The monthly happenings for the members of Runestone Electric Association







REA OPERATION CENTER (MAP BELOW)

NEWSLINE

August 2022

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Join Us for the Return Of the **Pancake Feed!**

We want to thank you, our members, with the return of the PANCAKE FEED! The pandemic caused REA to cancel the Annual Pancake Feed in 2020 and 2021, but this year it's back! Join us on August 20th from 7 AM to 12:30 PM at the REA Operation Center for a pancake breakfast. We will be serving pancakes and sausages from Chris Cakes, butter from Millerville Creamery, and milk from Stoney Creek Dairy! This event will be fully compostable with the help of Pope Douglas Solid Waste.

Learn about electrical safety and explore the bucket truck and linemen equipment on display. Check out the all-electric Ford F150 Lightning and visit with Heartland Security. Remember to enter your kids in a drawing for a toy bucket truck! **There will be fun for all ages!**







Mark your calendar for the 4th annual Breakfast on the Farm, at Rolling Forks Vineyards! Join the fun on September 5, 2022 for a FREE egg bake and steak breakfast, along with vineyard tours, kid's activities, and demonstrations! Food will be served from 8 – 11 am (or until the food runs out), and activities will last until noon!

Located just south of Glenwood and served by REA, Rolling Forks Vineyards is a family-owned vineyard with picturesque views of Lake Minnewaska. Come and learn about this agribusiness and hear their story!



A Note from your CEO May/June storm damages over \$800,000

Knock on wood! After being hit hard with three major storms over a roughly six-week period, things have calmed down. We've made repairs to known issues but continue to discover damage in some of the more remote parts of our system. you are aware of an unsafe

Please let us know if you are aware of an unsafe condition so we can check it out.

Costs for the three storms totaled around \$815,000. When establishing our yearly budget, we have some cushion and flexibility to absorb damage to our distribution system from a storm, but not three big storms! Throughout our system, we had to replace poles, wires and transformers that could have been used for another twenty or more years. We also incurred unexpected overtime and labor expenses for crews called in to help restore power as quickly and safely as possible.

Since the storms earlier this summer, I've had several questions from members regarding insurance coverage. I've also been asked how supply chain issues are affecting our inventory levels here at REA.

REA does not have insurance to cover storm damage to our poles and wires. While we carry various general liability, general property, worker's compensation, and others, obtaining a policy for a storm isn't realistically possible. However, if an event is declared a federal disaster, REA and other rural electric cooperatives can submit an application to the Federal Emergency Management Administration (FEMA) to be considered for reimbursement. The May 12th storm has received a major disaster declaration, with the Memorial Day storm under review. REA staff will work with FEMA to see what, if any, expenses are eligible for reimbursement. The June 20th storm did not meet the threshold needed to be considered a federal disaster.

Regarding inventory, the three storms could not have happened at a more challenging time. Almost daily discussions focus on available inventory as we are more than halfway through our construction season. To shed some light on the subject, we asked questions of our Purchasing Agent, Derick Swenson:

How would you describe REA's challenges with supply chain issues?

REA's two main challenges are increased costs and extended lead times. REA has had to absorb significant price increases on items essential to providing our members with power and maintaining our system. Lead times have increased across the board on most items, some worse than others. Prior to 2021, we relied on just-in-time manufacturing and vendor stock for material availability; this is no longer the case. We have had to adjust our purchasing and inventory management process to off-set the extended lead times, some of which are over 56 weeks.

Was inventory on-hand for 2022 construction projects used for storm damage repair?

Yes. In one specific instance, we had 3.5 miles of three-phase overhead line go down by Elbow Lake. We strategically chose to replace that line with underground cable we had on hand for a different project later this year. Unfortunately, the cable used for the storm damage is unavailable, causing us to adjust our work plan and push the original project into 2023.

Has it been a challenge to replenish our inventory? Will it affect projects planned for 2022?

Each year, REA plans to have enough inventory onhand to cover our adjusted work plan, plus reasonable storm and maintenance stock. Having three major storms hit our system over a short time frame has depleted much of our inventory. We have worked diligently with several vendors and manufacturers to replenish most of our stock. Specialty items, along with transformers, regulators, wire, and sockets, remain the biggest struggle for REA and the industry as a whole. Given the extent of the storm damage in such a concentrated time frame, we have had to adjust our work plan accordingly, primarily due to the fact we cannot get specific materials replenished in a timely manner.

You are probably wondering how we plan to pay for the +\$800,000 in additional expenses due to the storms. We are hopeful FEMA funding will help cover some of the expenses, but we know the margin and equity of the co-op will be negatively impacted. We will learn more in the coming months the effect this will have on our rates for the coming year.

