PUBLIC DOCUMENT – CONFIDENTIAL (OR PRIVILEGED) DATA HAS BEEN EXCISED Response to Information Request SD-PUC-03-03 Page 1 of 1

OTTER TAIL POWER COMPANY Docket No: EL17-003

Response to: South Dakota Public Utilities Commission

Analyst: SDPUC Staff
Date Received: 02/09/2017
Date Due: 02/15/2017

Date of Response: 02/15/2017

Responding Witness: Svetlana Fedje, Pricing Analyst - (218) 739-8799

Information Request:

Refer to Attachment 3. Explain why the gross capacity rate decreased from last year's filing.

Attachments: 0

Response:

The main reason for the gross capacity rate decrease from last year's filing is due to the decrease in expected capital cost for the 250 MW natural gas combustion turbine. Last year's filing contained an estimated cost for a CT at [NOT PUBLIC DATA BEGINS... ...NOT PUBLIC DATA ENDS], while this year's filing has the estimated capital cost at [NOT PUBLIC DATA BEGINS... ...NOT PUBLIC DATA ENDS].

Please note that OTP has sought confidential treatment of the response to IR SD-PUC-03-03 under

ARSD § 20:10:01:39 and SDCL § 37-29-1. Public and Not Public versions have been provided.