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April 2, 2019

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

**RE: Application of Otter Tail Power Company for Authority to Increase Rates for
Electric Service in South Dakota
Docket No. EL18-021
Direct Testimony of Stuart Tommerdahl -- Revised Schedule 2**

Dear Ms. Van Gerpen:

During the evidentiary hearing in the above-entitled matter on March 26, 2019 Otter Tail Power Company stated that it would make a post hearing filing revising Schedule 2 to Stuart D. Tommerdahl's pre-filed Direct Testimony. Please find enclosed for filing Mr. Tommerdahl's revised Schedule 2.

Please contact me at (218) 739-8956, or cstephenson@otpc.com should you have any questions with respect to this filing.

Regards,

/s/ *CARY STEPHENSON*
Cary Stephenson
Associate General Counsel

kaw
By electronic filing
c: Service List

Otter Tail Power Company
 Estimated Project Savings Impacts on Revenue Requirements (Customer Savings) and Earnings (Reduced Shareholder Return) of the
 Big Stone Air Quality Control System

Line No.	Yr	(A) Original cost Total Project	(B) Final Cost Total Project	(C) Project Savings (1)	(D) OTP Total share @ 53.9%	(E) OTP SD share %	(F) OTP SD Base Balance (30 Year Life)	(G) Rate Annual Avoided Depreciation	(H) OTP SD Total Rate Base Revenue Requirement Factor (4)	(I) Customer Impact				(L) Shareholder Impact				(O) Notes
										(J) Total Annual Avoided Revenue Requirements (Column G + Column H)	(K) OTP SD Avoided Revenue Requirement	(K) OTP SD Avoided Revenue Requirement	(K) NPV Avoided Revenue Requirement (5)	(M) OTP SD Available for Return (Column F x 5.47% Equity Return Factor) (6)	(M) OTP SD Avoided Return	(N) OTP SD Avoided Return (4)	(N) NPV Available for Return (4)	
1	2015	\$491,000,000	\$365,513,806	\$125,486,194	\$67,637,059	9.341629%	\$6,318,403	\$210,613	\$595,194	\$805,807				\$345,568				
2	2016						\$6,107,790	\$210,613	\$575,354	\$785,967				\$334,049				
3	2017 Test Year						\$5,897,176	\$210,613	\$555,514	\$766,127				\$322,530				Test Year
4	2018						\$5,686,563	\$210,613	\$535,674	\$746,288				\$311,012				
5	2019						\$5,475,949	\$210,613	\$515,834	\$726,448				\$299,493				
6	2020						\$5,265,336	\$210,613	\$495,995	\$706,608				\$287,974				
7	2021						\$5,054,723	\$210,613	\$476,155	\$686,768				\$276,455				
8	2022						\$4,844,109	\$210,613	\$456,315	\$666,929				\$264,936				
9	2023						\$4,633,496	\$210,613	\$436,475	\$647,089				\$253,417				
10	2024						\$4,422,882	\$210,613	\$416,636	\$627,249	\$7,165,280	\$4,900,260		\$241,898	\$2,937,331	\$2,023,050		Initial 10 Years
11	2025						\$4,212,269	\$210,613	\$396,796	\$607,409				\$230,379				
12	2026						\$4,001,655	\$210,613	\$376,956	\$587,569				\$218,860				
13	2027						\$3,791,042	\$210,613	\$357,116	\$567,730				\$207,341				
14	2028						\$3,580,428	\$210,613	\$337,276	\$547,890				\$195,822				
15	2029						\$3,369,815	\$210,613	\$317,437	\$528,050				\$184,303				
16	2030						\$3,159,202	\$210,613	\$297,597	\$508,210				\$172,784				
17	2031						\$2,948,588	\$210,613	\$277,757	\$488,370				\$161,265				
18	2032						\$2,737,975	\$210,613	\$257,917	\$468,531				\$149,746				
19	2033						\$2,527,361	\$210,613	\$238,077	\$448,691				\$138,227				
20	2034						\$2,316,748	\$210,613	\$218,238	\$428,851				\$126,708				
21	2035						\$2,106,134	\$210,613	\$198,398	\$409,011				\$115,189				
22	2036						\$1,895,521	\$210,613	\$178,558	\$389,172				\$103,671				
23	2037						\$1,684,908	\$210,613	\$158,718	\$369,332				\$92,152				
24	2038						\$1,474,294	\$210,613	\$138,879	\$349,492				\$80,633				
25	2039						\$1,263,681	\$210,613	\$119,039	\$329,652				\$69,114				
26	2040						\$1,053,067	\$210,613	\$99,199	\$309,812				\$57,595				
27	2041						\$842,454	\$210,613	\$79,359	\$289,973				\$46,076				
28	2042						\$631,840	\$210,613	\$59,519	\$270,133				\$34,557				
29	2043						\$421,227	\$210,613	\$39,680	\$250,293				\$23,038				
30	2044						\$210,613	\$210,613	\$19,840	\$230,453				\$11,519				
31	Total						\$6,318,403	\$210,613	\$9,225,501		\$15,543,904	\$7,041,187		\$5,356,309	\$2,706,167			Life of Project

Steam production plant jurisdictional allocate	Base / Peak %
E1	9.364273% (2)
D1	9.241806% (2)
SD Jurisdictional Share %	9.341629%

(1) Phinney Direct Table 1, Page 10
 (2) JCOSS Page 15-1
 (3) Workpaper C-1 (Base/Peak Split)
 (4) Rate Base Revenue Requirement Factor 9.42% Pg 2 of 2
 (5) Net Present Value (NPV) computed using ROR Discount Rate 7.96% Pg 2 of 2
 (6) Rate Base Equity Return Factor reflects the after-tax earnings 5.47% Pg 2 of 2


STATE OF MINNESOTA)
)
COUNTY OF OTTER TAIL)

AFFIDAVIT OF SERVICE

RE: Direct Testimony of Stuart Tommerdahl – Revised Schedule 2 - Docket No. EL18-021

Kim Ward, being first duly sworn, deposes and says that on the 2nd day of April, 2019, she served the attached filing in the above-referenced matter:

- by emailing to all persons at the email address provided and indicated on the attached Service List
- by personal service
- by facsimile transmission followed by first class mail
- by express mail
- by delivery service
- E-filing

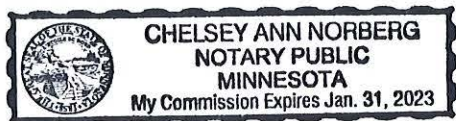


Kim Ward

Subscribed and sworn to before me this 2nd day of April, 2019.

(NOTARIAL SEAL)





Chelsey Norberg, Notary Public

SERVICE LIST

RE: Notice of Intent to Implement Interim Rates - Docket No. EL18-021

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Docket No. EL18-021

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SERVICE LIST

Docket No. EL18-021

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