

CAPACITY PAYMENT SCHEDULE FOR RATE 12.03

OTTER TAIL POWER COMPANY

Year of Filing	2013	new
Year of Deficit	2013	
Inflation Rate	0.03	
Cost of Capital	0.0913	
Project Life	35	

Contract Term	Multiplier	\$/kW-Month Gross Capacity Rate	\$/kW-Month Net Capacity Rate	\$/kW-Month Net Levelized Rate
1	0.6724	\$13.65	\$9.18	\$9.18
2	0.6831	\$13.65	\$9.32	\$9.32
3	0.6937	\$13.65	\$9.47	\$9.47
4	0.7043	\$13.65	\$9.61	\$9.61
5	0.7149	\$13.65	\$9.76	\$9.76
6	0.7254	\$13.65	\$9.90	\$9.90
7	0.7358	\$13.65	\$10.04	\$10.04
8	0.7461	\$13.65	\$10.18	\$10.18
9	0.7564	\$13.65	\$10.32	\$10.32
10	0.7666	\$13.65	\$10.46	\$10.46
11	0.7767	\$13.65	\$10.60	\$10.60
12	0.7868	\$13.65	\$10.74	\$10.74
13	0.7967	\$13.65	\$10.88	\$10.88
14	0.8066	\$13.65	\$11.01	\$11.01
15	0.8164	\$13.65	\$11.14	\$11.14
16	0.8262	\$13.65	\$11.28	\$11.28
17	0.8358	\$13.65	\$11.41	\$11.41
18	0.8454	\$13.65	\$11.54	\$11.54
19	0.8549	\$13.65	\$11.67	\$11.67
20	0.8643	\$13.65	\$11.80	\$11.80
21	0.8736	\$13.65	\$11.92	\$11.92
22	0.8829	\$13.65	\$12.05	\$12.05
23	0.8921	\$13.65	\$12.18	\$12.18
24	0.9013	\$13.65	\$12.30	\$12.30
25	0.9104	\$13.65	\$12.43	\$12.43
26	0.9194	\$13.65	\$12.55	\$12.55
27	0.9284	\$13.65	\$12.67	\$12.67
28	0.9374	\$13.65	\$12.80	\$12.80
29	0.9463	\$13.65	\$12.92	\$12.92
30	0.9553	\$13.65	\$13.04	\$13.04
31	0.9642	\$13.65	\$13.16	\$13.16
32	0.9731	\$13.65	\$13.28	\$13.28
33	0.9821	\$13.65	\$13.41	\$13.41
34	0.9910	\$13.65	\$13.53	\$13.53
35	1.0000	\$13.65	\$13.65	\$13.65