REA Board of Director Meeting Highlights - June 2022

» Reviewed the Financial Report for May 2022. Significant storms impacted financials for May and will also affect June. Energy sales were under budget, but we gained on the gross margin, with our coincident peak demand (billed on our power bill) close to half of what we budgeted. The GRE coincident peak was during the May 30th storm while transmission outages had de-energized REA substations. Our YTD margin is close to budget. We have an increase in the gross margin and an increase in operating expenses, particularly related to storm recovery.

- » CEO Haman reviewed the Rural Electric Safety Achievement Program observation summary highlighting areas where REA excelled and where improvement is needed.
- » Reviewed the Midwest Farm Energy Conference held in June.
- » The August Board meeting will be Tuesday, August 30 at 9 a.m.

Unclaimed Capital Credit Checks

Names are listed alphabetical by LAST name. If you know the current address to anyone listed below please call 800-473-1722 or email rea@runestoneelectric.com. A complete list is also available at www.RunestoneElectric.com.

30321 Aaberg, Paul M Starbuck, MN 15919 Aden. Duane D Marshall, MN 15278 Ahlbrecht. Elmer L Apache Junction. AZ 11533 Albani, Kathleen Maple Grove, MN 30390 Alm, Michael T Farwell, MN 31004 Amodt, Carl G St George, UT 29352 Anderson. Bruce D Ramsev. MN 18142 Anderson, Hazel J Dalton, MN 30400 Ault, Thomas W Pleasant Prairie, WI 30259 Barron, Richard M Rogers, MN 3373, Bechtol, James Osakis, MN 30503 Berntson. Theresa De Graff. MN 30648 Berthiaume, William Hewitt, MN 30636 Blatti, Robert O Alexandria, MN 30758 Bloom. Michael A Miltona. MN 30919 Boelsen, Jason Nelson, MN 30489 Bohn, Corey A Glenwood, MN 30345 Bohn, Donald L Vermillion, SD 28960 Bossart, Stacy J Fargo, ND 29123 Bous, Jarrett Alexandria, MN 30956 Braaten, Ann Alexandria, MN 30482 Brentwood Co Llc Saint Paul, MN 30608 Brown, Lisa M Alexandria, MN 28219 Bruder, Ivan Motley, MN 12188 Bruflodt, Marlain Waverly, IA 30762 Bruno, Joseph A Alexandria, MN 31454 Bunyan, Cellular Dba Duluth, MN 27958 Bursken, Roselyn M Kensington, MN 30900 Campbell, Allen D Evansville, MN 23714 Carlson. Leticia Saint Paul. MN 14994 Carlson, Robert V Duluth, MN 15695 Ceynar, Jane Villard, MN 29879 Chadwick, Lawrence Jii Neenah, WI 27988 Chevez, Daniel Lakeport, CA 30633 Christensen, Scott Miltona, MN 31044 Cimbura, Craig Wahpeton, ND 41812 Cochran, Dawn C Garfield, MN 28141 Colburn, Mark L Saint Paul, MN 30584 Cole, Michael Parkers Prairie, MN 24011 Cook, William Gjr Wayzata, MN 29981 Cooper, Robert E Carlos, MN 28814 Crankshaw, C Charles Muskegon, MI 30950 Crow, Delbert Hoffman, MN 29980 Culp, Dennis P Wyoming, MN 29799 Dahm. Howard R Osakis. MN 30450 Dauner, Duane Carlos, MN 30846 Deboer, Lyndon R Sioux Falls, SD 30527 Deyo, Wayne L Platte City, MO 30595 Diedrich, Helen M Miltona, MN 29334 Dykema, David Osakis, MN 30662 Eggen, A E Alexandria, MN 28138 Elton, Kevin L Preston, MN 30997 Emter, Ronald J Priest River, ID 17878 Enderle, Evelyn C Parkers Prairie, MN 30753 Engfer, James P Le Sueur, MN 28898 Erdahl, Bertina L Hopkins, MN 28250 Erickson, David L Alexandria, MN 30804 Erlandson, Randy Cyrus, MN 28930 Falk, Patrick R Bemidji, MN 30931 Flicker, Michael J Morris, MN 30650 Flynn, Ronald J Osakis, MN 30642 Freitag, Steve Little Falls, MN 28547 Gammon, Natalie P Fredericktown, MO 30764 Gardner, Tracy Monument, CO 2495 Goodwin, Francis Hoffman, MN 29234 Goraczkowski, Roy J Elkhorn, NE 27879 Grace Brague LVG Trust Toledo, OH 30531 Grasshoff, David Morris, MN 30600 Graves, Ronald D Stillwater, MN 55364 Guenther, Mark W Alpha, MN 6610 Hagen, Harold J Glenwood, MN

