Community Award.

One winning organization receives a \$500 cash prize and competes with winners from other electric cooperatives for statewide recognition and an additional \$1,000 cash prize. We are now seeking nominations! Any civic organization or nonprofit in a county within our service territory is eligible to compete for the award, which recognizes outstanding contributions to the local community.

Applications for the award are now being accepted and are available at www.mcleodcoop.com/ touchstone-energy-community-award. The application will require a description of the project, program, or event, as well as the positive impact it brings to the community and must be received by October 31.

As a Touchstone Energy Cooperative, McLeod Co-op is a partner in a national alliance of more than 750 local, consumer-owned electric cooperatives dedicated to the values of integrity, accountability, innovation, and commitment to the



WWW.MCLEODCOOP.COM

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OFFICE PHONE (320) 864-3148 (800) 494-6272

24-HOUR OUTAGE PHONE (800) 927-5685

www.mcleodcoop.com

EMAIL ADDRESS

mcpainfo@mcleodcoop.com

CHIEF EXECUTIVE OFFICER

Ronald Meier

EDITOR Dan Ehrke and Fuller Creative

BOARD OF DIRECTORS

District 1: Oria Brinkmeier (320) 485-2554

Joe Griebie, Vice President (320) 779-1101

District 3:

David Resch, Asst. Secretary-Treasurer (952) 449-1793

District 4: Doug Kirtz, President (320) 583-7673

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(507) 964-5815

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