BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE PETITION OF OTTER TAIL POWER COMPANY FOR APPROVAL OF THE ENVIRONMENTAL COST RECOVERY RIDER CHARGE

ORDER APPROVING ENVIRONMENTAL COST RECOVERY RIDER CHARGE

EL15-029

On August 31, 2015, the South Dakota Public Utilities Commission (Commission) received a petition from Otter Tail Power Company (Otter Tail) for approval of its annual update to the Environmental Cost Recovery Rate under its Environmental Cost Recovery Rider (ECR or Rider), Rate Schedule 13.08, for the actual and forecasted cost and revenue through the recovery period of November 2015 through October 2016 for Big Stone Plant's Air Quality Control System and Hoot Lake Plant's Mercury and Air Toxics Standards. Otter Tail states the rate impact of this request (for both projects) will increase the ECR Rider Rate from \$.00487 per kWh to \$.00643 per kWh. Otter Tail anticipates the rate impact after this update will be just over 9 percent of a customer's bill on average.

On September 3, 2015, the Commission electronically transmitted notice of the filing and the intervention deadline of September 18, 2015, to interested persons and entities on the Commission's PUC Weekly Filings electronic listserv. No petitions to intervene or comments were filed. On September 24, 2015, the Commission issued an Order Assessing Filing Fee. On October 6, 2015, the Commission's staff (Staff) filed a Staff Memorandum recommending Commission approval of the Environmental Cost Recovery Rider Charge as filed.

The revised tariff sheet is as follows:

South Dakota P.U.C. Volume II - Electric Rate Schedule

Section 13.08 First Revised Sheet No. 1 Cancelling Original Sheet No. 1

The Commission has jurisdiction over this matter pursuant to SDCL Chapters 1-26 and 49-34A, specifically SDCL 49-34A-97 through 49-34A-100.

At its regularly scheduled meeting on October 13, 2015, the Commission considered this matter. Commission Staff recommended approval with an effective date of November 1, 2015. The Commission voted unanimously to approve the Environmental Cost Recovery Rider Charge and associated tariff revisions with an effective date of November 1, 2015. It is therefore

ORDERED, that Otter Tail's Environmental Cost Recovery Charge, including the above referenced tariff sheet, is hereby approved, effective on and after November 1, 2015.

Dated at Pierre, South Dakota, this 1574 day of October, 2015.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, electronically or by mail.

By: Rolange Wrest
Date: (0-15-15

ROF THE COMMISSION BY ORDE

HRIS NELSÓN, Chairman

KRISTIE GEN Commissioner

GARY HANSON, Commissioner