

Otter Tail Power Company
Allocated Cost of Service
2009 Actual Year and Test Year

Statement N, pages 2 – 9, are the adjusted and actual test period cost of service allocated to class of customer. The remaining detail for the adjusted and actual test period cost of service allocated to customer classes appears in Volume 4A, Tab – 2009 Test Year Work Papers and Tab – 2009 Actual Year Work Papers, respectively. Adjustments to the Actual Year to arrive at the 2009 Test Year can also be found in Volume 4A, Tab – 2009 Test Year Work Papers. Otter Tail’s Cost Allocation Procedures Manual appears in Exhibit __ (PJB-1), Schedule 10.

1. Grouping and allocation of various items of cost and credits to cost of service into functional totals appear in the cost of service study located in Volume 4A, Tab – 2009 Test Year Work Papers.
2. Classification of items of cost and credits into demand, energy, customer or other appropriate categories appear in the cost of service study located in Volume 4A, Tab – 2009 Test Year Work Papers.
3. Otter Tail does not consider for rate purposes any special facilities to be devoted entirely to the jurisdictional service involved.
4. Computations showing the energy responsibilities of the jurisdictional service, based upon consideration of energy sales under the proposed rate schedules and the kWh delivered from the filing public utility’s supply system, appear in the cost of service study located in Volume 4A, Tab – 2009 Test Year Work Papers in the energy allocation factors E1 and E2.
5. Otter Tail’s peak electric hour losses are 10.37%. System energy losses applicable to jurisdictional sales are 3.88% to 9.06% of Otter Tail’s system output depending on the class of service.
6. Details of allocation of general or common or joint costs to various functions appear in Exhibit __ (PJB-1), Schedule 10.
7. Sufficient detailed breakdown of operation and maintenance expense accounts and taxes to disclose how component items have been classified among energy, class of customer or other category of cost appears in Exhibit __ (PJB-1), Schedule 10.

Otter Tail Power Company
STATEMENT N
CLASS COST OF SERVICE STUDIES
2009 ACTUAL YEAR

<u>Line No.</u>	<u>Description</u>
1	The remaining detail for the 2009 Actual Year Class Cost of Service Study can be found
2	in Volume 4A, Tab - 2009 Actual Year.

Otter Tail Power Company
STATEMENT N
CLASS COST OF SERVICE STUDIES
2009 TEST YEAR

Line No.	Description
1	The remaining detail of the 2009 Test Year Class Cost of Service Study can be found
2	in Volume 4A, Tab - 2009 Test Year Work Papers.