

February 21, 2017

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission Capitol Building, 1st floor 500 East Capitol Avenue Pierre, SD 57501-5070

Re: In the Matter of Otter Tail Power Company's Rates for Transmission Cost Recovery Rider. Docket No. EL16-035 Compliance Filing

Dear Ms. Van Gerpen:

On February 17, 2017, the South Dakota Public Utilities Commission (Commission) issued an order approving Otter Tail Power Company's (Otter Tail's) updated Transmission Cost Recovery Rider rates in Docket No. EL16-035. These updated rates will go into effect March 1, 2017. Attached to this letter you will find the final version of Otter Tail's Transmission Cost Recovery Rider rate schedule Section 13.05, reflecting Commission approved changes.

Tariff Sheet

Section 13.05 – Sixth Revised Sheet No. 1

Cancelling Sheet No. Cancelling Fifth Revised Sheet No. 1

Pursuant to South Dakota Codified Laws Section 49-34A-10 and Administrative Rules of South Dakota Part 20:10:01:02:05, this filing has been electronically submitted to the Commission.

If you have any questions, please contact me at (218) 739-8890 or tmortenson@otpco.com.

Sincerely,

/s/ TAMMY MORTENSON Tammy Mortenson Pricing & Tariff Administration Analyst Regulatory Administration

kaw Enclosures By electronic filing