

Otter Tail Power Company
Docket EL18-021
Interest Synchronization Adjustment
Adjusted Test Year Ended December 31, 2017

<u>Line</u>	<u>Description</u>	<u>Amount</u>
	(a)	(b)
1	Average Rate Base	\$ 83,489,251
2	Weighted Cost of Long Term Debt	<u>2.46%</u>
3	Synchronized Interest Expense	\$ 2,053,836
4	South Dakota Interest Expense as filed	\$ 2,407,411
5	Difference In Interest Expense	\$ (353,575)
6	Federal Income Tax Adjustment (21%)	\$ 74,251

SOURCES:

Column b, line 1: Attachment 3a, column d, line 31
 Column b, line 2: Attachment 19 column e, line 1
 Column b, line 3: Line 1 * line 2
 Column b, line 4: Volume 4A, Section 2, Page 13-1 line 4
 Column b, line 5: Line 3 less line 4
 Column b, line 6: line 5 times consolidated effective tax rate (21%)