

**Otter Tail Power Company**  
**South Dakota Retail Jurisdiction**

**V. Required Rate of Return**

<sup>1</sup>

**2014 Based on Authorized ROE**

| Line | <u>Amount</u>                 | <u>% of Total</u> | <u>Cost</u> | <u>Weighted<br/>Cost</u>   |
|------|-------------------------------|-------------------|-------------|----------------------------|
|      | [CONFIDENTIAL DATA BEGINS...] |                   |             |                            |
| 1    | Long-Term Debt                |                   |             |                            |
| 2    | Short-Term Debt               |                   |             |                            |
| 3    | Total Debt                    |                   |             |                            |
| 4    | Preferred Stock               |                   |             |                            |
| 5    | Common Equity                 |                   |             |                            |
| 6    | Total Equity                  |                   |             |                            |
| 7    | Total Capital                 |                   |             |                            |
|      |                               |                   |             | ...CONFIDENTIAL DATA ENDS] |

<sup>1</sup> Based on 13 month averages, consistent with methodology approved in last rate case,  
Docket No. EL10-011