

CAPACITY PAYMENT SCHEDULE FOR RATE 12.03

OTTER TAIL POWER COMPANY

Year of Filing	2016	new
Year of Deficit	2021	
Inflation Rate	0.03	
Cost of Capital	0.085	
Project Life	35	

Contract Term	Multiplier	\$/kW-Month Gross Capacity Rate	\$/kW-Month Net Capacity Rate	\$/kW-Month Net Levelized Rate
1	0.6482	\$13.13	\$0.00	\$0.00
2	0.6588	\$13.13	\$0.00	\$0.00
3	0.6694	\$13.13	\$0.00	\$0.00
4	0.6799	\$13.13	\$0.00	\$0.00
5	0.6905	\$13.13	\$0.00	\$0.00
6	0.7010	\$13.13	\$9.20	\$1.53
7	0.7115	\$13.13	\$9.34	\$2.67
8	0.7220	\$13.13	\$9.48	\$3.55
9	0.7324	\$13.13	\$9.62	\$4.27
10	0.7429	\$13.13	\$9.75	\$4.88
11	0.7533	\$13.13	\$9.89	\$5.39
12	0.7636	\$13.13	\$10.03	\$5.85
13	0.7740	\$13.13	\$10.16	\$6.25
14	0.7843	\$13.13	\$10.30	\$6.62
15	0.7946	\$13.13	\$10.43	\$6.96
16	0.8048	\$13.13	\$10.57	\$7.26
17	0.8150	\$13.13	\$10.70	\$7.55
18	0.8252	\$13.13	\$10.84	\$7.83
19	0.8354	\$13.13	\$10.97	\$8.08
20	0.8456	\$13.13	\$11.10	\$8.33
21	0.8557	\$13.13	\$11.24	\$8.56
22	0.8659	\$13.13	\$11.37	\$8.78
23	0.8760	\$13.13	\$11.50	\$9.00
24	0.8861	\$13.13	\$11.63	\$9.21
25	0.8963	\$13.13	\$11.77	\$9.41
26	0.9064	\$13.13	\$11.90	\$9.61
27	0.9166	\$13.13	\$12.04	\$9.81
28	0.9268	\$13.13	\$12.17	\$10.00
29	0.9371	\$13.13	\$12.30	\$10.18
30	0.9474	\$13.13	\$12.44	\$10.37
31	0.9577	\$13.13	\$12.57	\$10.55
32	0.9682	\$13.13	\$12.71	\$10.73
33	0.9787	\$13.13	\$12.85	\$10.90
34	0.9893	\$13.13	\$12.99	\$11.08
35	1.0000	\$13.13	\$13.13	\$11.25