23873 Hanson. Charles L Parker. AZ 30859 Harrington, David S Herman, MN 30974 Hauter, Roy A Barrett, MN 55463 Herald, Rick Farwell, MN 30735 Hines, James C Carlos, MN 9255 Hirdler, Gerold Rosemount, MN 30300 Holle, John G Edina, MN 30495 Hormann, Terry Hoffman, MN 24071 Hustad, Grant Ljr Fort Lauderdale, FL 15746 Jacobson, Clarence N Glenwood, MN 30936 Jahraus, Shawn Brandon, MN 22627 Jalbert, Richard F Rockaway Beach, OR Jarnot, Steve Brooklyn Center, MN 8192 21370 Jeffries, Elmer H Rice, MN 30475 Jennings, Paul La Crosse, FL 8793 Jergenson, Lloyd Alexandria, MN 26813 Johannessen, Jerome L Benson, MN 30498 Johansen, Dale C Alexandria, MN 30445 Johnson, Michael S New London, MN 29845 Juhlin, Ray Appleton, WI 11748 Karlsgodt, E A Alexandria, MN 28751 Kettering, Cindy Glencoe, MN 30736 Kipfer, Clark M Milford, IA 23028 Kittelson, Irene Nelson, MN 30901 Klatte, Mark Emmons, MN 30227 Kleinschmidt, Joseph S Sauk Centre, MN 30476 Knackendoffel, Jannette Fergus Falls, MN 30731 Knapp, Douglas L Brandon, MN 30151 Knoll, Thomas Woodbury, MN 28615 Kobow, Howard L Pella, IA 34441 Koons, Valerie Hoffman, MN 30075 Kotval, Mary Little Falls, MN 30414 Langenfeld, Gordon P Alexandria, MN 30838 Larsen, David D Billings, MT 30869 Larson, Barry S Alexandria, MN 12264 Larson, Harold J Barrett, MN 25011 Larson, Lowell D Mesa, AZ 1649 Larson, Philip Merrifield, MN 30368 Lawson, Jason D Sartell, MN 30946 Lee, Nathan R Fergus Falls, MN 30540 Liebl, Brad Herman, MN 30523 Lockwood, William W Maryville, MO 29376 Lucius, Joanne G Alexandria, MN 30665 Maahs, Daryl W Fergus Falls, MN 23923 Maciej, Sharon Leesburg, FL 30454 Madison, Properties Inc Brainerd, MN 30628 Malchow, Deborah R Little Falls, MN 26634 Manthei, Brian G Starbuck, MN 29743 Marcyes, Shari Eagle Bend, MN 17732 Marth, Verlyn G Herman, MN 31021 Martin, Robert L East Lyme, CT 30918 Mccoy, Audrey Glenwood, MN 30254 Mcleod, Thomas J Saint Paul, MN 30563 Mcsorley, Stacie A Elbow Lake, MN 30553 Melaas, Donald Fergus Falls, MN 30410 Meyer, Cole E Wadena, MN 20242 Meyer, Leroy J Morris, MN 30166 Mohn, David K New Hope, MN 30969 Mouchet, Kay Wyoming, MN 30920 Murschel, Jerald W Minneapolis, MN 10780 Myrin, Carl Alexandria, MN 22711 Northington, Ronald D Alexandria, MN 30539 Odden. Richard Alexandria. MN 56736 Olander, Linda Miltona, MN 30541 Olander, Mark F Miltona, MN 30597 Olson, Brent Brandon, MN 30460 Olson, Daniel P Minnetonka, MN 30415 Olson, Dustin A Alexandria, MN 30656 Olson, James D Menahga, MN 30738 Opsal, Michael R Glenwood, MN 30474 Overstad, Linda Alexandria, MN

