

Otter Tail Corporation d/b/a OTTER TAIL POWER COMPANY
Statement of Income

Statement B
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Line No.	(A) Description	(B) FERC Acct #	(C) 12 Months Ended December 31, 2007
1	Electric Sales	440-449.1	\$ 297,239,012
2	Other Revenue	457.2	12,664,762
3	Sub-Total		<u>309,903,774</u>
4	Fuel	501 & 547	61,244,668
5	Purchased Power	555	74,694,689
6	Production Expense (Excludes Fuel)	500, 502-514, 535-546, 548-557	24,401,790
7	Transmission Expense	560-573	9,001,820
8	Regional Market Expense	575.1 - 576.5	1,491,172
9	Distribution Expense	580 - 598	14,686,349
10	Customer Accounting Expense	901 - 905	10,507,260
11	Customer Service/Sales Expense	907-916	6,662,938
12	Administrative & General Expense	920-935	32,629,726
13	Total O&M		<u>235,320,412</u>
14	Depreciation, Amortization, & Accretion	403-407, 411.10	24,937,630
15	Regulatory Debits & Credits	407.3-407.4	(101,239)
16	(Gains) and Losses from Disposition of Allowances	411.7-411.8	(129,650)
17	Taxes Other than Income	408.1, 408.2	9,413,458
18	Sub-Total		<u>34,120,199</u>
19	Net Operating Income		40,463,163
20	Non-Operating Income (& Expense)	415-419, 421-426.5	6,382,083
21	Interest (Expense)	427-431	(11,680,904)
22	AFUDC - Debt & Equity	419.1, 432	2,257,062
23	Non-Operating (Expense)		<u>(3,041,759)</u>
24	Income Before Tax		37,421,404
25	Income Taxes	409.1-411.5	<u>12,923,820</u>
26	Net Utility Income		<u><u>\$ 24,497,584</u></u>