30769 Parker, Lyle Buffalo, MN 30186 Patton, Alan W Alexandria, MN 34373 Paul, Teresa Osakis, MN 30281 Pederson, Robert B Alexandria, MN 27692 Pederson, Russell L Alexandria, MN 30772 Phipps, Keith Stevensville, MT 30274 Pickett. Jonathan Saint Louis Park. MN 29855 Power, James L Farwell, MN 55414 Progressive Contractors Osseo, MN 28904 Radloff, Julia E Marinette, WI 30462 Roering, Douglas S Alexandria, MN 28627 Roering, Mark E Osakis, MN 30407 Roth, Amy Miltona, MN 30713 Rude, Calmer Jr Tulsa, OK 30352 Runge, Neil S Osakis, MN 30825 Rutten, Ronald C Alexandria, MN 23886 Sankey, Jack Starbuck, MN 29044 Schanbachler, Bradley Spring Hill, FL 30806 Schlagel, Charles A Breckenridge, MN 30943 Schmidt, Melanie Parkers Prairie, MN 55238 Schoep, Colton J Fargo, ND 10501 Schoephoerster, Roger Hoffman, MN 30826 Schroeder, Chad A Alexandria, MN 30308 Schulz, Fred J Anoka, MN 20553 Schuneman, Tvrdik Irene Alexandria, MN 30606 Scorza, Joan M Wayzata, MN 29451 Slack, Jeanne Brooklyn Center, MN 30398 Smith, David Long Prairie, MN 16686 Soderholm, Mark Alexandria, MN 6515 Soderholm. Rollin J Alexandria. MN 28345 Stage, Bradley D Cedar Rapids, IA 29693 Sturn, Brian J Glenwood, MN 29045 Sundgaard, David O Carlos, MN 30517 Tabatt, Matthew A Parkers Prairie, MN 30935 Theusch, Randy Miltona, MN 30107 Thompson, Thomas L Alexandria, MN 26149 Troy, Michael J Beacon, NY 30782 Verhelst, Carmin M Alexandria, MN 30717 Walker, Kim Evansville, MN 28545 Ward. Stuart D Saint Paul. MN 30054 Washkuhn, John D Rice Lake, WI 30363 Watson, Steven T Waite Park, MN 30811 Watts, John Salt Lake City, UT 30194 Weber, Alvin F Saint Paul, MN 30354 Weseman. Michael G Raleigh, NC 30510 Westberg, Russell C Daytona Beach, FL 30555 Whitten, John P Alexandria, MN 30260 Winslow, Mark A Miami, AZ 30433 Wystrach, Alexandra Alexandria, MN 29999 Yost, Douglas R Storm Lake, IA

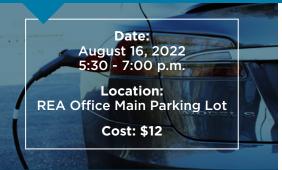
Is Your Contact Information **Current?**

Please keep your phone number(s) updated so we can contact you when we have a planned outage, payment reminders, capital credits or other co-op business. We recommend adding our number:

320-762-1121 to your contacts so you'll know it's REA and not a telemarketer.

Update your phone number by calling the office at 320-762-1121 or send us an email at rea@runestoneelectric.com.

Electric Vehicles 101 Alexandria Community Education Class in August



Class size is limited, so register today!

Register by visiting the Alexandria Community Education website at www.alexschools.org.

Learn more about **Electric Vehicles!**

Seeing more Electric Vehicles (EVs) on the road and in the news? You will learn how to separate fact from myth when it comes to owning an EV. Learn about what current and future EV's are available and how to calculate ownership and fuel saving compared to your current vehicle. Common questions like, public charging, cold weather driving, maintenance, and battery technology will be covered in the class. Come and see some of the current EVs in person!



What is an EV?

An EV is short for Electric Vehicle. When we talk about EVs we are talking about plug-in battery storage electric vehicles.

EVs are becoming more popular everyday due to innovative technology, lower sticker prices and longer driving range. Learn more about EVs using the websites below:

Visit REA's Electric Vehicle page at: www.runestoneelectric.com/energy-wiseprograms/electric-vehicles/

Visit Energy Wise MN's Electric Vehicle page at: www.energywisemn.com/electric-vehicles

EV Rates

Controlled: Electric Vehicle Charging Rate*: 4.69¢/kWh Uncontrolled: General Service Rate

EV Rebates

\$250 Rebate for qualifying uncontrolled EV chargers\$500 Rebate for qualifying controlled EV chargers

*Available to members with a plug-in electric vehicle. An 8-hour charge between the hours of 10:00 p.m. and 6:00 a.m. is available for controlled chargers.



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In Case of a Power Outage

- Please call 800-473-1722 for 24-hour service.
 Please report any tree branches in lines, twisted wires, broken poles and if your neighbors are also out of power.
- » Be sure to have a corded phone or a charged cell phone in the house, because cordless phones won't work when the power is out.
- » Program the number above into your cell phone for easy access.
- » Never assume we know you are without power. Always call to report an outage.

REA will use reasonable diligence to furnish adequate and dependable electric service, but it cannot and does not guaranty continuous and uninterrupted service.

This institution is an equal opportunity provider and employer

Sign up to get text messages from REA on control days! Simply text #loadcontrol to 22300. Msg and data rates apply.



Call 811 or visit gopherstateonecall.org before you dig

Know what's below, Call before you dig!

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